[AS REPORTED FROM THE COMMITTEE OF THE WHOLE.]

House of Representatives, 10th October, 1905.

Rt. Hon. R. J. Seddon.

WORKERS' DWELLINGS

ANALYSIS. Acquiring the freehold by insurance. When lessee entitled to certificate of title.

Title. 1. Short Title.

- 2. Interpretation.
- this Act. Minister may erect workers' dwellings. Cost
- of erection, &c. 5. Disposal of same by lease.
- 6. Application.

A BILL INTITULED

AN ACT to make Better Provision for the Erection of Workers' Title. Dwellings.

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

1. The Short Title of this Act is "The Workers' Dwellings Short Title. Act, 1905."

- 2. In this Act, if not inconsistent with the context,—
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"Lessee" includes the legal representatives of a deceased lessee:

"Minister" means the Minister of Labour: "Worker" means-any-adult-person-employed for-hire-or-reward in-manual or other work includes every person, male or female, who is employed in work of any kind or in manual labour, and who, at the time of his application, is not in receipt of more than one hundred and fifty-six pounds per annum :

"Workers' dwellings" includes land not exceeding one-half acre in the case of urban or one acre in the case of suburban allotments, and not exceeding five acres in the case of rural allotments, surrounding any dwelling, and all outbuildings and sanitary and drainage arrangements necessary for such dwelling.

3. (1.) The Governor may from time to time, by Order in Land may be set 25Council gazetted, set apart for the purposes of this Act any Crown apart for purposes

No. 118-2.

Interpretation.

12. Residence of owner necessary. 3. Land may be set apart for the purposes of 13. Restrictions on disposition of lease or freehold. 14. Management of workers' dwellings may be vested in local authority. 15. Thereupon the unpaid capital value to be deemed to be a loan. 16. Moneys received to go to Public Account. Qualifications.
Provisions as to leases.
Modes of acquiring the freehold. 17. Regulations. 18. Return to be laid before Parliament. 19. Repeal.

201

land or any land acquired under "The Land for Settlements Consolidation Act, 1900," whether within a proclaimed goldfield or not.

(2.) Paragraphs one and two of section thirteen of "The Land for Settlements Consolidation Act, 1900," are is hereby repealed; and paragraph two of the same ection is hereby amended by repealing the 5 words "ten acres" and "fifty acres," and substituting in lieu thereof respectively the words "four acres" and "twenty acres."

4. (1.) On any land so set apart the Minister may cause to be erected buildings suitable for workers' dwellings, or may convert any buildings into workers' dwellings; and may from time to time alter, 10 enlarge, repair, and improve such dwellings:

Provided that the cost of erection or construction shall not in the case of any worker's dwelling exceed *three* hundred pounds.

(2.) All costs incurred under this section shall be defrayed out of moneys appropriated by Parliament for that purpose in the case of 15 ordinary Crown lands, and out of moneys to the credit of the Land for Settlements Account in the case of lands acquired under "The Land for Settlements Consolidation Act, 1900."

5. Subject to the provisions of this Act, every worker's dwelling shall be disposed of by the Land Board *either on a weekly tenancy or* 20 by way of lease for a period of fifty years, with right of renewal, as hereinafter appears.

6. Every application for a worker's dwelling shall be in such form and shall contain such particulars as are prescribed by regulations, including in every case a statement that he desires 25 or does not desire to acquire the freehold of his worker's dwelling; and, if he does so desire, a further statement of the mode in which he desires to exercise such right.

7. Each applicant shall satisfy the Land Board that he is— (a.) A worker as herein defined; and

(b.) Landless (meaning thereby that at the date of his application he is not, either by himself or jointly with any other person, the owner in fee-simple, or the tenant or occupier under a lease for a term-whereof not less than two years are unexpired, of any land in New Zealand exceeding ene quarter 35 of an acre in the case of urban or suburban land, or exceeding fifty acres in area or a value of three hundred pounds in the case of rural land).

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New clause.

 7_{A} . Where the worker's dwelling is disposed of on a weekly 40 tenancy the rent shall be at the rate of five per centum per annum on the capital value of the worker's dwelling (including one per centum for depreciation), in addition to the cost of insuring the dwelling from fire at its full insurable value.

8. With respect to every lease under this Act the following pro- 45 visions shall apply:—

(a.) The payments under the lease shall be payable monthly in advance, and shall be at the rate of five per centum per annum on the capital value of the worker's dwelling (being four per centum for rent and one per centum for 50 depreciation), in addition to the cost of insuring the dwelling from fire at its full insurable value :

Minister may erect workers' dwellings.

Cost of erection, &c.

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Application.

Qualifications.

Rent.

Provisions as to leases.

Provided that where the lessee desires to acquire the freehold, and so states in his application, the rent shall be at such rate as is hereinafter mentioned.

(b.) Such capital value shall be fixed by the Minister, and shall cover the capital value of the land, the cost (if any) of its acquisition, the cost of survey, roading, subdivision, and other works and operations done on the land (including the cost of erection of the dwelling), the proper proportion of the value of so much of the land as is absorbed by roads or streets, and the estimated cost of administration.

(c.) The lease shall contain a provision that the lessee may at any time before the expiration of the term have a new lease for a further term of fifty years, containing the same covenants and provisions (including this present provision), at a rent to be fixed by valuation made by three independent persons, one to be appointed by the Minister, one by the lessee, and the third by the two persons so appointed.

(d.) The lease shall also contain such powers, conditions, and covenants as, subject to regulations, the Minister thinks fit to prescribe, including in every case a covenant to reside in the worker's dwelling and also a covenant to maintain and keep all buildings and erections in good order and condition to the satisfaction of the Land Board.

259. (1.) Every lessee of a worker's dwelling may acquire the Modes of acquiring freehold in fee-simple of his dwelling in such one of the following modes as he specifies in his application :---

the freehold.

Mode A. By payment in cash of the capital value thereof at any time not less than twenty-five years from the date of his lease, in which case the payments under the lease shall be at the rate of six five per centum per annum on the capital value of the worker's dwelling (being five four per centum for rent and one per centum for depreciation) in addition to the cost of insuring the dwelling from fire at its full insurable value; or

- Mode B. By payment of the capital value by monthly payments extending (at the option of the lessee) over a period of thirty-two years or forty-one years, in which case the payments under the lease shall be at the rate of seven per centum per annum on the capital value (being six per centum for rent and one per centum for depreciation) in addition to the cost of insurance as aforesaid; or
- Mode C. By an insurance on his life as provided by section ten hereof.

(2.) The monthly payments under Mode B shall be in addition 45 to the rent reserved by the lease, and shall be payable as rent. (3.) The amount of such monthly payments shall be computed as follows :-

- (a.) If the period is thirty-two years, then at the rate of two per centum per annum on the capital value of the worker's dwelling fixed as aforesaid; or
- (b.) If forty-one years, then at the rate of one and a half per centum per annum.

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Acquiring the freehold by insurance. 10. If the lessee desires to adopt Mode C the following provisions shall apply:—

(a.) He shall insure his life with the Government Insurance Commissioner for the amount of the capital value of the worker's dwelling.

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- (b.) Such insurance shall be for any term prescribed for Mode A or B at the end of which he desires to acquire the freehold, and shall be at such yearly premium as may be prescribed by the Government Insurance Commissioner so as to produce at the expiration of such term, or on his 10 death before such expiry, the amount insured.
- (c.) The premium so prescribed shall be regularly paid by the lessee, and the insurance policy shall be deposited with the Land Board.
- (d.) On the maturing of the policy the policy-moneys shall be 15 paid to the Board.

11. Whenever the full amount of the capital value as aforesaid is paid the lease shall (if the rent and other payments, if any, due under the lease have been paid, and the Land Board is satisfied that the conditions and covenants contained in the lease have been duly 20 observed and performed) determine, and the lessee shall be entitled to receive from the District Land Registrar a certificate of title (in the form prescribed by regulations under this Act) for his worker's dwelling.

12. The owner for the time being of a worker's dwelling shall 25 reside therein, and if he fails so to do the Minister may direct that the certificate of title shall be cancelled, and the District Land Registrar, on receipt of such direction, shall cancel such certificate accordingly, and the worker's dwelling shall thereupon revest in the Crown. 30

13. (1.) No disposition of the lease or freehold of any worker's dwelling shall be valid except with the consent of the Land Board.

(2.) The Land Board shall not arbitrarily or unreasonably refuse its consent, but, in giving or withholding such consent, shall be guided by the purpose and intention of this Act to provide and 35 protect homes for workers and their families.

(3.) For the purposes of this section "disposition" includes sale, assignment, lease, sub-lease, mortgage, or will.

14. (1.) The local authority within whose jurisdiction any workers' dwellings are situate may at any time by special order 40 declare its willingness to undertake the management and control of such workers' dwellings; and thereupon the Minister may, if he thinks fit, by notice in the *Gazette*, vest such management and control in the local authority, subject to the provisions of this Act.

(2.) The Minister may at any time thereafter (if satisfied that 45 the local authority is not properly managing such workers' dwellings) revoke such notice, and on the gazetting of such revocation the management and control of the workers' dwellings shall revest in the Land Board.

15. On the gazetting of any notice under the *last preceding* 50 section vesting the management and control of any workers' dwellings in a local authority, the capital value of such dwellings fixed as afore-

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said, or so much thereof as then remains unpaid by the lessees, shall be deemed to have been advanced to the local authority by the Colonial Treasurer under "The Local Bodies' Loans Act, 1901," and the provisions of that Act shall, *mutatis mutandis*, extend and apply 5 accordingly.

16. All moneys received under this Act shall be paid into the Moneys received to Public Account, and shall in the case of ordinary Crown lands go to Public Account. form part of the Consolidated Fund, and in the case of lands acquired under "The Land for Settlements Consolidation Act,

10 1900," be credited to the Land for Settlements Account.

17. The Governor may from time to time, by Order in Council Regulations. gazetted, make such regulations, not inconsistent with this Act, as may be necessary to the effectual carrying-out of this Act.

- 18. The Minister shall, within twenty thirty days after the com- Return to be laid 15 mencement of each session, lay before Parliament a statement for the preceding financial year showing—
 - (a.) The moneys expended during the preceding financial year in acquiring land under this Act, and in preparing the same for workers' dwellings, and in erecting such dwellings;
 - (b.) The number of dwellings erected, the total number of dwellings leased, and the number of dwellings leased under section *nine* hereof; and

New paragraph.

(c.) The rentals or other payments contracted for, the amount of such rentals and payments received, and the amount of arrears outstanding.

19. Section fifty of "The Land for Settlements Consolidation Repeal. Act, 1900," is hereby repealed.

By Authority: JOHN MACKAY, Government Printer, Wellington.-1905.

before Parliament.

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