

Mr. Connolly

DUNEDIN CITY EMPOWERING

[LOCAL BILL]

Title.	ANALYSIS
1. Short Title.	3. Advances to constitute a debt due by the Council.
2. Authorizing the Dunedin City Council to obtain temporary finance for purposes of land-development.	4. Advances to be excluded from computation of overdraft limits.

A BILL INTITULED

AN ACT to Confer Certain Borrowing-powers Upon the Dunedin City Council. Title.

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

1. This Act may be cited as the Dunedin City Empowering Act, 1949. Short Title.

2. Pending the raising of any loan pursuant to paragraph (b) of subsection one of section eighteen of the Municipal Corporations Amendment Act, 1948, the Council may from time to time for the purpose of making temporary provision to meet the cost of any scheme of land-development, including any scheme commenced prior to the passing of this Act, arrange with the Dunedin City Renewal Fund Commissioners to advance Authorizing the Dunedin City Council to obtain temporary finance for purposes of land-development.

such sums as the Council may require from time to time. The said Commissioners are hereby authorized to make such advances upon the following conditions, viz. :—

- (a) Any advance may be made for a term of not less than one year and not more than three years from the date of such advance: 5
- (b) A rate of interest not exceeding two and one-half per centum per annum shall be charged in respect of any advance:
- (c) The total sum advanced shall not at any time exceed the amount of any loan duly authorized for the purposes hereinbefore mentioned, less any sum for the time being actually raised by the Council out of such loan. 10

Advances to constitute a debt due by the Council.

3. All sums advanced by the said Commissioners pursuant to section *two* hereof shall constitute a debt due by the Council to the said Commissioners. The Council shall repay such advances on the due date thereof out of any one or more of the following sources—namely, (a) the general revenues of the city, (b) moneys accruing from the sale of lands being developed, and (c) any loan-moneys raised pursuant to the above-mentioned Act. 15 20

Advances to be excluded from computation of overdraft limits.

4. Advances received by the Council from the said Commissioners pursuant to the authority hereinbefore contained shall be excluded from the computation of the overdraft limit prescribed by section three of the Local Bodies' Finance Act, 1921–22. 25