

CHAP. XXXIV.

AN ACT authorising a Loan to the President and Directors of the Desjardin's Canal Company.

[Passed 16th April, 1835.]

WHEREAS the President and Directors of the Desjardin's Canal Company, as well as a number of the Inhabitants of the District of Gore, have by their Petition represented that they are desirous that a sum of money should be advanced by way of Loan to the said Company by the Government of this Province to enable them to complete the said Canal ; *And whereas* it is expedient to afford public aid in furtherance of the said undertaking, upon security of the said Company as hereinafter mentioned : *Be it therefore enacted* by the King's Most Excellent Majesty, by and with the advice and consent of the Legislative Council and Assembly of the Province of Upper Canada, constituted and assembled by virtue of, and under the authority of an Act passed in the Parliament of Great Britain, entitled, " An Act to repeal certain parts of an Act passed in the fourteenth year of His Majesty's reign, entitled, ' An Act for making more effectual provision for the Government of the Province of Quebec in North America, and to make further provision for the Government of the said Province," and by the authority of the same, That whenever the said Desjardin's Canal Company shall have executed a Bond in due form of Law, conditioned for the punctual payment of the Interest and Principal of such Debentures as shall by the authority of this Act be issued for their benefit ; and shall also have executed a Mortgage upon the Canal and the Tolls thereon as collateral security for the payment of the said condition, and shall have procured such real and personal security as the Lieutenant Governor for the time being, by and with the advice of His Majesty's Executive Council for the time being, shall deem sufficient to ensure the punctual payment of the Interest annually, and the ultimate payment of the Principal secured by such Debentures at such time as the Loan thereof shall be contracted by the Government to be redeemed, then it shall and may be lawful for the Governor, Lieutenant Governor, or Person Administering the Government of this Province, to authorise and direct His Majesty's Receiver General of this Province to issue and deliver to the President and Directors of the said Company the Debentures of this Province to the amount of Seven Thousand Pounds, in sums of not less than Two Hundred Pounds each, as may be required by the said Directors, payable to the order of the said Company at the expira-

Preamble.

Upon certain Securities being given Lieutenant Governor authorised to direct Receiver General to issue Debentures

To the amount of £7000;

To be repaid in ten years :
With Interest at six per Cent, half yearly.

tion of ten years from the passing of this Act, with Interest at the rate of six per cent per annum, payable half yearly at such place as shall from time to time be named by the President of the said Company for the time being.

Debentures to be chargeable on the Public Revenue.

II. *And be it further enacted by the authority aforesaid,* That all such Debentures as are hereby authorised to be issued, and the Interest thereon, shall be and are hereby charged and chargeable upon, and shall be repaid and borne out of the monies that shall come into the hands of the Receiver General to and for the Public uses of this Province and at the disposal of the Legislature thereof.

One years Interest in advance to be appropriated out of the Tolls, before Dividend made.

III. *And be it further enacted by the authority aforesaid,* That it shall be the duty of the Directors, in the appropriation of their Tolls, to make provision for the payment of the Interest of the aforesaid Debentures pursuant to their Loan, sufficient for one year in advance, and to have that sum always at their command before any dividend of profits to the Stockholders shall be declared.

Debentures, Interest and expenses to be charged on the Securities given.

If satisfactory provision not made for payment of Interest Receiver General authorised to take possession of Canal, &c.

IV. *And be it further enacted by the authority aforesaid,* That all such Debentures with the Interest thereon, and all charges incident to or attending the same, shall be and are hereby charged and chargeable upon the fund provided by the securities given for the repayment thereof by the said Desjardin's Canal Company ; and if at any time satisfactory provision shall not have been made in the manner named in the preceding Clause for the payment of the Interest and Principal when due, it shall and may be lawful for His Majesty's Receiver General of this Province, for the time being, and he is hereby required, in the name and on behalf of His Majesty, to take possession of the said Canal, and appoint such Agent, Collectors and other Officers, as may be required to manage the same, and deposite and apply the proceeds thereof to the payment of the Interest and Principal aforesaid.