

Right Hon. Sir J. G. Ward.

NEW ZEALAND STATE - GUARANTEED ADVANCES AMENDMENT.

ANALYSIS.

<p>Title.</p> <p>1. Short Title.</p> <p><i>Raising Loans for Purposes of Principal Act.</i></p> <p>2. Moneys raised under New Zealand Loans Act.</p> <p>3. Authority to raise moneys.</p> <p>4. Rate of interest.</p> <p>5. Certain sections of principal Act limited.</p> <p>6. Powers under principal Act not restricted.</p> <p>7. Moneys to be paid into Advances Account.</p> <p>8. Provisions to apply with respect to the accounts of the Treasury and the Advances Office.</p> <p>9. Loans to be repaid out of Advances Account.</p> <p><i>Advances to Settlers and Workers.</i></p> <p>10. Special provisions as to certain loans to settlers and to workers.</p>	<p>11. Advances to settlers to be for 20, 30, or 36½ years, according to amount of loan.</p> <p>12. Advances to workers to be for terms of 20 or 30 years.</p> <p>13. Mode of repayment of loans.</p> <p>14. Classification of securities for advances to workers.</p> <p>15. Advances to settlers may be by way of instalments.</p> <p><i>Miscellaneous Amendments of Principal Act.</i></p> <p>16. Section 48 of principal Act amended.</p> <p>17. Section 50 of principal Act amended.</p> <p>18. Section 52 of principal Act amended.</p> <p>19. Section 60 of principal Act amended.</p> <p>20. Section 61 of principal Act amended.</p> <p>21. Advances to workers to pay off loans raised by way of second mortgage, prior to commencement of principal Act.</p> <p>Schedule.</p>
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A BILL INTITULED

AN ACT to amend the New Zealand State-guaranteed Advances Act, 1909. Title.

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

1. This Act may be cited as the New Zealand State-guaranteed Advances Amendment Act, 1910, and shall form part of and be read together with the New Zealand State-guaranteed Advances Act, 1909 (hereinafter referred to as the principal Act). Short Title.

Raising Loans for Purposes of Principal Act.

2. This Act shall be deemed to be an authorizing Act within the meaning of the New Zealand Loans Act, 1908, and all moneys raised under this Act shall be raised under and subject to the provisions of that Act accordingly. Moneys raised under New Zealand Loans Act.

3. Notwithstanding anything to the contrary in the principal Act, the Minister may, for the purposes of that Act, raise on the security of and charged upon the public revenues of New Zealand all moneys authorized to be raised by section eighteen of the principal Act. Authority to raise moneys.

4. The sums so raised shall bear interest at such rate (not exceeding four and a half per centum per annum) as the Minister prescribes. Rate of interest.

Certain sections of principal Act limited.

5. The provisions of sections seventeen, nineteen, twenty, and twenty-one of the principal Act shall not apply to moneys raised in the manner provided by this Act.

Powers under principal Act not restricted.

6. Nothing in this Act shall limit or restrict the powers of the Minister to raise moneys in the manner provided by the principal Act. 5

Moneys to be paid into Advances Account.

7. All moneys raised for the purposes of the principal Act in manner provided by this Act shall, as and when raised, be paid into the New Zealand State-guaranteed Advances Account, and shall be dealt with in the same manner as moneys raised in accordance with the provisions of that Act. 10

Provisions to apply with respect to the accounts of the Treasury and the Advances Office.

8. With respect to the moneys so paid into the said account, the following provisions shall apply :—

(a.) The Audit Office shall certify the amounts so raised for the purposes for which they were raised. 15

(b.) As between the Treasury and the Advances Office the respective amounts so certified shall not be deemed to form part of the public debt, but shall be entered in the appropriate accounts of the Advances Office as capital liabilities of the respective branches of that office for the purposes of the business of which the amounts so certified were raised. 20

Loans to be repaid out of Advances Account.

9. As between the Treasury and the Advances Office all moneys payable in respect of any loans raised under this Act, whether by way of repayment of principal or by way of payment of interest or other charges, or otherwise howsoever, shall be paid out of the New Zealand State-guaranteed Advances Account; but nothing in this section shall be so construed as to take away or affect in any manner the liability of the public revenues of the Dominion in respect of any such moneys. 25 30

Advances to Settlers and Workers.

Special provisions as to certain loans to settlers and to workers.

10. Notwithstanding anything to the contrary in the principal Act, advances may be made to settlers and workers for the terms and subject to the conditions hereinafter specified.

Advances to settlers to be for 20, 30, or 36½ years, according to amount of loan.

11. In the case of advances to settlers,— 35

(a.) Where the amount of the loan does not exceed one hundred pounds the loan shall be for a term of twenty years :

(b.) Where the amount of the loan exceeds one hundred pounds but does not exceed three hundred pounds the loan shall be for a term of thirty years : 40

(c.) Where the amount of the loan exceeds three hundred pounds the loan shall be for the term of thirty-six and one-half years, as specified in section forty-two of the principal Act.

Advances to workers to be for terms of 20 or 30 years.

12. In the case of advances to workers,— 45

(a.) Where the security offered has been classified as a first-class security, as hereinafter mentioned, all loans granted shall be for a term of thirty years :

(b.) Where the security offered has been classified as a second-class security, as hereinafter mentioned, all loans granted shall be for a term of twenty years. 50

13. (1.) All loans granted under either of the *two* last preceding sections for a term of thirty years shall be repaid by half-yearly instalments, consisting partly of principal and partly of interest, in accordance with Table A in the Schedule hereto.

Mode of repayment of loans.

5 (2.) All loans granted under either of the *two* last preceding sections for a term of twenty years shall be repaid by half-yearly instalments, consisting partly of principal and partly of interest, in accordance with Table B of the Schedule hereto.

10 (3.) Except as otherwise expressly provided, or as otherwise inconsistent with the provisions of this Act, the provisions of the principal Act as to advances to settlers and advances to workers respectively shall apply to advances under this Act.

15 14. (1.) The Governor may from time to time make regulations for the classification of securities in respect of advances to workers, under section *twelve* hereof, into first-class securities and second-class securities.

Classification of securities for advances to workers.

20 (2.) The Board shall, in accordance with the terms of those regulations, decide whether any particular security is a first-class security or a second-class security, and the decision of the Board shall in all such cases be final and conclusive.

25 15. (1.) The amount of any loan under Part II of the principal Act (relating to advances to settlers) shall, if the applicant so desires, be advanced by progress payments corresponding in amount to the value of the improvements from time to time effected by the mortgagor.

Advances to settlers may be by way of instalments.

(2.) The value of the improvements so effected shall from time to time be ascertained and certified to by the Valuer-General, or by some person authorized by him in that behalf, and any certificate given under this section shall be final.

30 *Miscellaneous Amendments of Principal Act.*

16. Section forty-eight of the principal Act is hereby amended by omitting from paragraph (a) the words "At any time," and substituting the words "On the due date of any instalment."

Section 48 of principal Act amended.

35 17. Section fifty of the principal Act is hereby amended by inserting, after the words "any surrender thereof" in paragraph (a), the words "or to cancel the mortgagor's right to compensation for or valuation of improvements."

Section 50 of principal Act amended.

40 18. Section fifty-two of the principal Act is hereby amended by inserting, after the words "lease the mortgaged land" in subsection one, the words "with or without a right of purchase."

Section 52 of principal Act amended.

45 19. Section sixty of the principal Act is hereby amended by omitting all words after the words "owner of any land" in the definition of "worker," and substituting the words "other than the land which he offers as security for the loan for which application is made."

Section 60 of principal Act amended.

20. (1.) Section sixty-one of the principal Act is hereby amended as follows:—

Section 61 of principal Act amended.

(a.) By inserting, after the words "to erect" in subsection one, the words "or acquire";

50 (b.) By inserting, after the words "of erecting" in subsection two, the words "or acquiring"; and

(c.) By inserting after the words "to be erected" in subsection three, the words "or acquired."

(2.) For the purposes of Part III of the principal Act and of this section the term "dwellinghouse" includes all necessary out-buildings in connection with a dwellinghouse, and the expression "to erect a dwellinghouse" includes adding to a dwellinghouse already erected.

Advances to workers to pay off loans raised by way of second mortgage prior to commencement of principal Act.

21. Where prior to the commencement of the principal Act an advance to a worker has been made either under the Government Advances to Workers Act, 1906, or under section forty-eight of the Government Advances to Settlers Act, 1908, and a further sum has been raised by the borrower by way of second mortgage for the purpose of completing the work for which that advance was made, the Superintendent may grant a further advance under Part III of the principal Act for the purpose of paying off the amount outstanding in respect of that second mortgage:

Provided that nothing in this section shall authorize the granting of an advance which, together with any amount outstanding in respect of an advance already made, would exceed the sum of four hundred and fifty pounds, or would otherwise not be in conformity with the provisions of subsection three of section sixty-one of the principal Act.

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SCHEDULE.

Schedule.

TABLE A.

TERM, 30 YEARS; INTEREST, 5 PER CENTUM.—TABLE OF HALF-YEARLY INSTALMENTS FOR EVERY £100 OF THE LOAN.

Half-year.	Half-yearly Instalment.			Apportioned thus :		Balance of Principal owing.	Half-year.	Half-yearly Instalment.			Apportioned thus :		Balance of Principal owing.			
				On Account of Interest at 5 per Centum.	On Account of Principal.						On Account of Interest at 5 per Centum.	On Account of Principal.				
(1)	£	s.	d.	£	s.	d.	(1)	£	s.	d.	£	s.	d.	(5)		
1	3	4	8	2	10	0	31	3	4	8	1	13	10	66	3	7
2	"	"	"	2	9	7	32	"	"	"	1	13	1	64	12	0
3	"	"	"	2	9	2	33	"	"	"	1	12	3	62	19	7
4	"	"	"	2	8	10	34	"	"	"	1	11	5	61	6	4
5	"	"	"	2	8	5	35	"	"	"	1	10	7	59	12	3
6	"	"	"	2	8	0	36	"	"	"	1	9	9	57	17	4
7	"	"	"	2	7	7	37	"	"	"	1	8	11	56	1	7
8	"	"	"	2	7	2	38	"	"	"	1	8	0	54	4	11
9	"	"	"	2	6	9	39	"	"	"	1	7	1	52	7	4
10	"	"	"	2	6	4	40	"	"	"	1	6	2	50	8	10
11	"	"	"	2	5	10	41	"	"	"	1	5	2	48	9	4
12	"	"	"	2	5	4	42	"	"	"	1	4	2	46	8	10
13	"	"	"	2	4	11	43	"	"	"	1	3	2	44	7	4
14	"	"	"	2	4	5	44	"	"	"	1	2	2	42	4	10
15	"	"	"	2	3	11	45	"	"	"	1	1	1	40	1	3
16	"	"	"	2	3	4	46	"	"	"	1	0	0	37	16	7
17	"	"	"	2	2	10	47	"	"	"	0	18	10	35	10	9
18	"	"	"	2	2	3	48	"	"	"	0	17	9	33	3	10
19	"	"	"	2	1	9	49	"	"	"	0	16	7	30	15	9
20	"	"	"	2	1	2	50	"	"	"	0	15	4	28	6	5
21	"	"	"	2	0	7	51	"	"	"	0	14	1	25	15	10
22	"	"	"	2	0	0	52	"	"	"	0	12	10	23	4	0
23	"	"	"	1	19	4	53	"	"	"	0	11	7	20	10	11
24	"	"	"	1	18	9	54	"	"	"	0	10	3	17	16	6
25	"	"	"	1	18	1	55	"	"	"	0	8	10	15	0	8
26	"	"	"	1	17	5	56	"	"	"	0	7	6	12	3	6
27	"	"	"	1	16	9	57	"	"	"	0	6	0	9	4	10
28	"	"	"	1	16	0	58	"	"	"	0	4	7	6	4	9
29	"	"	"	1	15	4	59	"	"	"	0	3	1	3	3	2
30	"	"	"	1	14	7	60	"	"	"	0	1	6	...		

TABLE B.

TERM, 20 YEARS; INTEREST, 5 PER CENTUM.—TABLE OF HALF-YEARLY INSTALMENTS FOR EVERY £100 OF THE LOAN.

Half-year.	Half-yearly Instalment.	Apportioned thus:		Balance of Principal owing.	Half-year.	Half-yearly Instalment.	Apportioned thus:		Balance of Principal owing.
		On Account of Interest at 5 per Centum.	On Account of Principal.				On Account of Interest at 5 per Centum.	On Account of Principal.	
(1)	(2)	(3)	(4)	(5)	(1)	(2)	(3)	(4)	(5)
	£ s. d.	£ s. d.	£ s. d.	£ s. d.		£ s. d.	£ s. d.	£ s. d.	£ s. d.
1	3 19 8	2 10 0	1 9 8	98 10 4	21	3 19 8	1 11 1	2 8 7	59 13 5
2	"	2 9 3	1 10 5	96 19 11	22	"	1 9 10	2 9 10	57 3 7
3	"	2 8 6	1 11 2	95 8 9	23	"	1 8 7	2 11 1	54 12 6
4	"	2 7 9	1 11 11	93 16 10	24	"	1 7 4	2 12 4	52 0 2
5	"	2 6 11	1 12 9	92 4 1	25	"	1 6 0	2 13 8	49 6 6
6	"	2 6 1	1 13 7	90 10 6	26	"	1 4 8	2 15 0	46 11 6
7	"	2 5 3	1 14 5	88 16 1	27	"	1 3 3	2 16 5	43 15 1
8	"	2 4 5	1 15 3	87 0 10	28	"	1 1 10	2 17 10	40 17 3
9	"	2 3 6	1 16 2	85 4 8	29	"	1 0 5	2 19 3	37 18 0
10	"	2 2 7	1 17 1	83 7 7	30	"	0 18 11	3 0 9	34 17 3
11	"	2 1 8	1 18 0	81 9 7	31	"	0 17 5	3 2 3	31 15 0
12	"	2 0 9	1 18 11	79 10 8	32	"	0 15 11	3 3 9	28 11 3
13	"	1 19 9	1 19 11	77 10 9	33	"	0 14 3	3 5 5	25 5 10
14	"	1 18 9	2 0 11	75 9 10	34	"	0 12 8	3 7 0	21 18 10
15	"	1 17 9	2 1 11	73 7 11	35	"	0 11 0	3 8 8	18 10 2
16	"	1 16 8	2 3 0	71 4 11	36	"	0 9 3	3 10 5	14 19 9
17	"	1 15 7	2 4 1	69 0 10	37	"	0 7 6	3 12 2	11 7 7
18	"	1 14 6	2 5 2	66 15 8	38	"	0 5 8	3 14 0	7 13 7
19	"	1 13 5	2 6 3	64 9 5	39	"	0 3 10	3 15 10	3 17 9
20	"	1 12 3	2 7 5	62 2 0	40	"	0 1 11	3 17 9	...