### Hon. Mr. Nash.

# PRIMARY PRODUCTS MARKETING AMENDMENT.

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# A BILL INTITULED

AN ACT to amend the Primary Products Marketing Title. Act, 1936.

BE IT ENACTED by the General Assembly of New 5 Zealand in Parliament assembled, and by the authority of the same, as follows:—

No. 56-1.

Short Title.

1936, No. 5

Separate Divisions of Primary Products Marketing Department.

Allocation of functions of Department between separate Divisions.

Officers of Department. 1. This Act may be cited as the Primary Products Marketing Amendment Act, 1937, and shall be read together with and deemed part of the Primary Products Marketing Act, 1936 (hereinafter referred to as the principal Act).

2. The Primary Products Marketing Department established under the principal Act shall be divided into separate Divisions as follows:—

(a) The Dairy-produce Export Division;

(b) The Internal Marketing Division; and

(c) Such other Division or Divisions (if any) as may hereafter be constituted.

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3. (1) In so far as the functions of the Department are concerned with dairy-produce exported or intended for export from New Zealand they shall be exercised by 15 the Dairy-produce Export Division.

(2) Except as provided in the *last preceding* subsection, the functions of the Department shall, unless and until another Division of the Department is duly constituted, be exercised by the Internal Marketing 20 Division.

(3) Notwithstanding anything in the foregoing provisions of this section, any of the functions of the Department may, by direction of the Minister, be exercised by any Division of the Department.

4. (1) There may from time to time be appointed a fit and proper person, to be called the Director of the Dairy-produce Export Division, who, under the direction of the Minister, shall be in charge of that Division.

(2) There may from time to time be appointed a fit **30** and proper person, to be called the Director of the Internal Marketing Division, who, under the direction of the Minister, shall be in charge of the Internal Marketing Division.

(3) There may from time to time be appointed a fit **35** and proper person to be the Director of any other Division of the Department that may hereafter be constituted.

(4) The person holding office as the Assistant Director of Marketing at the commencement of this Act 40 shall be deemed to have been appointed as the Director of the Dairy-produce Export Division, and the person holding office as the Director of Internal Marketing at

the commencement of this Act shall be deemed to have been appointed as the Director of the Internal Marketing Division.

- (5) On the occurrence from any cause of a vacancy 5 in the office of the Director of any Division of the Department (whether by reason of death, or resignation, or otherwise), and in case of the absence from duty of any Director (from whatever cause arising), the powers, duties, and functions of such Director may be exercised 10 and performed by any person authorized in that behalf by the Minister.
- (6) The fact that any person exercises or performs any power, duty, or function of a Director with the concurrence of the Minister shall be conclusive evidence 15 of his authority so to do.
  - (7) For the purposes of this section the powers, duties, and functions of a Director shall be deemed to include such of the powers of the Minister as may be duly delegated to that Director.
- 20 5. (1) The Minister may from time to time, by Delegation of writing under his hand, delegate to the Director of any Division or to any other person such of his powers under the principal Act as he thinks fit.

(2) Every such delegation shall be revocable at will, and no such delegation shall prevent the exercise of any power by the Minister in person.

(3) Any such delegation may be made subject to such conditions and restrictions (if any) as the Minister thinks fit, and may be made either generally or in relation 30 to any particular matter.

- (4) Unless and until any such delegation is revoked it shall continue in force according to its tenor. In the event of the Minister by whom any such delegation has been made ceasing to hold office it shall continue to have 35 effect as if made by the person for the time being holding office as Minister and, in the event of the Director of any Division to whom any such delegation has been made ceasing to hold office, it shall continue to have effect as if made to the person for the time being holding office as 40 Director of that Division.
- (5) The fact that any person, purporting to act under a power delegated by the Minister under this section, exercises any power of the Minister shall, in the absence of proof to the contrary, be sufficient 45 evidence of his authority so to do.

Consequential repeal.

Department may fix prices and conditions of sale of certain foodstuffs. (6) Section seven of the principal Act is hereby amended by repealing subsections two to six thereof.

(7) The reference in subsection four of section eight of the principal Act to section seven of that Act shall hereafter be read as a reference to this section.

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**6.** (1) This section applies with respect to dairy-produce, fruit, honey, and eggs, and shall also apply to such other foodstuffs (if any) as the Governor-General may by Order in Council from time to time declare to be subject to the provisions of this section.

(2) The Department may from time to time, in respect of any defined district or locality or for the whole of New Zealand, fix the wholesale or retail prices at which any foodstuffs to which this section applies may be bought or sold, or may fix margins within which any such foodstuffs may be bought or sold, and may also fix general conditions subject to which sales of such foodstuffs shall be made. Such margins may be fixed as maximum prices and minimum prices, or may be fixed by reference to the amounts or percentages by which 20 selling-prices may exceed buying-prices.

(3) Notice of any prices, margins, or conditions of sale fixed by the Department in accordance with this section shall be given to persons directly affected thereby by public notice or in such other manner as the 25 Department thinks fit.

(4) The provisions of section twenty-five of the principal Act (as to offences in respect of the sale of dairy-produce) shall, with the necessary modifications, apply in respect of the sale of any foodstuffs in respect of which prices or margins have been fixed in accordance with this section:

Provided that no person shall be convicted of any offence under this subsection in respect of any foodstuffs if he satisfies the Court that he did not know and had no reasonable opportunity of knowing, when the offence was committed, that prices or margins had been fixed in respect thereof or the prices or margins that had in fact been fixed.

7. If, in order to secure the economic and orderly Department marketing in New Zealand of any foodstuffs to which the last preceding section applies, it is at any time in take, at fixed the opinion of the Governor-General in Council necessary foodstuffs to 5 so to do. he may, by Order in Council, make regulations— which last

(a) Authorizing the Department to take, at prices section applies. to be fixed by the same or any subsequent Order in Council, any such foodstuffs, and to export so much thereof as in the opinion of the Minister will not be required for consumption in New Zealand: or

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(b) Authorizing the Department to control the export of any such foodstuffs by any person or authority other than the Department.

8. The Minister may from time to time, as he thinks Minister may fit, appoint an Advisory Committee or Advisory Ommittees to assist the Department in the conduct of Committees any business carried on by it.

9. (1) For the purposes of the Internal Marketing 20 Division of the Department there shall be established at the Reserve Bank of New Zealand an account, to be Account. known as the Internal Marketing Account.

(2) Part X of the Public Revenues Act, 1926, shall See Reprint apply with respect to the Internal Marketing Account in of Statutes, Vol. VII, p. 46 25 the same manner as it applies to the several accounts mentioned therein.

(3) The Internal Marketing Account shall be operated on only by cheque signed by or on behalf of the Director of the Internal Marketing Division and 30 countersigned by the Audit Office. For the purposes of this section the Minister of Finance may from time to time authorize any officer of the Internal Marketing Division to sign cheques on behalf of the Director of that Division.

(4) No limits imposed by any Act upon the borrowing-powers of the Government of New Zealand or of any person on behalf of that Government shall operate to limit the authority conferred on the Reserve Bank of 1933, No. 11 New Zealand by paragraph (gg) of section thirteen of 40 the Reserve Bank of New Zealand Act, 1933, as amended by section twelve of the Reserve Bank of New Zealand 1936, No. 1 Amendment Act, 1936, and the said paragraph shall be

in aid of Department.

Internal

construed as an authority for the Bank to grant and for the Government to receive accommodation by way of overdraft in aid of the Internal Marketing Account, and the said account may be overdrawn accordingly.

(5) This section shall be deemed to have come into force on the twentieth day of September, nineteen

hundred and thirty-seven.

Subsidiary accounts.

10. For the purposes of the Internal Marketing Account there may be opened at the Reserve Bank or at any other bank, in New Zealand or elsewhere, such 10 imprest or other subsidiary accounts as may from time to time be authorized in accordance with the Public Revenues Act, 1926.

Moneys payable into or out of Internal Marketing Account.

11. (1) There shall from time to time be paid into the Internal Marketing Account all moneys derived from 15 the operations of the Internal Marketing Division of the Department, and any other moneys that may be lawfully payable to that Account.

(2) There shall from time to time, without further appropriation than this section, be paid out of the said 20

account-

(a) All moneys payable by the Crown in respect of the price of any foodstuffs or other commodities acquired in the course of the operations of the Internal Marketing Division of the Department 25 (including the cost of remitting such moneys to the persons entitled to receive the same);

(b) All charges payable by the Crown in respect of the freight, insurance, storage, or marketing of any such foodstuffs or other commodities 30 (including any expenses incidental to any of the matters herein specified);

(c) Any interest payable to the Reserve Bank of New Zealand on any overdraft of the said

account; and

(d) Any moneys payable out of the said account in accordance with the next succeeding section.

(3) There shall also from time to time be paid out of the said account, in accordance with the appropriation of Parliament, the salaries and allowances of officers of 40 the Internal Marketing Division and all other expenditure incurred in the administration of that Division.

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12. (1) There may from time to time, without Authorizing further appropriation than this section, be paid out of the Dairy Industry Account or the Internal Marketing Industry Account, as the case may be, such sums as the Minister 5 may approve for the purpose of equalizing, as far as practicable, the net returns received or payable in respect of dairy-produce or in respect of any other foodstuffs to which section six of this Act applies, in any case where—

payments out Account or Internal Marketing Account for purpose of equalizing returns from dairy-produce or other commodities.

(a) Such dairy-produce or other foodstuffs have been acquired by the Department; or

(b) The Department has fixed prices or conditions governing the purchase and sale of any such dairy-produce or other foodstuffs by or to persons other than the Department.

(2) Any sums payable in accordance with this section may be paid to such persons as, in the opinion of the

Minister, are equitably entitled thereto.

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(3) Payments in accordance with this section may be 20 made in respect of any dairy-produce or other foodstuffs that have been manufactured or produced or have been acquired by the Department at any time after the commencement of the principal Act.

13. (1) Notwithstanding anything in section twelve Adjustments 25 of the principal Act or in section eleven or section fifteen of this Act, the Minister of Finance may from Account and time to time authorize the making of any adjustments between the Dairy Industry Account and the Internal Account. Marketing Account if in his opinion any moneys payable 30 into or out of either of the said accounts should more appropriately be paid into or out of the other of the said accounts.

between Dairy Industry

(2) The Minister of Finance may also from time to time authorize the transfer from any one to the other 35 of the said accounts of such amounts as he deems proper in respect of services rendered by one Division of the Department for the purposes of another Division, or in respect of any commodities acquired by one Division for marketing or other disposal by another Division.

14. (1) The Dairy Industry Account shall be operated Operations on on only by cheque signed by or on behalf of the Director of the Dairy-produce Export Division and countersigned by the Audit Office. For the purposes of this section the Minister of Finance may from time to time authorize 45 any officer of the said Division to sign cheques on behalf of the Director.

Dairy Industry

Repeal.

**Payments** out of Dairy Industry Account.

(2) Subsection three of section ten of the principal Act is hereby repealed.

15. (1) There shall from time to time, without further appropriation than this section, be paid out of

the Dairy Industry Account—

(a) All moneys payable by the Crown in respect of the price of any dairy-produce acquired in the course of the operations of the Dairyproduce Export Division of the Department (including the cost of remitting such moneys 10 to the persons entitled to receive the same):

(b) All charges payable by the Crown in respect of the freight, insurance, storage, or marketing of any such dairy-produce (including any expenses incidental to any of the matters herein 15 specified);

(c) Any interest payable to the Reserve Bank of New Zealand on any overdraft of the said

account; and

(d) Any moneys payable out of the said account in 20 accordance with section twelve of this Act.

(2) All payments heretofore made out of the Dairy Industry Account shall be deemed to have been as validly made as if the last preceding subsection had been in force when such payments were made and as 25 if the Dairy-produce Export Division of the Department had then been duly constituted.

(3) Section twelve of the principal Act is hereby consequentially amended by repealing subsection two

thereof.

**16.** (1) Any dairy-produce that has become the property of the Crown in accordance with section eighteen of the principal Act may be withheld from export if the Minister determines that it is required for consumption in New Zealand.

(2) Where by Order in Council under section twenty of the principal Act prices are fixed in respect of dairy-produce exported from New Zealand, such prices shall apply with respect to all dairy-produce that becomes the property of the Crown, in accordance with 40 section eighteen of the principal Act, at any time within the period to which such Order in Council relates, and payment shall be made therefor in accordance with section nineteen of that Act notwithstanding that such

Repeal.

Dairy-produce acquired for export may be withheld from export.

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dairy-produce has not at the time of payment been exported, or notwithstanding that any such dairy-produce may have been withheld from export in accordance with the foregoing provisions of this section.

17. Section eighteen of the principal Act is hereby Section 18 amended by omitting from the proviso thereto the words of principal "published in the Gazette", and substituting the words

"in writing given to the owner of such dairy-produce".

18. (1) The prices fixed by any Order in Council Prices fixed by 10 under section twenty or section twenty-two of the Council under principal Act may, in accordance with this section, be at principal Act any time in like manner varied.

(2) Any variation increasing the price to be paid for any dairy-produce may be made to operate retrospec-15 tively in so far as it relates to prices to be paid by the Department, but shall not be retrospective with respect to prices to be paid by any other person.

(3) No variation reducing the price to be paid for any dairy-produce shall apply with respect to any 20 dairy-produce in respect of which a higher price has been paid or in respect of which a right to receive or an obligation to pay a higher price has accrued before the making of the variation.

19. Section twenty-nine of the principal Act is hereby Section 29 25 amended, as from the commencement of that Act, by of principal Act amended. inserting, after the words "registered in the United Kingdom" in subsection five thereof, the words "or elsewhere ".

Orders in

may be varied.

- 20. Without in any way limiting the power to make Regulations. 30 regulations conferred on the Governor-General in Council by section fifteen of the principal Act, it is hereby declared that regulations may be made under that section for the purpose of preventing damage to or the deterioration of any foodstuffs by reason of the 35 improper packing or handling thereof in their course of transit from the producer to the consumer.
  - 21. The principal Act is hereby consequentially Consequential amended in the manner indicated in the Schedule amendments of hereto.

Schedule.

# SCHEDULE.

Consequential Amendments of the Primary Products Marketing Act, 1936.

Number of Section affected.	Nature of Amendment.
Section 4	By omitting the words "which, under the control of the Minister, shall be charged with the administration of this Act".
Section 5	By repealing subsections (1), (2), and (3); and by omitting from subsection (4) the words "to be the Director or an Assistant Director", and substituting the words "as a permanent officer of the Department".
Section 8	By omitting from subsection (3) the words "to be the Director of Marketing, or to be an Assistant Director of Marketing", and substituting the words "as an officer of the Department".
Section 9	By omitting the words "the Director, acting with an Assistant Director or", and substituting the words "the Director of any Division of the Department, acting".
Section 12	By omitting from subsection (1) the words "sale of dairy-produce by", and substituting the words "operations of the Dairy-produce Export Division of".  By omitting from subsection (3) all words after the words "salaries and allowances of officers", and
	substituting the words "of the Dairy-produce Export Division and all other expenditure incurred in the administration of that Division".