

Bill No. 74 of 1937.

A BILL TO AMEND AND CONSOLIDATE THE LOCAL
AUTHORITIES' BORROWINGS GUARANTEE ACT.

NOTE.

This Bill amends and consolidates *The Local Authorities' Borrowings Guarantee Act*.

It empowers the Government to guarantee loans made between the thirty-first day of March, 1937, and the first day of April, 1938, to any municipal district or improvement district or any school district which collects its own taxes, on the security of uncollected current taxes, for the purpose of meeting current expenditures and in the case of a municipal district or improvement district to make possible the payment of requisitions of school districts and school divisions.

The Government is empowered to make loans out of the General Revenue Fund in cases where it is empowered under the Act to guarantee. The limit of any loan whether a guaranteed or direct loan is the amount of the current taxes outstanding at the time that the loan is made.

Provision is made for the submission of a return to the Assembly as to any such guarantees or loans.

R. ANDREW SMITH,
Legislative Counsel.

(This note does not form any part of the Bill and is offered merely as a partial explanation of some of its provisions.)

BILL

No. 74 of 1937.

An Act to amend and consolidate The Local Authorities' Borrowings Guarantee Act.

(Assented to , 1937.)

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

1. This Act may be cited as "*The Local Authorities' Borrowings Guarantee Act, 1937.*"

2. The Lieutenant Governor in Council may from time to time during the fiscal year ending on the thirty-first day of March, 1938, authorize the Provincial Treasurer,—

- (a) to guarantee on behalf of the Province the repayment of any loan made by any chartered bank at any time between the thirty-first day of March, 1937, and the first day of April, 1938, to any municipal district or improvement district, or any school district which collects its own taxes, on the security of the uncollected current taxes of the municipal district, improvement district or school district, as the case may be, for any or all of the following purposes, namely:
 - (i) for the purpose of meeting the expenditures of a municipal district or improvement district;
 - (ii) for the purpose of meeting the expenditures of a school district; and
 - (iii) for the purpose of enabling the municipal district or improvement district to pay the requisitions of any school district or school division within the municipal district or improvement district, or any sum which a municipal district or improvement district is liable to pay to a municipal hospital board or to the board of any hospital for the hospitalization of residents of the municipal district or improvement district;
- (b) to prescribe as to the nature, extent and form of any guarantee to be so given;
- (c) to lend out of the General Revenue Fund such sums as may be thought proper to any municipal district or improvement district, or any school district which collects its own taxes, on the security of the un-

collected current taxes of the district, upon such terms as may be thought proper, in any case in which a loan might have been guaranteed under the provisions of this Act.

3. In no case shall the amount of any borrowing so guaranteed or of any loan made pursuant to this Act, or the aggregate amount of all such borrowings by any such loan to a district, exceed the amount of the taxes levied by the district in the year in which the guarantee is given which are uncollected at the time the guarantee is given.

4. Within fifteen days of the commencement of the first Session of the Legislature held in the years 1935, 1936, 1937 and 1938, the Provincial Treasurer shall make a return to the Legislature setting out all guarantees given or loans made in pursuance of this Act in the interval between the coming into force of this Act until the first day of January, 1935, or between the thirty-first day of December, 1934, and the first day of April, 1935, or between the thirty-first day of March, 1935 and the first day of April, 1936, or between the thirty-first day of March, 1936 and the first day of April, 1937, as the case may be.

5. *The Local Authorities' Borrowings Guarantee Act*, being chapter 56 of the Statutes of Alberta, 1934, is hereby repealed.

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

No. 74.

THIRD SESSION
EIGHTH LEGISLATURE
1 GEORGE VI
1937

BILL

An Act to amend and consolidate The
Local Authorities' Borrowings
Guarantee Act.

Received and read the

First time.....

Second time.....

Third time.....

HON. MR. MAYNARD.

EDMONTON:
A Shnitka, King's Printer
1937