

C H A P . 2

An Act respecting the appropriation of the price of the Quebec, Montreal, Ottawa and Occidental Railway, and of the grant to the Government of the Province of Quebec under the Federal Act 47 Victoria, chapter 8, to the payment of the consolidated debt of the Province

[Assented to 9th March, 1906]

Preamble.

WHEREAS, by the Quebec act 45 Victoria, chapter 21, the price of the sale of the Quebec, Montreal, Ottawa and Occidental Railway was appropriated, as follows, to the payment of certain loans of the Province outstanding at that time, viz:

To the loan under 41 Victoria, chapter 1 (1878) ..	\$3,000,000.00
To the loan under 39 Victoria, chapter 4 (1876) ..	4,059,773.33
To the loan under 37 Victoria, chapter 2 (1874) ..	540,226.67

Whereas, by the Quebec act 49 Victoria, chapter 2, the sum of \$2,394,000.00, granted under the Dominion act 47 Victoria, chapter 8, by the Government of the Dominion of Canada to the Government of the Province of Quebec, in consideration of its having constructed the railway from Quebec to Ottawa, was appropriated to the payment of so much of the loan made under the act 37 Victoria, chapter 2, which sum of \$2,394,000.00 is still in the hands of the Dominion Government, on which it pays interest half-yearly, the principal being subject to the demand of the Province of Quebec;

Whereas certain of the debentures of the above-mentioned three loans have been converted under the act 60 Victoria, chapter 2, and the outstanding balances of these loans are now as follows, viz:

Loan of 1874, due 1st May, 1904, extended to 1st May, 1906	\$2,723,873.33
Loan of 1876, due 1st May, 1906	3,111,746.67
Loan of 1878 due 1st November, 1908	2,698,000.00;

Whereas the Canadian Pacific Railway Company paid, on the 1st March, 1906, the sum of \$7,000,000.00, owing by them, being the balance of the price of the sale of the said railway;

Whereas it is in the public interest that the balance outstanding of the loan of 1874, due on the 1st May, 1906, should be paid out of the price of the Quebec, Montreal, Ottawa and Occidental Railway paid on the 1st March, 1906, and so obviate the necessity of holding the sum of \$2,698,000.00, amount outstanding of the loan of 1878, on deposit at a low rate of interest;

And whereas an appropriation for the payment of the loan made under the act 41 Victoria, chapter 1, maturing 1st No-

vember, 1908, equal to the full amount thereof, must be maintained;

Therefore, His Majesty, with the advice and consent of the Legislative Council and of the Legislative Assembly of Quebec, enacts as follows:

1. The sum of \$2,723,873.33 of the sum of \$3,000,000.00, being part of the price of the sale of the Quebec, Montreal, Ottawa and Occidental Railway, appropriated by the Quebec act 45 Victoria, chapter 21, section 3, is hereby transferred and appropriated to the payment of the outstanding debentures of the loan made under the Quebec act 37 Victoria, chapter 2. Transfer of certain sums to payment of debentures under 37 V., c. 2.

2. The grant by the Dominion Government to the Quebec Government of the sum of \$2,394,000.00 above mentioned, appropriated by the Quebec act 49 Victoria, chapter 2, to the payment of the loan made under the Quebec act 37 Victoria, chapter 2, is hereby transferred and appropriated to the payment of so much of the outstanding debentures of the loan made under the Quebec act 41 Victoria, chapter 1, and the sum of \$304,000.00 of the sum of \$7,600,000.00, the price of the sale of the Quebec, Montreal, Ottawa and Occidental Railway, being part of the balance of the price of the sale of the said railway remaining after the payment of the outstanding debentures of the loans made under the acts 37 Victoria, chapter 2, and 39 Victoria, chapter 4, shall remain appropriated to the payment of so much of the outstanding debentures of the loan made under the act 41 Victoria, chapter 1, this amount, together with the sum of \$2,394,000.00 above appropriated, being equal to the sum \$2,698,000.00 outstanding debentures of the loan made under the act 41 Victoria, chapter 1, becoming due on the 1st November, 1908. Appropriation of Dominion grant to payment of debentures under 41 V., c. 1.
Application of \$304,000 to payment of debentures under 41 V., c. 1.
Making full amount of debentures due 1st Nov. 1908.

3. The interest upon the sum of \$2,394,000.00 in the hands of the Dominion Government and upon the sum of \$304,000.00, part of the price of the Quebec, Montreal, Ottawa and Occidental Railway invested, shall be applied to the payment of the interest upon the loan made under the act 41 Victoria, chapter 1. Application of certain interest to payment of interest on loan under 41 V., c. 1.

4. The balance of the sum of \$7,600,000.00, the price of the Quebec, Montreal, Ottawa and Occidental Railway, after deducting the sum of \$2,723,873.33 hereby appropriated to the payment of the outstanding debentures of the loan of 1874, and of the sum of \$304,000.00 hereby appropriated to the payment of part of the loan of 1878, and of the sum of \$3,111,746.67 appropriated by the act 45 Victoria, chapter 21, to the payment of the loan of 1876, viz: the sum of \$1,460,380.00 is hereby appropriated to the payment of the sum of \$700,000.00 temporary Certain sums appropriated to payment of temporary loan of 30th June, 1897, and sinking fund of 3 per cent. inscribed stock under 60 V., c. 2.

loan of the Province made on the 30th June, 1897, and to the payment of the sinking fund of the three per cent. inscribed stock issued under the act 60 Victoria, chapter 2.

Holders of debentures under 41 V., c. 1, may apply for payment of bonds upon certain notice before they are due.

5. Notwithstanding the preceding provisions, any of the holders of the outstanding debentures of the loan made under the act 41 Victoria, chapter 1, may, on the first day of May or the first day of November in any year prior to the maturity of that loan on the 1st November, 1908, present their debentures at the Bank of Montreal, in London, or the agency of the Bank of Montreal, in New York, for payment, on giving three months notice to that effect to the Provincial Treasurer at Quebec.

Inconsistent provisions of 45 V., c. 21 and 49 V., c. 2, repealed.

6. The provisions of the acts 45 Victoria, chapter 21, and 49 Victoria, chapter 2 are repealed, in so far as they are inconsistent with the provisions of this act.

Coming into force.

7. This act shall come into force on the day of its sanction.

CHAP. 3

An Act respecting the payment of Government claims

[Assented to 9th March, 1906]

HIS MAJESTY, with the advice and consent of the Legislative Council and of the Legislative Assembly of Quebec, enacts as follows:

Retention of amount due Government out of deposits therewith.

1. It shall be lawful for the Lieutenant-Governor in Council, whenever he considers it advisable so as to safeguard the interests of and obviate a pecuniary loss to the Province, to authorize the Provincial Treasurer, out of any deposit made in the Treasury Department in virtue of any statute or otherwise, to retain the amount of any indebtedness that may be due the Crown either by the person who made the deposit or to whom it is payable, and apply such sum in liquidation of such claim.
