

No. 56

2nd Session, 13th Legislature, Alberta
4 Elizabeth II, 1956

BILL 56

A Bill to amend The Rural Electrification Revolving
Fund Act

HON. MR. REIERSON

EDMONTON, ALBERTA
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1956

Explanatory Note

2. Section 13, subsection (1), clause (d) reads at present as follows:

"13. (1) Where an association

"(d) has received from each member at least one hundred and fifty dollars to meet the cost of constructing the works required to supply the member with electricity."

The amendment will reduce the required down payment of members to \$100.00.

3. Corrects a reference to a Form.

4. This amendment will permit more flexibility in dealing with refunds credited to members who are indebted to the association. Subsection (2) of section 19 presently reads:

"(2) Where a lien note of a member is held by the association, that member's share of the refund shall be credited as a payment on the last mentioned instalment or instalments, as the case may be, set out in his lien note."

5. (a) Subsection (1) of section 25 presently reads:

"25. (1) Notwithstanding Part I, loans may be made to associations from the fund in accordance with the requirements of this Part."

This amendment is intended to remove the requirement that loans under this Part of the Act bear interest and be for a period no longer than five years.

(b) Subsection (2) at present reads as follows:

"(2) Loans authorized under this section shall be in addition to and not in substitution for loans under Part I."

(c) Subsection (3) now reads:

"(3) A loan under this Part shall not be for any period in excess of five years."

BILL

No. 56 of 1956

An Act to amend The Rural Electrification Revolving
Fund Act

(Assented to _____, 1956)

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

PART I

1. *The Rural Electrification Revolving Fund Act*, being chapter 101 of the Statutes of Alberta, 1953, is hereby amended.

2. Section 13, subsection (1), clause (d) is amended by striking out the words "and fifty".

3. Section 17, subsection (2) is amended by striking out the letter "B" and by substituting the letter "C".

4. Section 19 is amended by striking out subsection (2) and by substituting the following:

"(2) Where a lien note of a member is held by the association, that member's share of the refund shall be credited as a payment on the total outstanding balance of the amount owing by him to the association."

5. Section 25 is amended

(a) by striking out subsection (1) and by substituting the following:

"**25.** (1) Notwithstanding Part I, loans not bearing interest may be made to associations from the fund in accordance with the requirements of this Part."

(b) by adding immediately at the end of subsection (2) the words "or under *The Rural Electrification Long Term Financing Act*, as the case may be",

(c) by striking out subsection (3).

6. Subsection (1) of section 26 reads at present as follows:

"26. (1) Where an application by an association for a loan under Part I, has been approved, and, in the opinion of the Alberta Power Commission, an additional loan would materially assist the extension of the electrification service that is to be provided by the association, the Alberta Power Commission may recommend that a loan under this Part be made to the association."

The amendment will make reference to the new The Rural Electrification Long Term Financing Act and enable loans under this Part to be made to associations borrowing under that Act.

7. This amendment will enable the Lieutenant Governor in Council to make previous loans under Part II of the Act interest free as well as enabling them to be extended beyond five years, as now provided in the loan agreements already made.

Part II relates the amendments to the revision and consolidation.

6. Section 26, subsection (1) is amended by adding immediately after the word and letter "Part I" the words "or under *The Rural Electrification Long Term Financing Act*".

7. The following section is added immediately after section 27:

"27a. (1) Where in any agreement for a loan heretofore made pursuant to this Part it was stipulated that interest be paid on such loan or that the principal of the loan be repaid within a five-year period, or both, the Lieutenant Governor in Council by order may vary the terms of any such agreement for a loan by revoking the stipulations respecting interest and by extending the period of the loan to such greater or lesser period as may be prescribed in the order.

"(2) A variation pursuant to this section of the terms and conditions of any agreement does not affect any other term or condition of the agreement."

PART II

8. *The Rural Electrification Revolving Fund Act*, being chapter 291 of the Revised Statutes of Alberta, 1955, is hereby amended.

9. Section 13, subsection (1), clause (c) is amended by striking out the words "and fifty".

10. Section 17, subsection (2) is amended by striking out the letter "B" and by substituting the letter "C".

11. Section 19 is amended by striking out subsection (2) and by substituting the following:

"(2) Where a lien note of a member is held by the association, that member's share of the refund shall be credited as a payment on the total outstanding balance of the amount owing by him to the association."

12. Section 25 is amended

(a) by striking out subsection (1) and by substituting the following:

"25. (1) Notwithstanding Part I, loans not bearing interest may be made to associations from the fund in accordance with the requirements of this Part."

- (b) by adding immediately at the end of subsection (2) the words "or under *The Rural Electrification Long Term Financing Act*, as the case may be",
- (c) by striking out subsection (3).

13. Section 26, subsection (1) is amended by adding immediately after the word and letter "Part I" the words "or under *The Rural Electrification Long Term Financing Act*".

14. The following section is added immediately after section 27:

"**27a.** (1) Where in any agreement for a loan heretofore made pursuant to this Part it was stipulated that interest be paid on such loan or that the principal of the loan be repaid within a five-year period, or both, the Lieutenant Governor in Council by order may vary the terms of any such agreement for a loan by revoking the stipulations respecting interest and by extending the period of the loan to such greater or lesser period as may be prescribed in the order.

"(2) A variation pursuant to this section of the terms and conditions of any agreement does not affect any other term or condition of the agreement."

15. Part I and this section come into force on the day this Act is assented to, and Part II, except this section, comes into force and Part I is repealed on the day the Revised Statutes of Alberta, 1955, come into force.

SECOND SESSION
THIRTEENTH LEGISLATURE
4 ELIZABETH II
1956

BILL

An Act to amend The Rural
Electrification Revolving
Fund Act

Received and read the

First time.....

Second time.....

Third time.....

HON. MR. REIERSON
