



## ANALYSIS

- |                                      |  |   |
|--------------------------------------|--|---|
| <p>Title.</p> <p>1. Short Title.</p> |  | <p>2. Council may establish reserve funds. Consequential repeals.</p> |
|--------------------------------------|--|---|

1950, No. 11—*Local*

**Title.** AN ACT to Amend the Wellington City Trading Departments' Reserve and Renewal Funds Act, 1917.  
[13th October, 1950]

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

**Short Title.** 1. This Act may be cited as the Wellington City Trading Departments' Reserve and Renewal Funds Amendment Act, 1950, and shall be read together with and deemed part of the Wellington City Trading Departments' Reserve and Renewal Funds Act, 1917 (hereinafter referred to as the principal Act).

**Council may establish reserve funds.** 2. (1) Section thirteen of the principal Act is hereby repealed, and the following section substituted:—

“ 13. (1) The Council may, in any year, after making provision for the charges referred to in section three of this Act, make an appropriation from the revenue of any undertaking referred to in that section to provide a reserve fund in respect of the undertaking.

“(2) Where in any year an appropriation has been made as aforesaid the Council shall in the month of April next following pay the amount so appropriated

into a separate banking account to be termed the Tramway Reserve Fund Account or, as the case may require, the Electric Light Reserve Fund Account.

“(3) The moneys paid into such account shall be applied for extensions and improvements in the undertaking in connection with which the fund is established, and for the reimbursement to the revenue account of the undertaking of any moneys expended out of the revenue account in meeting the cost of extensions and improvements in the undertaking, whether the expenditure of those moneys was incurred before the coming into force of this section or is incurred at any time hereafter.

“(4) If at any time the renewal funds created in respect of any undertaking are insufficient to meet renewals, the Council may use any part of the reserve fund established for that undertaking for the purposes of such renewals.

“(5) The Council may invest any part of any such reserve fund in the manner following: —

“(a) In New Zealand Government securities:

“(b) On deposit in any bank lawfully carrying on the business of banking in New Zealand:

“(c) In the Post Office Savings Bank:

“(d) In any other securities that may from time to time be authorized by the Governor-General in Council.

“(6) Separate accounts shall be kept by the Council of all moneys paid to or received by them in respect of such reserve funds.

“(7) Such accounts shall for the purposes of audit be subject to the provisions of the Municipal Corporations Act, 1933.”

(2) Paragraph (b) of section three of the Wellington City Empowering and Amendment Act, 1922, section six of the Wellington City Empowering and Amendment Act, 1938, and section five of the Wellington City Empowering and Amendment Act, 1943, are hereby repealed.

Consequential  
repeals.