

A By-Law to adjust the Sinking Fund of
Burnaby Corporation in the matter of a Loan of
\$25,000 raised in 1893, and a Loan of \$10,000
raised in 1894

Whereas by the Burnaby Loan By-Law 1893 the Corporation
of the District of Burnaby took power to raise a Loan of
\$25,000 and for the purpose of repaying such loan, with interest
at six per cent. per annum, within a period of fifty years
engaged to raise the sum of \$2000 annually by means of
a special rate

And whereas of the said sum of \$2000 the sum of \$1500
is due for interest on the Debentures, and has been duly paid
And whereas by an error in computation at the time of
passing the said By-Law it was provided that a sum of
Five hundred dollars should be paid yearly into the Sinking
Fund, and such sum has been so paid in each year

And whereas an annual payment of \$119⁴² would have
been sufficient, at 5 per cent compound interest to have
produced the said sum of \$25000 at the end of fifty years.

And whereas by the Burnaby \$10,000 Loan By-Law 1894 the
said Corporation took power to raise a loan of \$10,000, and for
the purpose of repaying such loan (with interest at six per cent
per annum) within a period of fifty years engaged to raise
the sum of \$675 annually by means of a special rate.

And whereas of the said sum of \$675 the sum of \$600
is due for interest on the Debentures and has been duly paid

And whereas by an error in computation at the time of
passing the said By-Law it was provided that a sum of \$75
should be paid yearly into the Sinking Fund, and such sum
has been so paid in each year

And whereas an annual payment of \$47.77 would have been
sufficient, at 5 per cent compound interest to have produced
the said sum of \$10,000 at the end of fifty years.

And whereas the sum of \$10,005.38 now stands to the
credit of the Sinking Fund.

And whereas to meet the respective sums of \$25,000 and
\$10,000 at the end of fifty years it would only be necessary
that the following amounts should stand to the credit of the
Sinking Fund namely

\$25000, end of 14th year 2340.41

\$10000 end of 13th year 850.36.

making a total of 3190.77.

or \$6814⁶¹ less than the sum now in hand.

And whereas of the said sum of \$10005.38, the sum

of \$850 is invested at 7% interest, and the sum of \$9012 at 6% interest upon the security of real property

And whereas the said sum of \$10,005 will produce at 5% compound interest in 36 years (being the conclusion of the original period of 50 years) the sum of \$58000 or thereabouts and at 4% compound interest in the same period will produce \$41,000, which or either of which amounts are largely in excess of the respective sums of \$25000 and \$10000 combined

And whereas by Sec. 7³ (2) of the Municipal Clauses Act 1906 Chap. 32 it is provided that whenever by any By-Law passed in order to raise instalments of Sinking Fund and interest the By-Law has provided that a larger sum for instalment of Sinking Fund or interest be raised each year than is necessary to pay off the said debt, the council may pass a By-Law reducing the amount to be raised each year for instalment of Sinking Fund or interest but no such By-Law shall be valid unless after it is passed it is approved by the Lieutenant-Governor in Council

Be it therefore enacted by the council of the corporation of the District of Burnaby in open session assembled as follows:

1. As from the date of the approval of this By-Law by the Lieutenant-Governor in Council, the Burnaby Loan By-Law 1893 be, and the same is hereby amended by the omission of the figures '\$2000' in the second recital and in the fourth line of the 4th paragraph of the said By-Law, and the substitution in lieu thereof of the figures '\$1500' ^{the omission} and ^{all} words after the said figures and the substitution in lieu thereof of the following words 'for the purpose of payment of the interest on the said Debentures, the repayment of the said principal sum being secured by the investment of the sum of \$10,000 on the 30th day of June 1907 which said sum shall be retained as a Sinking Fund and allowed to accumulate and from out of the proceeds of which at the end of the said period of Fifty years the said sum of \$25000 shall be repaid.

2. As from the date of the approval of this By-Law by the Lieutenant-Governor in Council, the Burnaby Loan By-Law 1894 be and the same is hereby amended by the omission of ^{\$10000} the ^{all} words after 'six hundred dollars' in the third line of the 3rd recital; and by the omission of all the words after the word 'debentures' at the end of the 1st sub-section and the substitution in lieu thereof of the words 'the repayment of the said debentures being secured by the investment of the sum of

\$10,000 on the 30th day of June 1907 which said sum shall be retained as a Sinking Fund and allowed to accumulate and out of the proceeds of which at the end of the said period of Fifty years the said sum of \$10,000 shall be paid.

3. This By Law may be cited for all purposes as "The Burnaby Sinking Fund adjustment and amending By Law 1907".

Done and passed in open Council on the 15th day of June, 1907.

Reconsidered, read a third time and finally, passed by the Council this 28th day of June, 1907.

Peter Bryce

Reeve.

R.J. Walker
C.W.C.



Promulgating
Smoking Stand agreement
and amending
by Law
1901 #39