[As Reported from the Committee of the Whole]

House of Representatives, 12 October 1966

Words inserted by the Committee are shown with double rule before first line and after last line.

## Hon. Mr Allen

## GEOTHERMAL ENERGY AMENDMENT

#### **ANALYSIS**

Title
1. Short Title and commencement
2. Right of local authorities to use geothermal energy

3. Delegation of power to grantlicences

4. Rental payable for use of geothermal energy

## A BILL INTITULED

# An Act to amend the Geothermal Energy Act 1953

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

1. Short Title and commencement—(1) This Act may be cited as the Geothermal Energy Amendment Act 1966, and shall be read together with and deemed part of the Geothermal Energy Act 1953\* (hereinafter referred to as the 10 principal Act).

(2) This Act shall come into force on the first day of

December, nineteen hundred and sixty-six:

New

Provided that section 4 of this Act shall come into force on 15 the first day of January, nineteen hundred and sixty-eight.

2. Right of local authorities to use geothermal energy— The principal Act is hereby amended by inserting, after section 3, the following section:

\*1957 Reprint, Vol. 5, p. 637

No. 108-2

"3A. Where the Council of any borough or county is authorised by any Act to construct and operate any geothermal works, and for that purpose to do all or any of the following things, namely, sink any bore and tap, take, use, and apply geothermal energy, the Council shall be deemed to be the holder of a licence under this Act to sink bores and to tap, take, use, and apply geothermal energy to the extent so authorised."

3. Delegation of power to grant licences—The principal Act is hereby further amended by inserting, after section 9, 10 the following section:

"9A. (1) The Minister may, by notice in the Gazette, delegate to the Council of any borough or county his power

under section 9 of this Act to grant licences.

"(2) Subject to any general or special conditions contained 15 in the notice, the Council may exercise the delegated power in like manner and with the same effect as the Minister could himself have exercised or performed it.

"(3) Where the Council purports to act pursuant to any such delegation, it shall be presumed to be acting in accordance with the terms of the delegation in the absence of proof

to the contrary.

"(4) Every such delegation shall be revocable at will by

the Minister by notice in the Gazette.

 $^{\circ}(5)$  Until any such delegation is revoked it shall continue  $^{25}$ 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 effect as if made by the person for the time being holding office as Minister."

4. Rental payable for use of geothermal energy—The 30 principal Act is hereby further amended by repealing section 10, and substituting the following section:

"10. (1) The licensee under any licence to use geothermal energy and, where no licence has been granted, any person using or tapping geothermal energy shall each year pay to the Crown a rental of threepence for every complete one million British Thermal Units of heat used in any period of twelve consecutive months in excess of ten thousand million

of those units derived from goothermal energy.

"(2) The rental payable under this section shall be 40 recoverable from the licensee or, where there is no licensee, from the person using or tapping the geothermal energy as a debt due to the Crown, and shall be paid into the Public Account to the credit of the Consolidated Revenue Account.

"(3) For the purposes of this section the term 'person' includes any number of persons who by agreement share in using or tapping geothermal energy from one source, and every such person shall be jointly and severally liable to pay 5 the rental payable under this section."

New

(2) Regulation 14 of the Geothermal Energy Regulations 1961 is hereby consequentially revoked.