

FAMILY BENEFITS (HOME OWNERSHIP) AMENDMENT BILL

EXPLANATORY NOTE

THIS Bill amends the Family Benefits (Home Ownership) Act 1964, and gives effect to the announcement in the Budget relating to the capitalisation of family benefits for housing purposes, so far as legislation is necessary for that purpose. The provision as to income limits does not require legislation.

Clause 1 relates to the Short Title, commencement, and application.

The Act will be deemed to have come into force on 2 June 1978, and will apply to advances approved on or after that date, whether the application for the advance was made before or on or after that date.

Clause 2 increases from \$2,000 to \$3,000 the maximum amount that may be advanced against the capitalised value of the family benefit, and makes other consequential amendments to the principal Act.

Clause 3 amends section 15 of the principal Act, which at present provides that \$1.50 a week of the family benefit is to be applied in repayment of advances.

The effect of the clause is that in the case of advances approved before 2 June 1978 only \$1.50 a week of the family benefit may be capitalised (as at present), but in the case of advances approved on or after that date, the whole benefit of \$3 a week may be capitalised.

Hon. Mr Walker

**FAMILY BENEFITS (HOME OWNERSHIP)
AMENDMENT**

ANALYSIS

| | |
|---|---|
| Title | 2. Advances for housing purposes |
| 1. Short Title, commencement, and application | 3. Family benefit to be applied in repayment of advances Schedule |

A BILL INTITULED

**An Act to amend the Family Benefits (Home Ownership)
Act 1964**

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

1. Short Title, commencement, and application—(1) This Act may be cited as the Family Benefits (Home Ownership) Amendment Act 1978, and shall be read together with and
10 deemed part of the Family Benefits (Home Ownership) Act 1964* (hereinafter referred to as the principal Act).

(2) This Act shall be deemed to have come into force on
the 2nd day of June 1978, and shall apply with respect to
15 advances approved on or after that date, whether the
application for the advance was made before or on or after
that date.

*1964, No. 32
Amendment: 1969, No. 29

2 *Family Benefits (Home Ownership) Amendment*

2. Advances for housing purposes—(1) Section 6 of the principal Act is hereby amended by omitting from paragraph (a) of the proviso (as amended by section 7 of the Decimal Currency Act 1964) the words “two thousand dollars”, and substituting the expression “\$3,000”. 5

(2) The principal Act is hereby further amended by adding the Third Schedule set out in the Schedule to this Act.

(3) The principal Act is hereby further amended—

(a) By inserting in section 12 (1), after the words “First Schedule to this Act”, the words “in the case of an advance approved before the 2nd day of June 1978 and in accordance with the Third Schedule to this Act in the case of an advance approved on or after that date”: 10 15

(b) By inserting in section 20, after the words “First Schedule to this Act”, the words “in the case of an advance approved before the 2nd day of June 1978 and in accordance with the Third Schedule to this Act in the case of an advance approved on or after that date”: 20

(c) By inserting in the First Schedule, after the words in the heading “BALANCE OF ADVANCES”, the words “APPROVED BEFORE 2 JUNE 1978”.

3. Family benefit to be applied in repayment of advances— 25

(1) Section 15 (1) of the principal Act is hereby amended by repealing paragraph (a), and substituting the following paragraph:

“(a) Be reduced by an amount not exceeding \$1.50 a week in the case of advances approved before the 2nd day of June 1978 and cease to be payable to the beneficiary in the case of advances approved on or after that date, and shall continue to be so reduced or not payable, as the case may be, until the child in respect of whom the benefit is payable attains the age in respect of which the capitalised value of the benefit was calculated for the purposes of the advance. On the attainment of that age by the child, the advance, to the extent to which it was made in respect of that benefit, shall be deemed to have been repaid:” 30 35 40

(2) Section 42 of the Social Security Amendment Act 1972 is hereby repealed.

SCHEDULE Section 2 (2)

THIRD SCHEDULE TO PRINCIPAL ACT

“THIRD SCHEDULE Sections 12, 20

TABLE FOR CALCULATING CAPITALISED VALUE OF FAMILY BENEFITS AND UNPAID BALANCE OF ADVANCES APPROVED ON OR AFTER 2 JUNE 1978

| Number of Pay Periods for which Benefit Capitalised | Capitalised Value of Benefit | Number of Pay Periods for which Benefit Capitalised | Capitalised Value of Benefit |
|---|------------------------------|---|------------------------------|
| | \$ | | \$ |
| 1 | 12.00 | 41 | 469.20 |
| 2 | 24.00 | 42 | 480.00 |
| 3 | 35.80 | 43 | 490.80 |
| 4 | 47.60 | 44 | 501.60 |
| 5 | 59.40 | 45 | 512.40 |
| 6 | 71.20 | 46 | 523.20 |
| 7 | 83.00 | 47 | 534.00 |
| 8 | 94.80 | 48 | 544.80 |
| 9 | 106.60 | 49 | 555.60 |
| 10 | 118.40 | 50 | 566.40 |
| 11 | 130.20 | 51 | 577.20 |
| 12 | 142.00 | 52 | 587.80 |
| 13 | 153.60 | 53 | 598.40 |
| 14 | 165.20 | 54 | 609.00 |
| 15 | 176.80 | 55 | 619.60 |
| 16 | 188.40 | 56 | 630.20 |
| 17 | 200.00 | 57 | 640.80 |
| 18 | 211.60 | 58 | 651.40 |
| 19 | 223.00 | 59 | 661.80 |
| 20 | 234.40 | 60 | 672.20 |
| 21 | 245.80 | 61 | 682.60 |
| 22 | 257.20 | 62 | 693.00 |
| 23 | 268.60 | 63 | 703.40 |
| 24 | 280.00 | 64 | 713.80 |
| 25 | 291.40 | 65 | 724.20 |
| 26 | 302.60 | 66 | 734.60 |
| 27 | 313.80 | 67 | 744.80 |
| 28 | 325.00 | 68 | 755.00 |
| 29 | 336.20 | 69 | 765.20 |
| 30 | 347.40 | 70 | 775.40 |
| 31 | 358.60 | 71 | 785.60 |
| 32 | 369.80 | 72 | 795.80 |
| 33 | 381.00 | 73 | 806.00 |
| 34 | 392.20 | 74 | 816.20 |
| 35 | 403.20 | 75 | 826.40 |
| 36 | 414.20 | 76 | 836.60 |
| 37 | 425.20 | 77 | 846.60 |
| 38 | 436.20 | 78 | 856.60 |
| 39 | 447.20 | 79 | 866.60 |
| 40 | 458.20 | 80 | 876.60 |

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THIRD SCHEDULE—*continued*

TABLE FOR CALCULATING CAPITALISED VALUE OF FAMILY BENEFITS AND UNPAID BALANCE OF ADVANCES APPROVED ON OR AFTER 2 JUNE 1978—
continued

| Number of Pay Periods for which Benefit Capitalised | Capitalised Value of Benefit | Number of Pay Periods for which Benefit Capitalised | Capitalised Value of Benefit |
|---|---------------------------------|---|---------------------------------|
| | \$ | | \$ |
| 81 | 886.60 | 126 | 1311.60 |
| 82 | 896.60 | 127 | 1320.60 |
| 83 | 906.60 | 128 | 1329.60 |
| 84 | 916.40 | 129 | 1338.60 |
| 85 | 926.20 | 130 | 1347.40 |
| 86 | 936.00 | 131 | 1356.20 |
| 87 | 945.80 | 132 | 1365.00 |
| 88 | 955.60 | 133 | 1373.80 |
| 89 | 965.40 | 134 | 1382.60 |
| 90 | 975.20 | 135 | 1391.40 |
| 91 | 985.00 | 136 | 1400.20 |
| 92 | 994.80 | 137 | 1409.00 |
| 93 | 1004.40 | 138 | 1417.80 |
| 94 | 1014.00 | 139 | 1426.40 |
| 95 | 1023.60 | 140 | 1435.00 |
| 96 | 1033.20 | 141 | 1443.60 |
| 97 | 1042.80 | 142 | 1452.20 |
| 98 | 1052.40 | 143 | 1460.80 |
| 99 | 1062.00 | 144 | 1469.40 |
| 100 | 1071.60 | 145 | 1478.00 |
| 101 | 1081.20 | 146 | 1486.60 |
| 102 | 1090.80 | 147 | 1495.20 |
| 103 | 1100.20 | 148 | 1503.80 |
| 104 | 1109.60 | 149 | 1512.20 |
| 105 | 1119.00 | 150 | 1520.60 |
| 106 | 1128.40 | 151 | 1529.00 |
| 107 | 1137.80 | 152 | 1537.40 |
| 108 | 1147.20 | 153 | 1545.80 |
| 109 | 1156.60 | 154 | 1554.20 |
| 110 | 1165.80 | 155 | 1562.60 |
| 111 | 1175.00 | 156 | 1571.00 |
| 112 | 1184.20 | 157 | 1579.40 |
| 113 | 1193.40 | 158 | 1587.80 |
| 114 | 1202.60 | 159 | 1596.00 |
| 115 | 1211.80 | 160 | 1604.20 |
| 116 | 1221.00 | 161 | 1612.40 |
| 117 | 1230.20 | 162 | 1620.60 |
| 118 | 1239.40 | 163 | 1628.80 |
| 119 | 1248.60 | 164 | 1637.00 |
| 120 | 1257.60 | 165 | 1645.20 |
| 121 | 1266.60 | 166 | 1653.40 |
| 122 | 1275.60 | 167 | 1661.60 |
| 123 | 1284.60 | 168 | 1669.80 |
| 124 | 1293.60 | 169 | 1677.80 |
| 125 | 1302.60 | 170 | 1685.80 |

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THIRD SCHEDULE—*continued*

TABLE FOR CALCULATING CAPITALISED VALUE OF FAMILY BENEFITS AND
UNPAID BALANCE OF ADVANCES APPROVED ON OR AFTER 2 JUNE 1978—
continued

| Number of Pay Periods for which Benefit Capitalised | Capitalised Value of Benefit | Number of Pay Periods for which Benefit Capitalised | Capitalised Value of Benefit |
|---|---------------------------------|---|---------------------------------|
| | \$ | | \$ |
| 171 | 1693.80 | 185 | 1804.40 |
| 172 | 1701.80 | 186 | 1812.20 |
| 173 | 1709.80 | 187 | 1819.80 |
| 174 | 1717.80 | 188 | 1827.40 |
| 175 | 1725.80 | 189 | 1835.00 |
| 176 | 1733.80 | 190 | 1842.60 |
| 177 | 1741.80 | 191 | 1850.20 |
| 178 | 1749.80 | 192 | 1857.80 |
| 179 | 1757.60 | 193 | 1865.40 |
| 180 | 1765.40 | 194 | 1873.00 |
| 181 | 1773.20 | 195 | 1880.40 |
| 182 | 1781.00 | 196 | 1887.80 |
| 183 | 1788.80 | 197 | 1895.20 |
| 184 | 1796.60 | | ” |