



KING ISLAND SHIPPING SERVICE (LOAN AGREEMENT)

No. 15 of 1974

ANALYSIS

1. Short title.
2. Loan Agreement with Commonwealth.
3. Obligations of Transport Commission.



AN ACT to facilitate the carrying into effect of an agreement between the Commonwealth and the State relating to the provision of financial assistance by the Commonwealth in connection with the acquisition of a vessel to operate a shipping service between King Island and other places in this State or the State of Victoria.

[16 May 1974]

BE it enacted by His Excellency the Governor of Tasmania, by and with the advice and consent of the Legislative Council and House of Assembly, in Parliament assembled, as follows:—

1 This Act may be cited as the *King Island Shipping Service* Short title.
(Loan Agreement) Act 1974.

Loan Agreement
with
Commonwealth.

2—(1) This Act has effect on the entering into of an agreement between the Commonwealth and the State providing for the lending to the State by the Commonwealth of a sum of money, not exceeding \$1 415 000, required for or in connection with the acquisition of the motor vessel "Straitsman" and its operation between King Island and other places in the State or the State of Victoria, being an agreement that provides—

- (a) for the repayment of the loan over a period of 15 years in 30 equal six-monthly instalments; and
- (b) for the payment of interest on the amount of the loan not for the time being repaid at the rate of yield to maturity of the loan of the longer or longest term of the last loan raised by the Commonwealth in Australia for public subscription before the date upon which the loan was made to the State under the agreement.

(2) The Treasurer may borrow from the Commonwealth the moneys provided for in the agreement referred to in subsection (1) and may repay to the Commonwealth such sums as may from time to time be required or permitted to be repaid by virtue of the operation of the agreement, and may do such other things as may be necessary to give effect to the agreement.

Obligations
of Transport
Commission.

3—(1) Subject to the terms of the agreement referred to in section 2 (1), on a requisition by the Transport Commission, the Treasurer shall pay to the Transport Commission, out of the moneys borrowed under that agreement, such moneys as the Commission may require for the acquisition of the vessel referred to in section 2 (1) or for the other purposes so referred to, and the Commission shall apply those moneys for the purposes for which they are paid to it.

(2) On being required to do so by the Treasurer the Transport Commission shall pay to him such sums as he may require in order to meet the sums paid or required to be paid by him to the Commonwealth pursuant to section 2 (2).