CHAPTER 77.

The Consolidated Cheese Factories Act.

1. In this Act "Minister" shall mean Minister of Agri- Министер—
  1923, c. 16, s. 2.

2. Loans may be granted by the Minister, with the ap-
  proval 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 fac-
  tories under and subject to the provisions and conditions
  herein set forth. 1923, c. 13, s. 3.

3. (1) Every such loan shall be secured by a first mort-
  gage 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. 1923, c. 16, s. 4.

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 opin-
  ion 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 com-
  pany 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) A shareholder in the company shall not hold more than five shares nor have more than one vote, and all shares in the company shall be transferable subject to the approval of the directors. 1923, c. 16, s. 5.

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 president of a dairymen’s association and of some other disinterested 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. 1923, c. 16, s. 6.

6. The Lieutenant-Governor in Council may make regulations for the better carrying out of the provisions of this Act. 1923, c. 16, s. 7.