

[AS REPORTED FROM THE LOCAL BILLS COMMITTEE]

House of Representatives, 5 October 1960

Words struck out by the Local Bills Committee are shown in italics within bold round brackets or in roman enclosed in panel: words inserted are shown in roman underlined with a double rule, or with double rule down side.

Mrs McMillan

DUNEDIN CITY EMPOWERING

[LOCAL]

ANALYSIS

Title	2. Council may establish Electricity Bulk Purchase Equalisation Reserve Fund
Preamble	
1. Short Title	3. Additional powers of investment

A BILL INTITULED

An Act to empower the Dunedin City Council to provide an Electricity Bulk Purchase Equalisation Reserve Fund and to invest such Fund (*and other Reserve Funds*) in the debentures or stock of the Council or in the Council's undertaking

5 WHEREAS it is desirable that the Dunedin City Council (hereinafter called the Council) be empowered to provide an Electricity Bulk Purchase Equalisation Reserve Fund to meet any deficiency which may from time to time arise

10 between the amount budgeted for the purchase by the Council of bulk electricity from the New Zealand Electricity Department and the actual cost of the electricity so purchased; and to invest such Reserve Fund (*and other Reserve Funds of the Council*) in manner hereinafter provided:

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

1. Short Title—This Act may be cited as the Dunedin City Empowering Act 1960.

2. Council may establish Electricity Bulk Purchase Equalisation Reserve Fund—(1) The Council may in any year make a charge against the revenue of the electricity undertaking of the Council for the purpose of providing an Electricity Bulk Purchase Equalisation Reserve Fund. 5

(2) The amount so charged shall be transferred by the Council to a separate account, and may be invested by the Council in manner provided by subsection (6) of section 140 of the Municipal Corporations Act 1954 (as amended by subsection (2) of section 2 of the Municipal Corporations Amendment Act 1957) or invested or held in manner provided by section 3 of this Act. 10

(3) The money in the said Reserve Fund shall be applied from time to time as the Council shall think fit for the purpose of meeting any deficiency which may from time to time arise between the amount budgeted for the purchase by the Council of bulk electricity from the New Zealand Electricity Department and the actual cost of the electricity so purchased. 15

Struck Out

3. Additional powers of investment—In addition to any of the modes of investment authorised by subsection (6) of section 140 of the Municipal Corporations Act 1954 (amended as aforesaid) any part of the said Reserve Fund and any part of any other Reserve Fund provided by the Council pursuant to subsection (1) of the said section 140 may be invested by the Council in any debentures or stock issued by the Council, or, without paying the same into a separate account as provided by subsection (2) of the said section 140, be held in the Council's undertaking. 20 25

New

3. Additional powers of investment—Any part of the said Reserve Fund may be invested by the Council in any debentures or stock issued by the Council, or may be held in the Council's electricity undertaking: 30
 Provided that not more than half of the money for the time being in the said Reserve Fund shall be so invested in debentures or stock issued by the Council. 35