

NATIONAL ASSEMBLY
Thirty-second Legislature, fourth session

1983, chapter 7

AN ACT TO AMEND THE ACT TO PROMOTE FARM IMPROVEMENT

Bill 112

Introduced by Mr Jean Garon, Minister of Agriculture, Fisheries and Food

First reading: 8 March 1983

Second reading: 20 April 1983

Third reading: 25 May 1983

Assented to: 26 May 1983

Coming into force: by proclamation of the Government

— 8 June 1983: ss. 1 to 6
G. O., 1983, Part 2, p. 2296

Act amended:

Act to promote farm improvement (R.S.Q., chapter A-18)





CHAPTER 7

An Act to amend the Act to promote
farm improvement

[Assented to 26 May 1983]

THE PARLIAMENT OF QUÉBEC ENACTS AS FOLLOWS:

c. A-18, s. 3,
am.

1. Section 3 of the Act to promote farm improvement (R.S.Q., chapter A-18) is amended by replacing the first and second paragraphs by the following paragraphs:

Maximum
amount

“3. Any bank or credit union may grant to any borrower, for one or more of the purposes mentioned in section 7, a loan which must in no case exceed \$200,000.

More than
one loan

The same borrower may obtain more than one loan provided that the amount of the last loan he obtains, added to the balance owing by him in principal, by succession or otherwise and determined in the manner provided in section 5, on any other loan, does not exceed \$200,000.”

c. A-18, s. 5,
replaced, ss.
5.1, 5.2,
added

Total
amount
owing

2. Section 5 of the said Act is replaced by the following sections:

“5. The total amount owing by a borrower under this Act must at no time exceed \$200,000 in principal, except where the excess is the result of debts devolved to him by succession subsequently to the last loan contracted by him that he has not repaid in full.

Farmers and
aspiring
farmers

“5.1 Where the borrower is a farmer or an aspiring farmer, the maximum amount of \$200,000 contemplated in section 5 is established by taking into account

(1) the balance owing by him personally on any other loan he has obtained or of which he has assumed payment; and

(2) his relative share in the balance of any other loan he has obtained jointly with any other person or of which he has assumed payment in the same manner.

Joint
borrowers

“5.2 In the case of joint borrowers or undivided owners considered as one farmer, the maximum amount of \$200,000 contemplated in section 5 is established by taking into account

(1) the balance owing by them on any other loan they have obtained in that capacity or of which they have assumed payment;

(2) the balance owing by each of them on every other loan he has obtained personally or of which he has assumed payment in the same manner; and

(3) the relative share in the balance of any other loan obtained by each of them jointly with any other person or of which he has assumed payment in the same manner.”

c. A-18, s.
7.1, added

3. The said Act is amended by inserting, after section 7, the following section:

Purposes

“7.1 A loan may also be granted to repay the whole or a part of the balance owing in principal on a loan contracted otherwise than under this Act that was used to pay the price of any purchase contemplated in section 7, provided that

(1) the application for this loan is submitted to the lender not later than one year from the date of the purchase,

(2) the amount of the loan being repaid by means of this loan is repayable on demand or not later than one year after the date of the purchase, and that

(3) the amount of the repayment does not exceed the price of the property acquired by means of the loan.”

Sums
required

4. For the fiscal period 1983-84, the sums required for the administration of this Act shall be taken out of the consolidated revenue fund, and for subsequent fiscal periods, out of the moneys granted each year for that purpose by Parliament.

Effect

The first paragraph does not limit the scope of section 22 of the Act to promote farm improvement.

Exception

5. This Act shall operate notwithstanding the provisions of sections 2 and 7 to 15 of the Constitution Act, 1982 (Schedule B of the Canada Act, chapter 11 in the 1982 volume of the Acts of the Parliament of the United Kingdom).

Coming into
force

6. This Act will come into force on the date to be fixed by proclamation of the Government, except the provisions excluded by that proclamation, which will come into force on such later date as may be fixed by proclamation of the Government.