

Bill No. 66 of 1946.

A BILL TO AMEND THE CO-OPERATIVE MARKETING
ASSOCIATIONS GUARANTEE ACT

NOTE.

Section 1 (a) of this Bill is made necessary by the proposed enactment of *The Co-operative Associations Act, 1946*, which combines into one Act, three Acts, namely; *The Co-operative Associations Act*, *The Co-operative Marketing Associations Act* and *The Co-operative Activities Supervision Act*.

The new subsection (1a) added to section 2 of the Act extends the authority of the Lieutenant Governor in Council to the guarantee of borrowings by a co-operative association having as its principal object the supplying of electrical energy and power to its members when the borrowings are for the purpose set out in the subsection. The provisos to the subsection are, except (a), identical with the provisos now in the Act with respect to the guarantee of the borrowings by marketing associations.

W. S. GRAY,
Legislative Counsel.

(This note does not form any part of the Bill but is offered in explanation of its provisions.)

BILL

No. 66 of 1946.

An Act to amend The Co-operative Marketing Associations Guarantee Act.

(Assented to , 1946.)

HIS MAJESTY, by and with the advice and consent of the Legislative Assembly of the Province of Alberta, enacts as follows:

1. *The Co-operative Marketing Associations Guarantee Act*, being chapter 252 of the Revised Statutes of Alberta, 1942, is hereby amended as to section 2,—

- (a) by adding immediately after the words “any association incorporated”, where the same occur in the fourth line of subsection (1) thereof, the words “under *The Co-operative Associations Act, 1946*, having as its principal objects the marketing of agricultural products or fish on a non-profit basis and objects necessarily incidental thereto, or”;
- (b) by striking out the word “Act”, where the same occurs in paragraph (d) of subsection (1) thereof, and by substituting therefor the word “subsection”;
- (c) by striking out the word “one” where the same occurs in paragraph (d) of subsection (1) thereof, and by substituting therefor the word “two”;
- (d) by adding immediately after subsection (1) thereof the following new subsection;

“(1a) The Lieutenant Governor in Council may from time to time authorize the Provincial Treasurer to guarantee on behalf of the Province the due payment of any sum borrowed by any association incorporated under *The Co-operative Associations Act, 1946*, having as its principal object the supplying of electrical energy or power to its members for the purpose of acquiring, constructing, maintaining, operating and administering works necessary for the transmission and distribution of electrical energy, together with interest thereon and may authorize the Provincial Treasurer on behalf of the Province to execute any instrument for that purpose.

“Provided always that,—

- “(a) the association has first paid at least fifteen per cent of the amount of any capital expenditure proposed to be made by the association in carrying out its objects;

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- “(b) the period for the repayment of the borrowing shall not exceed twenty years;
- “(c) the association shall make provision satisfactory to the Provincial Treasurer for a sinking fund adequate for the purpose of paying off the guaranteed loan and interest as and when it becomes due;
- “(d) the total amount of the liability of the Province as a guarantor under this subsection shall not exceed the sum of one million dollars.”

2. This Act shall come into force on the day upon which it is assented to.

**THIRD SESSION
TENTH LEGISLATURE
10 GEORGE VI
1946**

BILL

**An Act to amend The Co-operative
Marketing Associations Guarantee
Act.**

Received and read the

First time.....

Second time.....

Third time.....

HON. MR. GERHART.

**EDMONTON:
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