

war, and the defence of the United States, or some part thereof during the same.

Provided also, and be it further enacted, That if the total amount of the sums which shall be subscribed to the said loan in the debt of any state, within the time limited for receiving subscriptions thereto, shall exceed the sum by this act allowed to be subscribed within such state, the certificates and credits granted to the respective subscribers shall bear such proportion to the sums by them respectively subscribed, as the total amount of the said sums shall bear to the whole sum so allowed to be subscribed in the debt of such state within the same. And every subscriber to the said loan shall, at the time of subscribing, deposit with the commissioner the certificates or notes to be loaned by him.

And be it further enacted, That for two thirds of any sum subscribed to the said loan, by any person or persons, or body politic, which shall be paid in the principal and interest of the certificates or notes issued as aforesaid by the respective states, the subscriber or subscribers shall be entitled to a certificate, purporting, that the United States owe to the holder or holders thereof, or to his, her or their assigns, a sum to be expressed therein, equal to two thirds of the aforesaid two thirds, bearing an interest of six per centum per annum, payable quarter yearly, and subject to redemption by payments, not exceeding, on account both of principal and interest, in one year, the proportion of eight dollars upon an hundred of the sum mentioned in such certificate; and to another certificate, purporting, that the United States owe to the holder or holders thereof, his, her or their assigns, a sum to be expressed therein, equal to the proportion of thirty-three dollars and one third of a dollar upon an hundred of the said two thirds of such sum so subscribed, which after the year one thousand eight hundred, shall bear an interest of six per centum per annum, payable quarter yearly, and subject to redemption by payments, not exceeding in one year, on account both of principal and interest, the proportion of eight dollars upon an hundred of the sum mentioned in such certificate, and that for the remaining third of any sum so subscribed, the subscriber or subscribers shall be entitled to a certificate, purporting that the United States owe to the holder or holders thereof, his, her or their assigns, a sum to be expressed therein, equal to the said remaining third, bearing an interest of three per centum per annum, payable quarter yearly, and subject to redemption by pay-

ment of the sum specified therein whenever provision shall be made by law for that purpose.

And be it further enacted, That the interest upon the certificates which shall be received in payment of the sums subscribed towards the said loans, shall be computed to the last day of the year one thousand seven hundred and ninety-one, inclusively; and the interest upon the stock which shall be created by virtue of the said loans, shall commence or begin to accrue on the first day of the year one thousand seven hundred and ninety-two, and shall be payable quarter yearly, at the same time and in like manner as the interest on the stock to be created by virtue of the loan above proposed in the domestic debt of the United States.

And be it further enacted, That if the whole sum allowed to be subscribed in the debt or certificates of any state as aforesaid, shall not be subscribed within the time for that purpose limited, such state shall be entitled to receive, and shall receive from the United States, and interest per centum per annum, upon so much of the said sum as shall not have been so subscribed, equal to that which would have accrued on the deficiency, had the same been subscribed, in trust for the non subscribing creditors of such state, who are holders of certificates or notes issued on account of services or supplies towards the prosecution of the late war, and the defence of the United States or of some part thereof, to be paid in the like manner as the interest on the stock which may be created by virtue of the said loan, and to continue until there shall be a settlement of accounts between the United States and individual states; and in case a balance shall then appear in favour of such state, until provision shall be made for the said balance.

But as certain states have respectively issued their own certificates, in exchange for those of the United States, whereby it might happen that interest might be twice payable on the the same sums:

Be it further enacted, That the payment of interest, whether to states or individuals, in respect to the debt of any state, by which such exchange shall have been made, shall be suspended, until it shall appear to the satisfaction of the secretary of the treasury that certificates issued for that purpose by such state, have been re-exchanged or redeemed, or until those which have not been re-exchanged or redeemed shall be surrendered to the United States.

And be it further enacted, That so much of the debt of each state as shall be subscribed to the said loan, and the monies (if any) that shall be advanced to the same, pursuant to this act, shall be

a charge against such state, in account with the United States.

And be it further enacted, That the monies arising under the revenue laws, which have been, or during the present session of Congress may be passed, or so much thereof as may be necessary, shall be, and are hereby pledged and appropriated for the payment of the interest on the stock which shall be created by the loans aforesaid, pursuant to the provisions of this act, first paying that which shall arise on the stock created by virtue of the said first mentioned loan, to continue so pledged and appropriated until the final redemption of the said stock, any law to the contrary notwithstanding; subject, nevertheless, to such reservations and priorities as may be requisite to satisfy the appropriations heretofore made, and which during the present session of Congress, may be made by law, including the sums herein before reserved and appropriated; and to the end, that the said monies may be inviolably applied in conformity to this act, and may never be diverted to any other purpose, an account shall be kept of the receipts and disposition thereof separate and distinct from the product of any other duties, imposts, excises and taxes, whatsoever, except such as may be hereafter laid, to make good any deficiency which may be found in the product thereof towards satisfying the interest aforesaid.

And be it further enacted, That the faith of the United States be, and the same is hereby pledged to provide and appropriate hereafter such additional and permanent funds as may be requisite towards supplying any such deficiency, and making full provision for the payment of the interest which shall accrue on the stock to be created by virtue of the loans aforesaid, in conformity to the terms thereof respectively, and according to the tenor of the certificates to be granted for the same pursuant to this act.

And be it further enacted, That the proceeds of the sales which shall be made of the lands in the western territory, now belonging, or that may hereafter belong, to the United States, shall be, and are hereby appropriated towards sinking or discharging the debts, for the payment whereof the United States now are, or by virtue of this act may be helden, and shall be applied solely to that use until the said debts shall be fully satisfied.

F. A. MUHLENBERG, S. H. R.  
JOHN ADAMS, V. P. U. S. &c.  
APPROVED August 4, 1790.  
GEORGE WASHINGTON,  
President of the United States.