

New Zealand.



ANALYSIS.

- | | |
|--|--|
| <p>Title.</p> <ol style="list-style-type: none"> 1. Short Title. 2. Appointment of Agents. 3. Loan of £1,325,000 authorized to be raised for certain purposes. Schedule. 4. Power of Agents to prescribe mode, conditions, and terms of repayment. 5. Special powers to Agents. 6. Pending raising loan, short-dated debentures may be issued. 7. Terms on which short-dated debentures may be issued. 8. Times and places of payment of short-dated debentures. 9. Short-dated debentures may be accepted in payment for debentures issued for raising loan. | <ol style="list-style-type: none"> 10. Re-issue of short-dated debentures. 11. The amount outstanding at one time on ordinary and short-dated debentures not to exceed £1,325,000. 12. Debentures not to be sold at price to give interest at higher rate than 5 per cent. 13. How securities to be signed. 14. Money borrowed and interest charged on Consolidated Fund. 15. Application of money borrowed. 16. Moneys to be carried to separate account in the Public Works Fund. 17. Agents authorized to delegate powers. 18. Removal of Agents. 19. Previous securities not to be affected. Schedule. |
|--|--|

1886, No. 25.

AN ACT to authorize the Borrowing and Raising of Money for the Title.
Construction of Railways. [13th August, 1886.]

BE IT ENACTED by the General Assembly of New Zealand in Parliament assembled, and by the authority of the same, as follows:—

1. The Short Title of this Act is “The New Zealand Loan Act, Short Title.
1886.”

2. It shall be lawful for the Governor in Council to appoint any Appointment of
two or more persons he may think fit to be Agents for the purpose Agents.
of raising and managing the loan authorized to be raised under this Act, with all such powers as may be necessary to carry into effect the purposes of this Act, and in their appointments to define the relative powers of such Agents.

3. Such Agents shall have full power and authority to borrow Loan of £1,325,000
and raise in Great Britain and elsewhere, by bonds, debentures, scrip, authorized to be
or by the issue of inscribed stock under “The New Zealand Consoli- raised for certain
dated Stock Act, 1877,” or otherwise, such sum or sums not exceeding purposes.
one million three hundred and twenty-five thousand pounds sterling in the whole as the Governor in Council may from time to time or at any time direct and determine, for all and any of the purposes expressed in the Schedule hereto, or the payment or repurchase of Schedule.
short-dated debentures issued under this Act, or any other purposes authorized by this Act.

Power of Agents to prescribe mode, conditions, and terms of repayment.

4. Such Agents shall have full power and authority to prescribe the mode and conditions of repayment of such loan, and the time of such repayment, and the rate of interest thereon, and the time and place or places when and where such principal and interest shall be made payable.

Special powers to Agents.

5. In addition to the general powers by this Act conferred upon such Agents, they shall have and may exercise the following special powers as often as occasion may require :—

They may agree that debentures issued by them shall be converted into stock created or issued under "The New Zealand Consolidated Stock Act, 1877," and any Act amending the same, and may either specify the terms of such conversion, or arrange that such terms shall be subsequently agreed upon.

Pending raising loan, short-dated debentures may be issued.

6. Pending the raising of moneys hereinbefore authorized to be raised under this Act, it shall be lawful for the Governor in Council to appoint any two or more persons he may think fit to be Agents, and in their appointments to define the relative powers of such Agents, who shall have full power and authority to borrow and raise, or to obtain as an advance, such sum or sums of money as the Governor in Council may from time to time direct and determine, and to take up the same sum or sums of money from time to time by the sale, hypothecation, or mortgage of debentures (hereinafter referred to as "short-dated debentures") as such Agents may deem expedient.

Terms on which short-dated debentures may be issued.

7. Every such short-dated debenture shall bear interest after such rate, and be for such sums and in such form and with or without coupons attached, and subject to this Act shall be signed on behalf of the colony, and be transferable and negotiable, in such manner as such last-mentioned Agents shall prescribe.

Times and places of payment of short-dated debentures.

8. The interest and principal of every such short-dated debenture shall be payable at such times and places as such last-mentioned Agents shall prescribe: Provided that the principal moneys secured by any such debenture shall not be made payable at a later period than seven years after the date of issue thereof.

Short-dated debentures may be accepted in payment for debentures issued for raising loan.

9. The Agents authorized under the third section of this Act to raise any moneys therein mentioned may accept any short-dated debentures issued under the sixth section of this Act in payment for any bonds, debentures, or other securities issued by them for the purpose of raising moneys under the said third section of this Act.

Re-issue of short-dated debentures.

10. In order to provide for the payment of the principal moneys of any short-dated debenture, and whenever any short-dated debenture shall be received in payment or exchange for any bond, debenture, or other security issued under the third section of this Act, the Governor may order that a like amount of short-dated debentures may be prepared and issued in the place of the short-dated debentures to be or which shall have been paid off or exchanged, and thereupon the Agents for the time being appointed under the sixth section of this Act shall have full power and authority to make out and issue the said amount of short-dated debentures so ordered, and the provisions contained in the sixth, seventh, and eighth sections of this Act shall be applicable thereto.

11. The amount of all short-dated debentures issued under this Act, together with all debentures or other securities issued under the third section of this Act, outstanding at any one time, shall never exceed the sum of one million three hundred and twenty-five thousand pounds sterling.

The amount outstanding at one time on ordinary and short-dated debentures not to exceed £1,325,000.

12. No bond, debenture, or other security issued under this Act shall be sold at a price which will yield to the purchaser thereof a higher rate of interest by the year than five pounds for every hundred pounds of the purchase-money given for such bond, debenture, or other security; but such bonds, debentures, or other securities may be hypothecated or mortgaged upon such terms as to interest as the said Agents may deem expedient.

Debentures not to be sold at price to give interest at higher rate than 5 per cent.

13. Every bond, debenture, scrip, or other security issued under the authority of this Act shall be countersigned by the Controller and Auditor-General, or by an officer of Audit, to be appointed by the Controller and Auditor-General from time to time for that purpose.

How securities to be signed.

14. The sum of money named in any bond, debenture, scrip, or other security issued under the authority of this Act, and all interest thereon, shall be a charge upon and paid out of the Consolidated Fund of New Zealand.

Money borrowed and interest charged on Consolidated Fund.

15. The moneys raised under the authority hereinbefore contained shall be applied to the purposes mentioned in this Act and the Schedule to this Act, and to the repayment of any short-dated debentures hereby authorized to be issued, and to no other purposes whatsoever.

Application of money borrowed.

16. The said moneys shall be carried to a separate account in the Public Works Fund, and shall, from time to time, be issued therefrom and applied to the construction of the several lines and to the other purposes mentioned in the said Schedule in such amounts and within such periods only as shall be provided by any Act or Acts to be passed by the General Assembly for the appropriation of such moneys. And it is hereby expressly declared that it shall not be within the power of the Governor to recommend to Parliament the appropriation of any part of the moneys hereby authorized to be borrowed to any purposes other than those set forth in the said Schedule, or, in respect of each of such purposes, to a greater amount in the whole than the sum respectively set opposite to each.

Moneys to be carried to separate account in the Public Works Fund.

17. All the powers which may be vested in any Agents appointed under this Act may by such Agents be wholly or partly delegated to any two or more other Agents, subject to such conditions as the Agents delegating such powers shall think fit.

Agents authorized to delegate powers.

18. The Governor may at any time remove or accept the resignation of any Agent appointed by him under this Act, and in any such case, or if any such Agent shall die, the Governor may appoint another person in his place. Any such appointment may be made by telegraphic message.

Removal of Agents.

19. Nothing in this Act contained shall be held to prejudice, alter, affect, or vary any security or securities heretofore charged on the revenues of New Zealand or any of them.

Previous securities not to be affected.

Schedule.

SCHEDULE.

TOWARDS the construction of the following railways, exclusive of permanent-way, sleepers, and rolling-stock:—		£
Helensville northwards ... ..	...	50,000
For doubling railway line out of Auckland	...	23,000
Hamilton to Grahamstown ... ..	...	53,000
Morrinsville to Rotorua ... ..	...	93,000
Napier to Palmerston ... ..	...	92,000
Wellington to Woodville ... ..	...	101,000
Blenheim to Awatere ... ..	...	36,000
Greymouth to Hokitika ... ..	...	76,000
Upper Ashburton Branch ... ..	...	8,000
Livingstone Branch ... ..	...	15,000
Otago Central ... ..	...	140,000
Catlin's River Branch ... ..	...	38,000
Riversdale to Switzer's ... ..	...	20,000
Seaward Bush Branch ... ..	...	8,000
Lumsden Branch ... ..	...	5,000
Edendale to Fortrose ... ..	...	28,000
Additions to open lines ... ..	...	150,000
Permanent-way, sleepers, and rolling-stock for the above railways ... ..	...	326,000
And for the costs and charges of the loan and contingencies	...	63,000
		<u>£1,325,000</u>

WELLINGTON: Printed under authority of the New Zealand Government,
by GEORGE DIDSBURY, Government Printer.—1886.