

[AS REPORTED FROM THE COMMITTEE OF THE WHOLE]

House of Representatives, 23 August 1977

Words struck out are shown with black rule at beginning and after last line; words inserted are shown in roman underlined with a double rule.

Right Hon. Mr Muldoon

## TRUSTEE SAVINGS BANKS AMENDMENT

### ANALYSIS

Title	2. Interest on deposits
1. Short Title and commencement	3. Investment accounts and term deposits

### A BILL INTITULED

#### An Act to amend the Trustee Savings Banks Act 1948

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

1. **Short Title and commencement**—(1) This Act may be cited as the Trustee Savings Banks Amendment Act 1977, and shall be read together with and be deemed part of the Trustee Savings Banks Act 1948\* (hereinafter referred to as the principal Act).

(2) This Act shall be deemed to have come into force on the 29th day of July 1977.

#### 2. Interest on deposits—(1)

*Struck Out*

15 Section 22 of the principal Act is hereby amended by repealing subsections (2), (2A), and (3), and substituting the following subsection:

20 “(2) No interest shall be paid on any amount standing to the credit of any depositor in excess of \$60,000, or such higher amount as may be fixed from time to time by the Governor-General by Order in Council, in respect of any one Farm Ownership Account (as defined in section 2 (1) of the Farm Ownership Savings Act 1974).”

25 Section 22 of the principal Act is hereby amended by repealing subsections (2), (2A), and (3).

\*Reprinted 1973, Vol. 2, p. 1663  
Amendments: 1975, No 23; 1976, No. 27

(2) The following enactments are hereby consequentially repealed:

- (a) Section 7 (1) of the Trustee Savings Banks Amendment Act 1964:
- (b) Section 9 (1) and (2) of the Trustee Savings Banks Amendment Act 1972: 5
- (c) Section 18 of the Farm Ownership Savings Act 1974.

**3. Investment accounts and term deposits**—(1) The principal Act is hereby further amended by repealing section 36B, and substituting the following section: 10

“36B. (1) The Board may receive investments by way of deposits in—

- “(a) Investment accounts, being deposit accounts where deposits are for a specified term of not less than 30 days and in respect of which a lower rate of interest is payable on money withdrawn before the expiry of the specified term: 15

“(b) Term deposits, being deposit accounts where the fixed term of the deposit is not less than 30 days.

“(2) Nothing in section 22 (5) and (6) of this Act shall apply in respect of money deposited in an investment account or on a term deposit.” 20

(2) The following enactments are hereby consequentially repealed:

- (a) Section 4 of the Trustee Savings Banks Amendment Act 1957: 25
- (b) Section 14 (3) (b) of the Reserve Bank of New Zealand Amendment Act 1973:
- (c) Section 5 of the Trustee Savings Banks Amendment Act 1975. 30