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*This PUBLIC BILL originated in the HOUSE OF REPRESENTATIVES,  
and, having this day passed as now printed, is transmitted to  
the LEGISLATIVE COUNCIL for its concurrence.*

*House of Representatives,  
28th August, 1930.*

*Mr. Sullivan.*

CITY OF CHRISTCHURCH SINKING FUND COMMISSIONERS  
EMPOWERING.

[LOCAL BILL.]

ANALYSIS.

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A BILL INTITULED

AN ACT to empower the City of Christchurch Sinking Fund Commissioners to borrow by way of Temporary Loan, in Anticipation of their Income, Moneys for the purpose of enabling the Taking-up  
5 of Investments for which there may not be sufficient Moneys in the Hands of the Commissioners and for the Time being available, and to make Provision for the Repayment of such Moneys so borrowed by the Commissioners, and for the purpose of obviating the Necessity for Realization of Securities to provide the Moneys  
10 required to be paid by the Commissioners on the Principal of any Loan to the Local Authority becoming payable. Title.

WHEREAS it is desirable and expedient that the City of Christchurch Sinking Fund Commissioners should be empowered to borrow moneys temporarily for the following purposes and with the following objects, Preamble.  
15 that is to say—firstly, for the purpose of enabling them in anticipation of their income to take up an investment or investments which they may consider desirable to take up although they may not at the time have sufficient moneys in hand ; secondly, for the purpose of repaying the whole or any part or parts of such moneys so temporarily borrowed  
20 by the Commissioners, and any interest for the time being due in respect of the same ; thirdly, to provide moneys required to be found by the Commissioners on the principal of any loan to the local authority becoming payable, with the object of avoiding the necessity for the realization of investments for this purpose with possible consequent  
25 expense and loss of income :

2 *City of Christchurch Sinking Fund Commissioners Empowering.*

BE IT THEREFORE 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 City of Christchurch Sinking Fund Commissioners Empowering Act, 1930. 5

Interpretation.

2. In this Act, if not inconsistent with the context,—

“ The Commissioners ” means the City of Christchurch Sinking Fund Commissioners for the time being :

“ Local authority ” means the Corporation of the City of Christchurch. 10

Commissioners may borrow money for certain purposes.

3. For the purpose of enabling the Commissioners to take up investments for which they may not have sufficient funds in their hands for the time being, and for the purpose of enabling the Commissioners to repay any existing loans to the Commissioners or any part or parts thereof, and for the purpose of supplementing any moneys in hand so as to provide the moneys required to be found by the Commissioners on the principal of any loan to the local authority becoming payable without unduly disturbing existing securities and suffering consequent loss of interest, the Commissioners may at any time and from time to time, in anticipation of their income, borrow by way of temporary loan such sums of money at such rates of interest and repayable at such times and in such manner as the Commissioners may think desirable, provided that the aggregate moneys so borrowed shall not at any one time exceed the total income earned by the Commissioners in respect of all funds invested by them during the year ended on the thirty-first day of March last preceding ; and such moneys so borrowed, together with all interest and profit accruing therefrom, may be applied by the Commissioners for all or any of the purposes aforesaid ; and the Commissioners shall have the same powers of investment in respect thereof as they have in respect of moneys paid to them by the local authority as sinking funds. 15 20 25 30

Power to secure repayment by mortgage charge or other disposition, and power to trustees to invest.

4. The Commissioners may secure the repayment of any such moneys so borrowed by mortgage charge or other disposition of any mortgages, debentures, or other securities of whatsoever nature held by the Commissioners, or may take any such moneys on deposit ; and it shall be lawful for a trustee, unless expressly forbidden by the instrument (if any) creating the trust, to invest any trust-moneys in his hands on deposit with the Commissioners or on loan to the Commissioners, secured in manner aforesaid. 35

Protection of persons making advances to the Commissioners.

5. No person or persons advancing any sum or sums to the Commissioners pursuant to the provisions of this Act shall be obliged or concerned to inquire or take notice whether such sum or sums is or are necessary or proper to be raised for any of the purposes aforesaid, or to see to the application thereof. 40