

## LOAN ACT.

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Act No. 40, 1937.

**George VI,**  
**No. 40, 1937.**  
— An Act to authorise the raising of a Loan for Public Works and Services; and for other purposes. [Assented to, 23rd December, 1937.]

**B**E it enacted by the King's Most Excellent Majesty, by and with the advice and consent of the Legislative Council and Legislative Assembly of New South Wales in Parliament assembled, and by the authority of the same, as follows :—

- Short title.**      **1.** This Act may be cited as the “ Loan Act, 1937.”
- Definitions.**    **2.** In this Act the expression “ Agreement ” means the agreement set out in the Schedule to the Financial Agreement Ratification Act, 1928; “ Loan Service ” has  
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the meaning given to it in the Audit Act, 1902; <sup>No. 40, 1937.</sup>  
 "Treasurer" means the Colonial Treasurer for the time  
 being; and "Stock" means Inscribed or Funded Stock.

3. The Governor may, in accordance with and in the manner provided in the Agreement raise such sums of money, not exceeding in the whole the amount of eight million seven hundred and eighty-six thousand two hundred and eighty-seven pounds, as are respectively set against the following Public Works and Services, that is to say :—

MINISTER FOR PUBLIC HEALTH—

Subsidised Hospitals—New Buildings, Improvements and Additions—further sum	...	...	...	...	£300,000	0	0
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CHIEF SECRETARY—

To provide for Construction of a Fish Hatchery	...	...	...	...	1,000	0	0
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TREASURER—

Newnes Shale Oil Undertaking—Loan to National Oil Proprietary Ltd. to assist in the development of the Undertaking	...	...	...	...	50,000	0	0
Erskineville Housing Scheme	...	...	...	...	50,000	0	0
Royal Agricultural Society of New South Wales—Erection of Commemorative Pavilions	...	...	...	...	175,000	0	0
Government Printer—Purchase of New Machinery and Plant—further sum	...	...	...	...	13,000	0	0

DEPARTMENT OF RAILWAYS—

Railways—

Rolling Stock, to meet additional Traffic Requirements, including Equipment of New Lines; Additions to Railway Lines, Stations, and Buildings, and for other purposes; and towards Equipment of Refreshment Rooms	...	...	...	...	1,500,000	0	0
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Railway Construction—

Sutherland to Cronulla Railway—further sum	...	...	...	...	166,000	0	0
Sandy Hollow to Maryvale and Reconditioning of Existing Line, Muswellbrook to Sandy Hollow—further sum	...	...	...	...	500,000	0	0
Carried forward	...	...	...	...	£2,755,000	0	0

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Brought forward    ...    ...    ...    ...    £2,755,000    0    0

**DEPARTMENT OF RAILWAYS—continued.**

**Railway Construction—continued.**

Bungendore to Captain's Flat Railway	...	...	192,400	0	0
Gwabegar-Pilliga Railway	...	...	100,000	0	0
City Electric Railway	...	...	100,000	0	0
City and Suburban Railways and Railways	...	...	350,000	0	0
Generally—Land Resumptions and Costs	...	...			

**DEPARTMENT OF ROAD TRANSPORT AND TRAMWAYS—**

**Tramway Services—**

Additions to Tramway Lines—further sum	...	...	30,500	0	0
Erection of Administrative Buildings	...	...	152,600	0	0

**Trolley Bus Services—**

Installation of Trolley Bus Services—Rolling Stock, Buildings, Electrical Way, etc.	...	...	115,000	0	0
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**Motor Omnibus Services—**

Purchase of Omnibuses and Equipment—further sum			276,057	0	0
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**MAIN ROADS DEPARTMENT—**

Country Main Roads Fund—Construction and Reconstruction of Country Main Roads—further sum	...	...	20,841	0	0
Developmental Roads Fund—Construction of Developmental Roads—further sum	...	...	100,000	0	0

**SECRETARY FOR LANDS—**

**Miscellaneous—**

National Park Trust—Erection of Boat Shed and Acquisition of Boats	...	...	5,000	0	0
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**DEPARTMENT OF WORKS AND LOCAL GOVERNMENT—**

**Harbours and Rivers—**

Newcastle Harbour Improvements, including Wharfage, Shipping, Dredging, and other Plant—further sum	...	...	18,000	0	0
Port Kembla Harbour Improvements—further sum	...	...	48,000	0	0
Coff's Harbour Improvements, Jetty Extension, etc.—further sum	...	...	34,300	0	0
Hastings River Improvements—further sum	...	...	10,200	0	0
Macleay River Improvements—further sum	...	...	7,200	0	0

**Water Supplies—**

Country Towns Water Supplies—further sum	...	...	20,000	0	0
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Carried forward	...	...	£4,335,098	0	0
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Brought forward ... .. £4,335,098 0 0

DEPARTMENT OF WORKS AND LOCAL GOVERNMENT—*continued.*

Sewerage Construction—

Country Towns Sewerage and Stormwater Channels—  
further sum ... .. 44,000 0 0

Public Buildings—

Mental Hospitals—New Buildings, Improvements and  
Additions—further sum ... .. 13,000 0 0

National Library, Additions—further sum ... .. 20,000 0 0

Caves Houses and Tourist Resorts—further sum ... .. 4,200 0 0

Public Buildings Generally—Construction Additions,  
Improvements, and Acquisition of Sites—further  
sum ... .. 20,000 0 0

Child Welfare—Purchase and Erection of Buildings,  
and Additions to Buildings for Acquirement of  
Sites ... .. 50,000 0 0

Electrical—

Hydro Electric Schemes—further sum ... .. 104,400 0 0

Port Kembla Power Station and Transmission System  
Augmentation—further sum ... .. 65,000 0 0

Miscellaneous—

Grain Elevators—Towards Construction of Grain  
Silos and Permanent Working Houses ... .. 100,000 0 0

River Murray Commission—Part Cost of Works to  
be carried out under the Act and Hydro Electric  
Development—further sum ... .. 87,300 0 0

Special Expenditure—

Roads and Bridges—further sum ... .. 662,300 0 0

Harbours and Rivers—further sum ... .. 558,000 0 0

Stormwater Drainage Works—further sum ... .. 127,400 0 0

Miscellaneous Minor Works—further sum ... .. 127,000 0 0

To provide for Roads of Access and Bridges and Develop-  
ment of Tourist Traffic in Shires and Municipalities—  
further sum ... .. 812,000 0 0

To provide for the Construction of Drainage Works and  
Stormwater Channels in Shires and Municipalities—  
further sum ... .. 190,300 0 0

To provide for the Construction of Water and Sewerage  
Works in Shires and Municipalities—further sum ... .. 68,600 0 0

To provide for Improvement and Embellishment of Public  
Reserves and Places of Public Recreation or Resort  
in Shires and Municipalities—further sum ... .. 85,500 0

Carried forward ... .. £7,474,098 0

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Brought forward	...	...	...	...	£7,474,098	0	0
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## DEPARTMENT OF WORKS AND LOCAL GOVERNMENT—*continued*.

To provide for Miscellaneous Works to be carried out by Shires and Municipalities—further sum	...	...	...	...	562,800	0	0
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### Hunter District Water Supply and Sewerage Board—

#### Water Supply—

Amplification of Supply—Development of Stockton-Raymond Terrace Sandbeds—Water Reserves—Sandbeds Units comprising Tube Wells, Suction Pipe Line and Pumping Plant and part of Delivery Pipe Line—further sum	...	...	...	...	34,735	0	0
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Amplification—Extension of Reticulation Improvements and other Works—further sum	...	...	...	...	71,131	0	0
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#### Sewerage—

Extension and Reticulation Improvements and other Works—further sum	...	...	...	...	26,267	0	0
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Stormwater Drainage—further sum	...	...	...	...	1,816	0	0
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### Maritime Services Board of New South Wales—

Sydney Harbour Section—Towards construction of Works Generally and for the Improvement of the Port	...	...	...	...	56,000	0	0
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To provide for construction of new Pilot Steamer "Captain Cook"—further sum	...	...	...	...	27,500	0	0
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## CHILD WELFARE DEPARTMENT—

Purchase of King Edward Home, Newcastle	...	...	...	...	2,200	0	0
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## DEPARTMENT OF AGRICULTURE—MISCELLANEOUS—

For Promotion of Agriculture—Agricultural Colleges, Experiment Farms, etc., including Purchase of Land, Buildings, etc.—further sum	...	...	...	...	8,000	0	0
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Glenfield Veterinary Research Station—Buildings and Improvements—further sum	...	...	...	...	3,000	0	0
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Rice Research Station—Murrumbidgee Irrigation Area—Purchase of Land—further sum	...	...	...	...	1,000	0	0
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Public Watering Places in the Western Division of the State—further sum	...	...	...	...	6,000	0	0
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Carried forward	...	...	...	...	£8,274,547	0	0
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Brought forward ... .. £8,274,547 0 0

**WATER CONSERVATION AND IRRIGATION COMMISSION—**

To provide for the Construction of Burrinjuck Dam Developmental Works, including Factories, Plant and Subsidiary Works; payment of tenant rights; Deferred Rents and Water Rates, Murrumbidgee Irrigation Areas, and Advances to Individual Settlers, or Organisations of Settlers (to be subsequently re-paid), on Irrigation Areas generally—further sum ... ..	100,000 0 0
Shallow boring—To provide Water Supplies for Settlers—further sum ... ..	30,000 0 0
Wentworth Irrigation Area—Extension, including additional Pumping Plant—further sum ... ..	1,200 0 0
Coomealla Irrigation Area—Additional Works—further sum ... ..	30,000 0 0
Hay Irrigation Area—Additional Pumping Plant—further sum ... ..	540 0 0
Works under the Water Act No. 44, 1912—further sum...	250,000 0 0
To provide for the Construction of a Storage Reservoir on the Namoi River at Keepit, and for Works incidental thereto ... ..	100,000 0 0

**Total Loan Estimates £8,786,287 0 0**

**4.** (1) The Loans so authorised as aforesaid may be negotiated wholly or in part in the form of Debentures or Stock in New South Wales or in London at such times and for such amounts and for such periods as may be arranged in pursuance of the Agreement and subject thereto as may be directed by the Governor, and shall be secured upon the Consolidated Revenue Fund.

(2) Notwithstanding the provisions of any other Act, the Loans so authorised may be raised at a rate of interest exceeding four pounds per centum per annum.

**5.** In respect of any Stock issued in London under the provisions of this Act, the Governor may make regulations, not being inconsistent with the provisions of the Inscribed Stock Act, 1902, for carrying this Act into effect; and such regulations shall be published in the Gazette and laid before Parliament within fourteen days of the publication thereof, if Parliament be then sitting

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sitting, and if Parliament be not sitting, then within fourteen days of the commencement of the next session thereof.

Issue of  
Treasury  
Bills and  
currency.

**6.** Pending the issue of Debentures or Stock under the authority of this Act, the Governor may, by the issue of Treasury Bills secured upon the Consolidated Revenue Fund, raise such sums of money not exceeding in the whole the amount of moneys authorised to be raised under this Act. Such Treasury Bills shall have such currency, not exceeding five years, as the Governor may direct.

Charging of  
principal  
moneys and  
interest.

**7.** The principal moneys for which such Treasury Bills may be made out shall be chargeable on and payable out of the General Loan Account on the maturing of such Bills. The interest on such Treasury Bills shall be chargeable on and payable out of the Consolidated Revenue Fund.

Application  
of provisions  
of Treasury  
Bills Act,  
1902, and  
Treasury  
Bills and  
Debentures  
(Signatures)  
Act, 1920.

**8.** The provisions of the Treasury Bills Act, 1902, and the Treasury Bills and Debentures (Signatures) Act, 1920, relating to the making out, signing, numbering, dating, and to the amounts of the Treasury Bills authorised to be issued, and to the cancellation of defaced Treasury Bills and the issue of new Bills in lieu of such Bills and also of such Bills as are lost, burned, or otherwise destroyed, and to the cancellation of discharged Bills, shall apply to Treasury Bills issued under this Act.

Sums  
borrowed,  
how to be  
accounted  
for and  
appropri-  
ated.

**9.** All moneys borrowed under this Act shall be paid to the Treasurer, and shall be by him carried to and form part of the General Loan Account, and be appropriated and applied, as required, to the works and services hereinbefore specified, or to any other duly authorised Loan Service, in terms of the Audit Act, 1902.

Power to  
trustees and  
others to  
invest in  
Debentures  
or Stock.

**10.** Debentures, Stock, or Treasury Bills sold or issued under this Act are hereby declared to be for all purposes Government Securities; and all corporations and other persons whatsoever shall have power to invest in the purchases of such Debentures, Stock, and Treasury Bills any property held by them, whether as trustees or otherwise, which they are not expressly forbidden to invest in Government Stock or Securities, without on  
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that account being liable for a breach of trust and without incurring any liability whatsoever, provided that such investment is in other respects reasonable and proper. No. 40, 1937.

**11.** (1) Notwithstanding the foregoing provisions of this Act or the provisions of any other Act but subject to the said Agreement the loans authorised by this Act may be negotiated or raised wholly or in part in the form of Debentures or Stock in such country or cities as the Governor may direct, and may be negotiated and raised in any currency. Raising of loans elsewhere than in London.

(2) The Governor in connection with the negotiations or raising of the loans so authorised may by regulations direct that a special Sinking Fund should be established and that the payments to such fund shall be invested and applied towards the liquidation of such loans in the manner prescribed by the regulation. Sinking Fund.

(3) Any payment to such Sinking Fund shall be chargeable on and payable out of the Consolidated Revenue Fund.

(4) The Governor may make regulations under the Inscribed Stock (Issue and Renewals) Act, 1912, as amended by subsequent Acts, to give effect to this section.

**12.** Nothing in this Act shall be construed in derogation of any provision of the said Agreement. Financial Agreement.