1937

C 87 Consolidated Cheese Factories Act

Ontario
CHAPTER 87.

The Consolidated Cheese Factories Act.

1. In this Act "Minister" shall mean Minister of Agriculture. R.S.O. 1927, c. 77, s. 1.

2. Loans may be granted by the Minister, with the approval of the Lieutenant-Governor in Council, out of any moneys appropriated for the purpose by the Legislature from time to time towards the erection of consolidated cheese factories under and subject to the provisions and conditions herein set forth. R.S.O. 1927, c. 77, s. 2.

3. (1) Every such loan shall be secured by a first mortgage on the lands, buildings and equipment in respect of which the loan is made.

   (2) The loan shall bear interest at the rate of five per centum per annum.

   (3) No loan shall be made of an amount in excess of eighty per centum of the value of the lands and buildings in respect of which the loan is made. R.S.O. 1927, c. 77, s. 3.

4. (1) The application for a loan may be made by milk producers in any part of the Province of Ontario who desire to erect a modern dairy plant to take the place of two or more smaller ones and who have agreed to supply annually three million pounds of milk to the said dairy.

   (2) The applicants shall form a co-operative company and shall subscribe for stock to an amount sufficient, in the opinion of the Minister, to finance the enterprise.

   (3) Twenty per centum of the par value of such stock shall be paid at the time of subscription and the balance deducted from the value of the milk delivered at the factory at a rate not less than three per centum nor more than five per centum until the stock is fully paid up.

   (4) All moneys received on account of stock in such company shall be deposited in the trust fund and shall at the end.
of each three months period be paid over to the Minister to
be applied for the repayment of the moneys advanced.

5.—(1) The site, plan and equipment of every factory in
respect of which a loan is advanced under this Act, shall be
subject to the approval of the Minister, but the company
shall have the management of the factory, provided that the
Minister shall have the right to name one director until such
time as the loan is fully paid.

(2) A loan shall not be made under this Act until a board
of appraisal, consisting of a chief dairy instructor, the presi­
dent of a dairymen’s association and of some other disinter­
ested person agreed upon by them, or in default of agreement,
named by the Minister, shall have reported

(a) as to the value of the land, building, and equipment
of the factory in respect of which the loan is to be
made; and

(b) that in their opinion all reasonable efforts have been
made to effect a satisfactory adjustment with any
factory which will be displaced by the factory in
respect of which the loan is made. R.S.O. 1927,
c. 77, s. 5.

6. The Lieutenant-Governor in Council may make regula­
tions for the better carrying out of the provisions of this Act.
R.S.O. 1927, c. 77, s. 6.