This Public Bill originated in the House of Repre-SENTATIVES, and, having this day passed as now printed, is transmitted to the Legislative Council for its concurrence.

House of Representatives,

14th February, 1933.

Right Hon. Mr. Coates.

SMALL FARMS (RELIEF OF UNEMPLOYMENT).

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A BILL INTITULED

- An Act to make Provision in Relief of Unemployment Title. for the Settlement of Approved Persons on Small
- 5 BE IT ENACTED by the General Assembly of New Zealand in Parliament assembled, and by the authority of the same, as follows:-

No. 69-2.

1. This Act may be cited as the Small Farms (Relief

Short Title.

Purpose of this Act.

of Unemployment) Act, 1932.

2. The purpose of this Act is to make provision for the settlement of approved persons on small areas of Crown lands set aside for the purpose and on other lands that are not being utilized to their full extent, and thereby to mitigate the distress resulting from unemployment.

Administration.

3. The Governor-General may appoint a member of the Executive Council (hereinafter in this Act referred 10 to as the Minister), who shall be charged with the general administration of this Act.

4. (1) For the purposes of this Act there shall be a Board, consisting of not less than three nor more than five persons, to be appointed by the Governor-General and to 15 hold office during his pleasure, of whom one shall be appointed as Chairman.

(2) In the absence of the Chairman from any meeting of the Board the members present shall select one of their number to be the Chairman for the purposes of that 20

meeting.

(3) At every meeting the Chairman shall have a deliberative vote, and in case of an equality of votes, shall also have a casting vote.

(4) At every meeting of the Board three members shall 25

form a quorum.

(5) In the absence from any meeting of the Board of any member being the Permanent Head of a Department of State, he may appoint an officer of his Department to attend such meeting in his stead. While any person 30 attends a meeting of the Board under this subsection he shall be deemed to be a member of the Board.

5. (1) For the purpose of assisting in the administration of this Act the Board may appoint such local committees as it thinks fit.

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(2) Every local committee shall consist of such number of members, not exceeding three, as the Board in its discretion determines.

(3) A Commissioner of Crown Lands shall be a member of every local committee, and shall be the 40 Chairman thereof. In the absence of the Commissioner from any meeting of a local committee he may appoint a suitable person as his deputy for the purposes of that meeting.

Governor-General to appoint Minister of Crown to have administration of this Act.

Constitution of Board to assist administration of this Act.

Local committees.

Functions of Board.

6. The Board shall endeavour to promote the settle- Board to ment of approved persons on areas of suitable Crown promote settlement of lands, on terms to be prescribed by the Governor-General Crown lands 5 in Council.

7. (1) Where, in the opinion of the Board, sufficient Private lands areas of unoccupied Crown lands are not available for the may be acquired for purposes purposes of this Act, the Board may make arrangements of this Act. for the acquisition by the Crown, by way of purchase or 10 by way of lease with the right of purchase, of suitable areas of private land, or for the resumption of suitable areas of Crown lands held under lease or license.

(2) Except by agreement with the owner or occupier, no land shall be acquired or resumed under this section 15 otherwise than in accordance with the provisions of section fourteen of this Act.

8. (1) All lands acquired or resumed under this Act Lands acquired shall be disposed of by way of lease on terms or resumed prescribed by this Act in that behalf, and on such to be disposed 20 other terms (if any) not inconsistent with this Act as of by way of lease with right may from time to time be prescribed by the Governor- of purchase to General in Council by regulations made under the approved persons. authority of this Act.

(2) The following classes of persons and no others shall 25 be qualified to receive leases of land under this section, namely:

> (a) Persons who for the time being are registered as unemployed for the purposes of the Unemployment Act, 1930:

> (b) Other persons with respect to whom the Board is satisfied that their settlement on the land would tend to reduce unemployment and who, in the opinion of the Board, are suitable for employment in rural occupations.

(3) Every lease granted under this section shall be for a term not exceeding ten years, and shall confer on the lessee a right (to be exercised during the currency of the lease) to acquire the fee-simple of the land comprised in the lease at any time after the expiration 40 of four years from the commencement of the term, at a price to be fixed in accordance with the following

provisions of this Act.

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Board may arrange for grant of lease from private owner to approved person as lessee.

9. (1) In lieu of arranging for the acquisition of any land by the Crown for the purposes of this Act, the Board may, with the approval of the Minister and subject to the provisions of section fourteen hereof as to appeals, arrange for a lease of any land to be granted direct to an approved person by the owner or other person having authority to grant such lease.

(2) Every such lease shall be granted subject to the same terms and conditions (including the right to acquire the fee-simple) as if the land had been acquired by the 10

Crown for the purposes of this Act.

(3) If for any reason the owner or other qualified person refuses or fails to execute a lease for the purposes of this section, such lease may, by direction of the Board, be executed by a Commissioner of Crown Lands for and 15 on behalf of the owner or other person as aforesaid.

(4) At any time after the expiration of four years from the commencement of the lease, but not later than six months after the expiration of the term of the lease, if the lessee has not exercised his right to acquire the 20 fee-simple, the land comprised in the lease may be acquired by the Crown on the same terms as those on which the lessee could have acquired the same.

Valuation of Land.

10. (1) Before any land is disposed of by way of lease 25 under this Act (whether such land is ordinary Crown land, or has been acquired by the Crown for the purposes of this Act, or is disposed of by the owner or other competent person direct to the lessee), the Board shall cause to be made a valuation of the land, showing separately:—

(a) The unimproved value of the land as at the date of the proposed lease; and

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(b) The value of any improvements on such land at that date.

(2) The valuations aforesaid may be fixed by agreement 35 between the owner or other prospective lessor and the Board, and in default of agreement shall be determined by the Board.

(3) The valuations made pursuant to this section shall be duly recorded in an office of the Department of Lands 40 and Survey, and certified copies thereof, signed by or on behalf of the Chairman of the Board, shall be delivered to the prospective lessor and the prospective lessee.

Valuation of land disposed of by lease under this Act.

(4) All references in this Act to the unimproved value of any land or to the value of improvements shall, unless the context otherwise requires, be deemed to be references to such values as ascertained in accordance with this 5 section.

11. (1) The annual rent payable under leases granted computation under this Act, whether such leases are of Crown lands, or of lands acquired by the Crown, or of other lands, shall 10 be fixed by the Board, and shall not in any case be less than five per centum of the unimproved value of the land as at the date of the lease or than two and one-half per centum of the capital value of such land at that date.

(2) For the purposes of this section the capital value 15 of any land shall be deemed to be the sum of the unimproved value thereof and the value of the improvements thereon as fixed in accordance with the last

preceding section.

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12. The rent payable during the first four years of the Payment of 20 term of any lease granted under or in accordance with rent to be this Act shall, in case of default by the lessee, be paid out the guaranteed by of the Unemployment Fund.

Unemployment Board for four vears.

Acquisition of Fee-simple.

13. (1) The price at which a lessee may acquire the Price at which 25 fee-simple of any lands disposed of by way of lease in lessee may accordance with this Act shall be determined in accord-fee-simple. ance with regulations, but shall not be less in any case than the aggregate of the amounts following:—

(a) The unimproved value of the land as at the date of the acquisition of the fee-simple; and

(b) The value of the lessor's interest in the improvements as at the date of the lease.

(2) For the purposes of this section the unimproved value of any land shall be determined in the manner 35 prescribed by section ten of this Act.

Special Provisions as to Disposal of Land that is not being adequately used.

14. (1) If with respect to any land suitable for Compulsory occupation under this Act the Board is of opinion that other dealing 40 such land, as to the whole or any part thereof, is not with land that being adequately used, it may, with the approval of is not being adequately

the Minister, give to the owner and, if the owner is not also the occupier, to the occupier notice to the following effect:—

(a) That it is intended to acquire such land, by purchase or lease, for the purposes of this

Act: or

(b) That it is intended to arrange for the disposal of such land, by way of lease under this Act, without the land being first acquired by the Crown; or

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(c) In the case of Crown land held under lease or license, that it is intended to resume possession of such land for the purpose of disposing of it

by lease under this Act.

(2) Within twenty-eight days after receipt of such 15 notice the owner, and, if the owner is not also the occupier, the occupier shall have a right of appeal to a Stipendiary Magistrate on either of the grounds following, namely:—

(a) That the land is being utilized for productive 20

purposes to a reasonable extent; or

(b) That in the event of the land to which the notice relates being taken, or resumed, or disposed of under this Act, the residue of the land in the occupation of the appellant would not be 25 sufficient for the reasonable requirements of himself and his family.

(3) After hearing the persons interested, the Magistrate shall give his decision and cause the same to be certified by the Clerk of the Magistrate's Court, who shall 30 forthwith transmit the same to the Board, and the Board shall give notice of the decision to the appellant.

(4) Any owner or occupier (being an appellant under subsection *two* hereof) may within fourteen days after the receipt by him of notification of the decision of the 35 Magistrate appeal therefrom to the Supreme Court.

Special as to Mortgaged Lands.

Special provisions as to mortgaged lands.

15. (1) Any land may be acquired or may be disposed of by way of lease under this Act, notwithstanding that it may be subject to a mortgage or may form part of a 40 larger area that is subject to a mortgage:

Provided that not less than twenty-eight days' notice of intention to acquire or to dispose of any land as aforesaid shall be given by the Board to the mortgagee or mortgagees, and any objections or representations made by a mortgagee shall be considered by the Board before

the land is acquired or disposed of as aforesaid.

(2) In any case to which the last preceding subsection 5 relates the mortgagee shall be deemed to have consented to the acquisition of the land and to its disposal by way of lease and to the terms of such lease. In the event of the mortgagor making default in the payment of interest under the mortgage, or, where there are two 10 or more mortgages, under the first mortgage, or in the repayment of principal, under such mortgage or first mortgage, as the case may be, the rent derived from any lease under this Act shall, on application made to the Board by the mortgagee, be applied in payment of such 15 interest or principal, and, where the lessee has acquired the fee-simple of the land comprised in a lease under this Act, the purchase-money shall in like manner be applied towards the repayment of any capital sums outstanding in respect of such mortgage. 20 acquisition by the Crown of the land comprised in any lease to which this section relates or on the acquisition of the fee-simple of such land by the lessee, the land shall be deemed to be released from every such mortgage as aforesaid.

25 Acquisition, &c., of Private Land as consideration for Improvements.

16. The Minister may enter into an agreement with Acquisition, the owner of any land that, as consideration for the &c., of private making of improvements on such land out of public consideration 30 moneys, such owner will, for the purposes of this Act, for improvements convey, transfer, or lease to the Crown or lease to an effected out approved person any portion of such land mentioned in of public moneys. such agreement.

Miscellaneous.

35 17. (1) This Act shall be in addition to and not This Act to be in substitution for the provisions of Part I of the in addition to Unemployment Amendment Act, 1932.

(2) Any moneys available for expenditure under the said Part I may be used for the purposes of this Act.

provisions of Part I of Unemployment Amendment Act, 1932,

Notices, how to be given.

Execution of leases.

Powers of inspection of lands disposed of under this Act.

Regulations.

18. Any notice required by this Act to be given to the owner or occupier of any land or to any mortgagee shall be given in writing, and may be delivered to him or to his attorney or agent, or be left at the usual or last known place of abode or business of such person, his attorney or agent, or be sent by post to such usual or last known place of abode or business.

19. The provisions of the Land Act, 1924, shall apply with respect to the execution of leases and other documents required for the purposes of this Act.

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20. The Field Inspectors and other officers of the Department of Lands and Survey shall, with respect to lands acquired or disposed of under this Act, have the same powers of entry and inspection as they have with respect to lands subject to the Land Act, 1924.

21. The Governor-General may from time to time, by Order in Council, make all such regulations as may be necessary for the purposes of giving full effect to the intent and purpose of this Act.