

# BILL

Bill No. 6 (Second Session).

An Act Respecting the Bonds Guaranteed for the Alberta and Great Waterways Railway Company, being an Act to specify certain defaults of the Railway and the consequent rights of the Province.

Assented to 1910.

HIS MAJESTY, by and with the advice and consent of the Legislative Assembly of the Province of Alberta, enacts as follows:

Whereas The Alberta and Great Waterways Railway Company heretofore applied to the Legislature of the Province of Alberta to Guarantee its bonds, and

Whereas the Legislature of the Province of Alberta did by an Act passed in the year 1909 (Chapter 16) and intitled An Act to Provide for an Issue of Guaranteed Securities of The Alberta and Great Waterways Railway Company, assented to February 25th, 1909, authorize the guarantee by the Province of the Bonds of The Alberta and Great Waterways Railway Company to the extent of Seven Million Four Hundred Thousand Dollars (\$7,000,000.00), and

Whereas Bonds of the Railway to the amount of Seven Million Four Hundred Thousand Dollars (\$7,000,000.00) have been executed by the said Company secured by a Mortgage in favour of The Standard Trusts Company, payment of which Bonds the Province of Alberta has guaranteed, and

Whereas the Bonds heretofore referred to have been sold but the said Company has made default in payment of interest thereon and the Province of Alberta has paid the said interest on a default, and

Whereas the said Company has made default in the completion of its line, and

Whereas certain proceeds of the said Bonds (viz. to the amount of their par value together with accrued interest) are now lying to the Credit of the Provincial Treasurer or otherwise, in certain Banks as follows:

- In the Royal Bank of Canada, \$6,000,000.00 and interest.
- In the Union Bank of Canada, \$1,000,000.00 and interest.
- In the Dominion Bank, \$100,000.00 and interest.

THEREFORE HIS MAJESTY by and with the advice and consent of The Legislative Assembly of the Province of Alberta, enacts as follows:

1. The Province of Alberta hereby ratifies and confirms the guarantee by it of the said Bonds and the Treasurer of Alberta is hereby empowered and instructed to execute a guarantee on behalf of the Province of said Bonds.

2. The whole of the proceeds of the sale of the said Bonds and all interest thereon, including such part of the proceeds of said sale as is now standing in certain Banks in the name of the Treasurer of the Province or otherwise, as follows, viz.:

Six Million Dollars and accrued interest in the Royal Bank of Canada;

One Million Dollars and accrued interest in the ~~Union Bank~~ Bank of Canada;

Four Hundred Thousand Dollars and ~~accrued~~ interest in the Dominion Bank;

is hereby declared to form part of the ~~Public~~ ~~Revenue~~ ~~Fund~~ of the Province of Alberta free and clear of any claim thereon or thereon by the Alberta and Great Waterways Railway Company, their successors or assigns; and, together with all accrued interest thereon, shall, to the extent to which they are so held, be forthwith paid over by the Banks hereinbefore recited, and by any other person holding any part thereof, to the Treasurer of the Province (without any set-off, counter-claim or other deduction whatsoever).

3. Notwithstanding the form of the said Bonds and the guarantee thereof, the Province of Alberta shall as between itself and The Alberta and Great Waterways Railway Company be primarily liable upon the said Bonds to the several holders thereof, and the Province shall indemnify and save harmless the Railway Company and its assets and undertaking from any and every claim made under the said Bonds or any of them.

No. 64

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SECOND SESSION

SECOND LEGISLATURE

1 GEORGE V

1910

(Second Session)

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An Act Respecting the Bonds Guaranteed for the Alberta and Great Waterways Railway Company, being an Act to specify certain defaults of the Railway and the consequent rights of the Province.

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Received and read the

First time .....

Second time .....

Third time .....

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Hon. Mr. SIMON.

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EDMONTON

JAMES E. HUGHES, Government Printer  
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