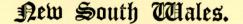
I certify that this PUBLIC BILL, which originated in the LEGIS-LATIVE ASSEMBLY, has finally passed the LEGISLATIVE COUNCIL and the LEGISLATIVE ASSEMBLY of NEW SOUTH WALES.

> W. R. McCOURT, Clerk of the Legislative Assembly.

Legislative Assembly Chamber, Sydney, 3 November, 1939.





ANNO TERTIO GEORGII VI REGIS

Act No. 37, 1939.

An Act to make provision in relation to the rents of certain dwelling-houses and shops; to provide for the determination and enforcement of fair rents for certain dwelling-houses and shops; to amend certain Acts; and for purposes consequent thereon or incidental thereto. [Assented to, 13th November, 1939.7

BE it enacted by the King's Most Excellent Majesty, by and with the advice and connected in Majesty, by and with the advice and consent of the Legislative Council and Legislative Assembly of New South Wales in Parliament assembled, and by the authority of the same, as follows :---

1. (1) This Act may be cited as the "Fair Rents Act, short title 1939."

and commencement.

(2)

I have examined this Bill, and find it to correspond in all respects with the Bill as finally passed by both Houses.

> W. W. HEDGES, Chairman of Committees of the Legislative Assembly.

Fair Rents.

(2) This Act shall commence on a day to be appointed by the Governor and notified by proclamation published in the Gazette.

Definitions.

2. In this Act, unless the contrary intention appears :-

- "Dwelling-house" means any premises leased wholly or partially for residence by a lessee and includes any part of any such premises separately leased and any land or appurtenances leased with such premises or such part thereof.
- "Lease" includes, subject to the limitations of section three of this Act, every letting of a dwelling-house or shop whether oral, in writing, or by deed; and "leased" has a corresponding meaning.
- "Lessor" and "lessee" mean the parties to a lease as herein defined and respectively include a mesne lessor and a mesne lessee and also any person from time to time deriving title under the original lessor or lessee.
- "Prescribed" means prescribed by this Act or by the regulations made thereunder.
- "Rates" means any charges levied by the council of a municipality or shire or by the Municipal Council of Sydney or by the Metropolitan Water, Sewerage and Drainage Board, or the Hunter District Water Board, or the Broken Hill Water Board, or by a statutory authority.

"Rent" includes-

- (a) any bonus paid or to be paid by the lessee to his lessor;
- (b) the value to the lessor of any covenants or conditions in or relating to the lease to be performed by the lessee other than usual covenants and conditions;
- (c) any rates or taxes payable by the lessee in respect of the dwelling-house or shop, but excepting excess water rates, garbage, and sanitary charges if paid by the tenant.

Where

Fair Rents.

Where in any lease made after the thirty-first day of August, one thousand nine hundred and thirty-nine, it is provided that a reduced amount, as rent, shall be accepted by the lessor upon any condition to be performed by the lessee, such reduced amount shall be taken to be the rent under the lease; and if any rebate, discount, allowance or other reduction from any rent is provided for in any such lease, the rent shall be deemed to be the amount payable by the lessee after every such reduction is made.

- "Shop" means any premises leased wholly or partially for the purposes of a shop and includes any part of any such premises separately leased, and any land or appurtenances leased with such premises or such part thereof.
- 3. (1) Subject to section four this Act shall apply to- Application

Application of Act.

- (a) any dwelling-house which is subject to a lease made before or after the commencement of this Act at a rent not exceeding three pounds ten shillings a week or which, at any time after the thirty-first day of May, one thousand nine hundred and thirty-nine, and before the commencement of this Act, has been subject to a lease as a dwelling-house at a rent not exceeding three pounds ten shillings a week;
- (b) any shop which is subject to a lease made before or after the commencement of this Act, at a rent not exceeding six pounds a week or which, at any time after the thirty-first day of May, one thousand nine hundred and thirty-nine, and before the commencement of this Act, has been subject to a lease as a shop at a rent not exceeding six pounds a week;
- (c) a building partly a dwelling-house and partly a shop leased to one tenant at one rent not exceeding six pounds a week;
- (d) a building partly a dwelling-house and partly a shop partially leased or wholly leased to separate tenants, when any part leased, if a separate

separate building, would be subject to this Act, but only in respect of such part while so leased.

(2) This Act shall bind the Crown.

Act not to apply in certain cases.

- 4. (1) This Act shall not apply to-
 - (a) any premises licensed under the Liquor Act, 1912; or
 - (b) the premises of any registered club; or
 - (c) any dwelling-house ordinarily leased for summer residence; or
 - (d) a dwelling-house with which is occupied an area greater than one half-acre.

(2) This Act shall not apply to any building erected on agricultural land as defined in the Agricultural Lessees Relief Act, 1931.

Fixation of rents.

5. (1) (a) Where a dwelling-house or shop was subject to a lease as a dwelling-house or shop which was subsisting at any time after the thirty-first day of May, one thousand nine hundred and thirty-nine, but was not subsisting on the thirty-first day of August, one thousand nine hundred and thirty-nine, then, until a determination of the fair rent thereof is made by a court under this Act, the rent payable after the commencement of this Act by any lessee of such dwelling-house or shop shall not exceed the rent which was payable as for the last rental period before the thirty-first day of August, one thousand nine hundred and thirty-nine, under the lease which was subsisting during that rental period.

(b) Where a dwelling-house or shop was subject to a lease as a dwelling-house or shop which was subsisting on the thirty-first day of August, one thousand nine hundred and thirty-nine, then, until a determination of the fair rent thereof is made by a court under this Act, the rent payable after the commencement of this Act by any lessee of such dwelling-house or shop shall not exceed the rent which was payable as at the thirtyfirst day of August, one thousand nine hundred and thirty-nine, under the lease which was subsisting at that date.

(2)

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Fair Rents.

(2) The provisions of subsection two of section thirteen and of sections fourteen, fifteen and sixteen of this Act shall apply to and in respect of any dwellinghouse or shop to which subsection one of this section applies in like manner as if the maximum rent payable by the lessee of such dwelling-house or shop under subsection one of this section had been determined by a court under this Act as the fair rent of that dwelling-house or shop.

For the purposes of the application of the provisions of subsection two of section thirteen and of sections fourteen, fifteen and sixteen of this Act to any such dwellinghouse or shop a reference in any of those provisions to the period during which a determination is in force shall, in the application of that provision to a particular dwelling-house or shop, be construed as a reference to the period during which subsection one of this section continues to apply to that dwelling-house or shop.

(3) Where—

- (a) a sum has been paid by a lessee, either before or after the commencement of this Act, as rent for a dwelling-house or shop to which subsection one of this section applies; and
- (b) such sum was so paid in respect of a rental period which commenced after the thirty-first day of August, one thousand nine hundred and thirty-nine, and expired before the commencement of this Act; and
- (c) such sum was in excess of the maximum rent which, under subsection one of this section, is payable after the commencement of this Act for that dwelling-house or shop in respect of a like rental period,

the amount of such excess may be recovered by the lessee who paid the same from the lessor to whom it was paid in an action of debt in any competent court.

(4) It shall be a sufficient defence to any action referred to in subsection three of this section if the defendant proves—

(a) that substantial alterations or additions had been made to the dwelling-house or shop, or that the

Act No. 37, 1939.

the outgoings of the lessor in respect of the dwelling-house or shop had been increased; and

- (b) (i) that, in the case of a dwelling-house or shop to which paragraph (a) of subsection one of this section applies, such additions or alterations had been made or such outgoings had been increased since the last rental period referred to in that paragraph and before the commencement of the rental period in respect of which the amount sought to be recovered was paid; or
 - (ii) that, in the case of a dwelling-house or shop to which paragraph (b) of subsection one of this section applies, such additions or alterations had been made or such outgoings had been increased since the thirty-first day of August, one thousand nine hundred and thirty-nine, and before the commencement of the rental period in respect of which the amount sought to be recovered was paid; and
- (c) that the rent of which the amount sought to be recovered formed part was, in the circumstances, a reasonable rent for the dwelling-house or shop.

(5) Proceedings in an action for the recovery of any amount pursuant to subsection three of this section shall be instituted within three months after the commencement of this Act.

6. (1) The jurisdiction conferred upon a court by this Act shall be exercised by the court of petty sessions nearest to the dwelling-house or shop in respect of which an application under this Act is made:

Provided that such jurisdiction may be exercised by a court of petty sessions which is not the court of petty sessions nearest to the dwelling-house or shop in respect of which the application is made if it is satisfied that no hardship will be occasioned to either party thereby.

(2) A court exercising jurisdiction under this Act shall be holden before a stipendiary or police magistrate.

(3) The court of petty sessions holden at the Water Police Office, Sydney, shall not exercise the jurisdiction conferred on a court by this Act.

Court.

7. (1) (a) Any lessor; or

Application to deter-

(b) any lessee who has paid or tendered all mine rent. rent payable under his lease,

may apply to a court for the determination of the fair rent of the dwelling-house or shop leased by or to him.

(2) The application shall be made to the clerk of the court of petty sessions and shall be in or to the effect of the form prescribed.

(3) The court shall hear the application and determine the fair rent.

(4) If the dwelling-house or shop be subject to any mortgage the mortgagee shall be entitled to notice of the application and to be a party to the proceedings.

(5) Where, prior to the date of the receipt of the application, the lessor has given a valid written notice to terminate the lease or to quit the premises and such notice has not been waived, the court shall not entertain the application.

(6) Where the dwelling-house or shop is vacated by the applicant lessee at or before the date fixed for the hearing of the application, the court may strike such application out of its list.

8. (1) The court may receive as evidence statutory Evidence declarations made as prescribed, and shall take the oral of court. evidence of the parties and of witnesses called on their behalf. But the magistrate may, if he thinks fit, require the attendance of any declarant for purposes of crossexamination on the contents of his declaration, and failing such attendance the declaration shall not be receivable as evidence.

(2) The practice upon the hearing of any application under this Act shall in respect of the examination and cross-examination of witnesses and the right of addressing the magistrate upon the case in reply or otherwise be as nearly as possible in accordance with that of the Supreme Court upon the trial of an issue of fact in an action at law.

(3) Upon the hearing of any application under this Act any party thereto may be represented by counsel or attorney, or by an agent duly appointed in writing in that behalf. 9.

Fair Rents.

Determination. 9. (1) In determining the fair rent the court shall first ascertain the capital value of the dwelling-house or shop as at the time of the receipt of the application.

Such capital value shall be the capital sum which the fee-simple of the property comprising the dwelling-house or shop and the land occupied therewith might be expected to realise if offered for sale on such reasonable terms and conditions as a bona-fide seller would require.

(2) (a) The court shall determine the fair rent at a rate of one and one-half per centum above the prescribed rate on the capital value of the dwelling-house or shop determined as aforesaid, plus the annual rates on the same, plus the amount estimated to be required annually for repairs (including painting), maintenance, and renewal, and plus insurance of any buildings, and plus an amount estimated to be the annual depreciation in value of the buildings, if such depreciation diminishes their letting value, and plus such amount (if any) as the court may deem proper to be allowed for the estimated time per year when the dwelling-house or shop may be untenanted.

(b) (i) For the purposes of this subsection the expression "the prescribed rate" means the rate specified in a notification published by the Minister in the Gazette and in force for the time being.

(ii) The Minister shall cause a notification of the prescribed rate to be published in the Gazette within one week after the commencement of this Act, and thereafter at intervals of not less than three months.

(iii) Any such notification shall be deemed to be revoked by a subsequent notification under this section.

(iv) The rate which shall be specified in any such notification shall be the average rate of interest on first mortgages on urban securities as calculated by the Government Statistician from particulars shown in mortgages on such securities registered at the office of the Registrar-General during a period of not less than three months and not more than twelve months preceding the date upon which the notification of such rate is published in the Gazette.

(v)

Fair Rents.

(v) The average rate of interest shall be so calculated to the nearest one-quarter of one per centum.

(3) If the court by its determination increases or decreases the rent of any dwelling-house or shop above or below the rent payable under the lease at the date when the application was made, such increase or decrease shall not take effect until the expiration of fourteen days after the date of such determination.

10. Where a dwelling-house or shop is occupied by Lessee of two or more separate lessees, the court shall determine dwellingthe fair rent of the whole, and then determine the propor- house or tion of such fair rent which it shall deem to be the fair shop rent of the portion of the dwelling-house or shop of the lessee making the application.

11. (1) Where an application has been made by a Lessor not lessee to determine the fair rent of a dwelling-house or to demand shop leased to him, then if the lessee has duly paid the in rent. rent of the dwelling-house or shop and has otherwise performed the conditions of his lease, the lessor or any person purporting to act on his behalf shall not, without reasonable cause, demand any increased rent or give any notice or take any proceedings to determine the lease or recover possession of the dwelling-house or shop during the pendency of the application or during the period the determination is in force.

Any person contravening any of the provisions of this section shall be liable to a penalty not exceeding fifty pounds.

(2) Where a valid notice to guit a dwelling-house or shop or to terminate the lease thereof has been given prior to the lodging of an application for the determination of the fair rent thereof, the taking of proceedings to recover possession of the dwelling-house or shop shall not be a contravention of this section.

(3) Where at least twenty-eight days' notice to quit a dwelling-house or shop or to terminate the lease thereof at the end of the period of a determination or at some

Fair Rents.

some date subsequent to such period, is given by a lessor, the giving of such notice shall not in any case be a contravention of this section.

(4) Where a lessor has upon the sale of a dwelling-house or shop agreed to give vacant possession thereof to the purchaser, and gives at least twenty-eight days' notice to the lessee requiring him to quit the dwelling-house or shop, neither the giving of such notice nor the taking of any proceedings to recover the possession of the dwelling-house or shop shall be a contravention of this section.

(5) Where a dwelling-house is reasonably required by the lessor for occupation as a residence for himself or for some member of his family, and the lessor gives at least twenty-eight days' notice to the lessee requiring him to quit the dwelling-house, neither the giving of such notice nor the taking of any proceedings to recover the possession of the dwelling-house shall be a contravention of this section.

(6) The provisions of subsections two, three, four and five of this section shall not be construed so as to affect the generality of the expression "reasonable cause" in subsection one of this section.

Furnished dwellinghouses. 12. In any case where the applicant is the lessee of a dwelling-house and furniture, the court shall determine the fair rent of the dwelling-house irrespective of the furniture, and shall also determine in its discretion the amount of rent to be paid for the furniture.

Period for which determination is in force. 13. hereins of twel

13. (1) The determination of the court, except as hereinafter provided, shall remain in force for a period of twelve months after the determination.

(2) Such determination while in force shall apply to any lease of the dwelling-house or shop then current, and to the lessor and lessee thereof, notwithstanding any change of ownership or tenancy.

(3) The court may, upon application made as prescribed, vary a determination where it is satisfied—

(a) that by an error or omission an injustice has been occasioned thereby; or

(b)

Fair Rents.

- (b) that substantial alterations or additions have been made to the dwelling-house or shop since the determination was made; or
- (c) that the outgoings of the lessor in respect of the dwelling-house or shop have been increased since the determination was made.

(4) Except as provided in subsection three of this section a determination of the fair rent of a dwellinghouse or shop shall not be varied while such determination is in force.

(5) An application shall not be made to determine the fair rent of a dwelling-house or shop in respect of which a determination is for the time being in force.

14. During the period in which any determination of Rent not to the fair rent of a dwelling-house or shop is in force, the exceed rent rent payable by any lessee shall not exceed the fair rent mined. as so determined, notwithstanding any term or covenant in any lease current at the time of the application, or made at any time thereafter during such period, and any sum paid as rent during such period by any lessee in excess of such fair rent may be recovered by the lessee from the lessor to whom it was paid in an action of debt in any competent court.

15. Any person who, during the period in which any Penalty on determination of the fair rent of a dwelling-house or shop is in force, lets the said dwelling-house or shop at a rent exceeding the fair rent determined by the court, or during such period knowingly receives any sum as rent exceeding the fair rent as so determined shall be liable to a penalty not exceeding twenty pounds.

16. While any such determination in respect of a Covenants dwelling-house or shop is in force, the legal remedies for to pay rent enforcing any covenant or agreement-

- (a) to pay rent for such dwelling-house or shop in determined to be void. excess of that fixed by such determination; or
- (b) which directly or indirectly would secure to any person the payment of rent or of money in respect of the occupation of such dwelling-house

lessor.

in excess of that

or

Fair Rents.

or shop so that the amount received by such person would exceed the fair rent fixed by such determination,

shall be limited to enforcing the fair rent so determined.

17. (1) Any person who by any threat endeavours to dissuade or prevent a lessee from making or prosecuting any application under this Act shall be liable to a penalty not exceeding fifty pounds.

(2) Any person who unlawfully does or procures any act or thing to be done for the purpose of imposing any detriment or disadvantage upon a lessee by reason of his having made an application under this Act, shall be liable to a penalty not exceeding fifty pounds; and if two or more persons concur in the doing of any such act, or in procuring any such thing to be done, they shall each be liable to a penalty not exceeding one hundred pounds.

Bonus, etc., for lease, unlawful.

18. (1) Any person who, whether as principal or agent or in any other capacity,—

- (a) gives or receives, or offers, promises, or agrees to give or receive any bonus or premium or any sum of money other than rent in consideration of the grant or acceptance of any lease or of the renewal thereof or of an agreement for a lease or for the renewal of a lease of a dwellinghouse or shop, or for giving his consent to a sublease thereof; or
- (b) makes it a condition of the granting of any lease that the lessee shall purchase any furniture or other article, or pay or give any consideration for obtaining a key of the dwelling-house or shop,

shall be liable to a penalty not exceeding fifty pounds.

(2) Any agreement, whether oral or in writing, which in any way contravenes the provisions of this section shall to that extent be null and void.

Penalty for refusal to let dwellinghouse to applicant with family. 19. 19. to any child o fifty p

19. Any person who refuses to let a dwelling-house to any respectable and responsible applicant who has a child or children shall be liable to a penalty not exceeding fifty pounds:

Provided

Threats

lessees.

Fair Rents.

Provided that in any prosecution under this section it shall be a sufficient defence to show that such refusal was not due to the fact that the applicant had a child or children.

20. Any person who-

Penalty.

- (a) instructs an agent not to let; or
- (b) states his intention, whether by advertisement or otherwise, not to let,

a dwelling-house to any person who has a child or children shall be liable to a penalty not exceeding fifty pounds.

21. (1) The court in every case shall have jurisdiction Determinato inquire and decide whether any application or subject- tion to be matter is within the provisions of this Act, and whether final. such application and subject-matter may be considered and determined hereunder; and every decision, determination and order of the court purporting to have been made under the provisions of this Act shall be final, and no writ of prohibition or certiorari shall lie in respect thereof.

(2) The court may, at any stage of the proceedings before it, state, in the form of a special case for the opinion of the Supreme Court, any question of law arising in the course of the proceedings.

(3) The Supreme Court, for the purpose of hearing any such case, may consist of one or more judges.

(4) The judges of the Supreme Court, or any two of them, may make rules with regard to the setting down of any case for argument, and the hearing and decision of the same and its return with the decision of the Supreme Court thereon.

(5) The decision of the Supreme Court on the hearing of any such case shall be binding upon the court and upon the parties to the proceedings.

22. The court may make such apportionment as seems Court may just in any case in which it thinks an apportionment is make appornecessary to carry out its powers under this Act.

23. No costs shall be allowed in any proceeding under Costs. this Act.

Fair Rents.

purports to limit his right to proceed under this Act

24. Any covenant or agreement by which any person

Contracts limiting right to proceed under this Act to be yoid.

Inspection of rate books. for the determination of the fair rent of a dwelling-house or shop or to affect any rights to which he would be entitled under this Act shall be void. **25.** The clerk or other officer having custody of the rate books of a municipality or shire shall allow the clerk

of a court of petty sessions to inspect and take copies of or extracts from such rate books, and shall not be entitled to charge any fees in respect of such inspection, copies, or extracts.

Information as to fair rents.

26. Any person on tendering the sum of sixpence shall be entitled to obtain from the clerk of the court of petty sessions information as to the fair rent of any dwellinghouse or shop, as fixed by the court.

Regulations.

27. (1) The Governor may make regulations not inconsistent with this Act, prescribing all matters which by this Act are required or permitted to be prescribed or which are necessary or convenient to be prescribed in order to give effect to this Act.

(2) Without prejudice to the generality of subsection one of this section, the Governor may make regulations—

- (a) regulating the making and receipt of applications to determine fair rent or to vary any determination and prescribing the notices to be given of the same and the manner in which such notices may be given;
- (b) prescribing the procedure in respect of applications to the court;
- (c) prescribing the forms which may be used for the purposes of this Act;
- (d) prescribing the duties and powers of the clerks of courts of petty sessions for the purposes of this Act; and
- (e) imposing penalties not exceeding fifty pounds for any breach of the regulations.

(3) Such regulations shall—

- (a) be published in the Gazette;
- (b) take effect from the date of publication or from a later date to be specified in such regulations; and
- (c) be laid before both Houses of Parliament within fourteen sitting days after publication if Parliament is in session; and if not, then within fourteen sitting days after the commencement of the next session.

(4) If either House of Parliament passes a resolution of which notice has been given at any time within fifteen sitting days after such regulations have been laid before such House disallowing any regulation or part thereof, such regulation or part shall thereupon cease to have effect.

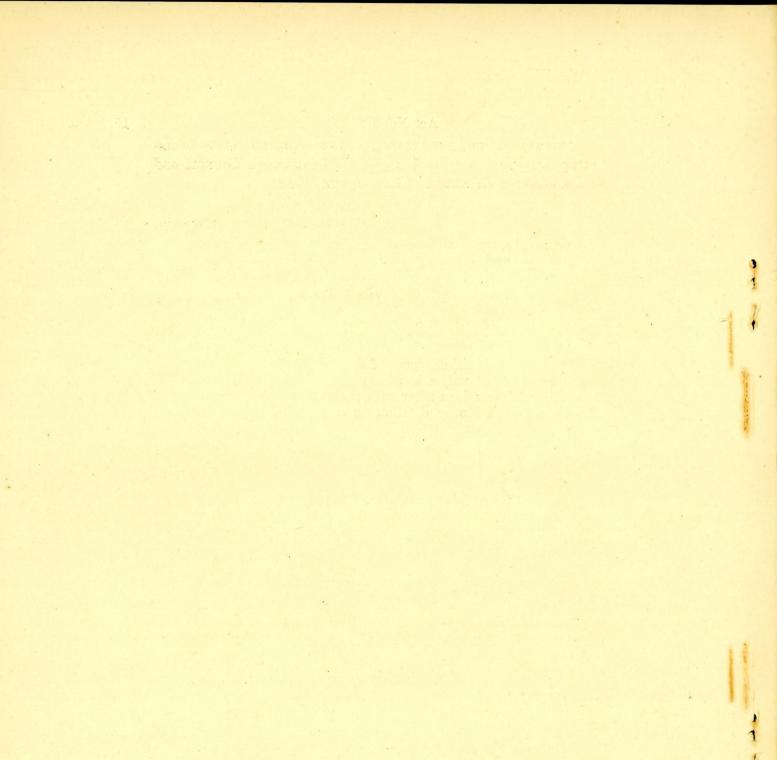
28. Any penalty imposed by this Act or the regula- Recovery of tions may be recovered in a summary manner before a penalties. stipendiary or police magistrate or any two justices.

29. This Act shall continue in force for the duration Duration of the present war between His Majesty and Germany, ^{of Act.} and for a period of twelve months after the declaration of peace and no longer.

In the name and on behalf of His Majesty I assent to this Act.

WAKEHURST, Governor.

Government House, Sydney, 13th November, 1939.



FAIR RENTS BILL.

Schedule of Amendments referred to in Message of 3rd November, 1939.

No. 1.—Page 8, clause 9, line 20, after "dwelling-house" insert "or shop." No. 2.—Page 12, clause 18, line 30, after "dwelling-house" insert "or shop."

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This PUBLIC BILL originated in the LEGISLATIVE ASSEMBLY, and, having this day passed, is now ready for presentation to the LEGISLATIVE COUNCIL for its concurrence.

W. R. McCOURT. Clerk of the Legislative Assembly. Legislative Assembly Chamber, Sydney, 2 November, 1939.

The LEGISLATIVE COUNCIL has this day agreed to this Bill with Amendments.

> W. K. CHARLTON, Clerk of the Parliaments.

Legislative Council Chamber, Sydney, 3rd November, 1939.





ANNO TERTIO

GEORGII VI REGI

Act No. , 1939.

An Act to make provision in relation to the rents of certain dwelling-houses and shops; to provide for the determination and enforcement of fair rents for certain dwelling-houses and shops; to amend certain Acts; and for purposes consequent thereon or incidental thereto.

DE it enacted by the King's Most Excellent Majesty; D by and with the advice and consent of the Legislative Council and Legislative Assembly of New South Wales in Parliament assembled, and by the authority of 5 the same, as follows :--

1. (1) This Act may be cited as the "Fair Rents Act, Short title 1939."

312-28537

and commencement.

(2)

NorE .- The words to be inserted are printed in black letter.

(2) This Act shall commence on a day to be appointed by the Governor and notified by proclamation published in the Gazette.

2. In this Act, unless the contrary intention appears :- Definitions.

- "Dwelling-house" means any premises leased wholly or partially for residence by a lessee and includes any part of any such premises separately leased and any land or appurtenances leased with such premises or such part thereof.
- "Lease" includes, subject to the limitations of 10 section three of this Act, every letting of a dwelling-house or shop whether oral, in writing, or by deed; and "leased" has a corresponding meaning.
 - "Lessor" and "lessee" mean the parties to a lease as herein defined and respectively include a mesne lessor and a mesne lessee and also any person from time to time deriving title under the original lessor or lessee.
 - "Prescribed" means prescribed by this Act or by the regulations made thereunder.
 - "Rates" means any charges levied by the council of a municipality or shire or by the Municipal Council of Sydney or by the Metropolitan Water. Sewerage and Drainage Board, or the Hunter District Water Board, or the Broken Hill Water Board, or by a statutory authority.

"Rent" includes-

- (a) any bonus paid or to be paid by the lessee to his lessor;
- (b) the value to the lessor of any covenants or conditions in or relating to the lease to be performed by the lessee other than usual covenants and conditions:
- (c) any rates or taxes payable by the lessee in respect of the dwelling-house or shop. but excepting excess water rates, garbage, and sanitary charges if paid by the tenant.

Where

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Fair Rents.

Where in any lease made after the thirty-first day of August, one thousand nine hundred and thirty-nine, it is provided that a reduced amount, as rent, shall be accepted by the lessor upon any condition to be performed by the lessee, such reduced amount shall be taken to be the rent under the lease; and if any rebate, discount, allowance or other reduction from any rent is provided for in any such lease, the rent shall be deemed to be the amount payable by the lessee after every such reduction is made.

"Shop" means any premises leased wholly or partially for the purposes of a shop and includes any part of any such premises separately leased, and any land or appurtenances leased with such premises or such part thereof.

3. (1) Subject to section four this Act shall apply to- Application

- of Act.
- (a) any dwelling-house which is subject to a lease made before or after the commencement of this Act at a rent not exceeding three pounds ten shillings a week or which, at any time after the thirty-first day of May, one thousand nine hundred and thirty-nine, and before the commencement of this Act, has been subject to a lease as a dwelling-house at a rent not exceeding three pounds ten shillings a week;
 (b) any chep which is subject to a lease made before
- (b) any shop which is subject to a lease made before or after the commencement of this Act, at a rent not exceeding six pounds a week or which, at any time after the thirty-first day of May, one thousand nine hundred and thirty-nine, and before the commencement of this Act, has been subject to a lease as a shop at a rent not exceeding six pounds a week;
- (c) a building partly a dwelling-house and partly a shop leased to one tenant at one rent not exceeding six pounds a week;
- (d) a building partly a dwelling-house and partly a shop partially leased or wholly leased to separate tenants, when any part leased, if a separate

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separate building, would be subject to this Act, but only in respect of such part while so leased.

(2) This Act shall bind the Crown.

4. (1) This Act shall not apply to-

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- (a) any premises licensed under the Liquor Act, certain 1912: or
- (b) the premises of any registered club; or
- (c) any dwelling-house ordinarily leased for summer residence; or
- (d) a dwelling-house with which is occupied an area 10 greater than one half-acre.

(2) This Act shall not apply to any building erected on agricultural land as defined in the Agricultural Lessees Relief Act, 1931.

- 15 5. (1) (a) Where a dwelling-house or shop was sub-Fixation ject to a lease as a dwelling-house or shop which was of rents. subsisting at any time after the thirty-first day of May, one thousand nine hundred and thirty-nine, but was not subsisting on the thirty-first day of August, one thousand
- 20 nine hundred and thirty-nine, then, until a determination of the fair rent thereof is made by a court under this Act. the rent payable after the commencement of this Act by any lessee of such dwelling-house or shop shall not exceed the rent which was payable as for the last rental period
- 2; before the thirty-first day of August, one thousand nine hundred and thirty-nine, under the lease which was subsisting during that rental period.

(b) Where a dwelling-house or shop was subject to a lease as a dwelling-house or shop which was 30 subsisting on the thirty-first day of August, one thousand nine hundred and thirty-nine, then, until a determination of the fair rent thereof is made by a court under this Act, the rent payable after the commencement of this Act by any lessee of such dwelling-house or shop shall 35 not exceed the rent which was payable as at the thirtyfirst day of August, one thousand nine hundred and thirty-nine, under the lease which was subsisting at that date.

Act not to apply in

cases.

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(2) The provisions of subsection two of section thirteen and of sections fourteen, fifteen and sixteen of this Act shall apply to and in respect of any dwelling-house or shop to which subsection one of this sectionb applies in like manner as if the maximum rent payable

- by the lessee of such dwelling-house or shop under subsection one of this section had been determined by a court under this Act as the fair rent of that dwelling-house or shop.
- 10 For the purposes of the application of the provisions of subsection two of section thirteen and of sections fourteen, fifteen and sixteen of this Act to any such dwellinghouse or shop a reference in any of those provisions to the period during which a determination is in force shall,
- **15** in the application of that provision to a particular dwelling-house or shop, be construed as a reference to the period during which subsection one of this section continues to apply to that dwelling-house or shop.
 - (3) Where—
 - (a) a sum has been paid by a lessee, either before or after the commencement of this Act, as rent for a dwelling-house or shop to which subsection one of this section applies; and
 - (b) such sum was so paid in respect of a rental period which commenced after the thirty-first day of August, one thousand nine hundred and thirty-nine, and expired before the commencement of this Act; and
 - (c) such sum was in excess of the maximum rent which, under subsection one of this section, is payable after the commencement of this Act for that dwelling-house or shop in respect of a like rental period.

the amount of such excess may be recovered by the lessee **35** who paid the same from the lessor to whom it was paid in an action of debt in any competent court.

(4) It shall be a sufficient defence to any action referred to in subsection three of this section if the defendant proves—

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(a) that substantial alterations or additions had been made to the dwelling-house or shop, or that the

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the outgoings of the lessor in respect of the dwelling-house or shop had been increased; and(b) (i) that, in the case of a dwelling-house or shop

to which paragraph (a) of subsection one of this section applies, such additions or alterations had been made or such outgoings had been increased since the last rental period referred to in that paragraph and before the commencement of the rental period in respect of which the amount sought to be recovered was paid; or

(ii) that, in the case of a dwelling-house or shop to which paragraph (b) of subsection one of this section applies, such additions or alterations had been made or such outgoings had been increased since the thirty-first day of August, one thousand nine hundred and thirty-nine, and before the commencement of the rental period in respect of which the amount sought to be recovered was paid; and

(c) that the rent of which the amount sought to be recovered formed part was, in the circumstances, a reasonable rent for the dwelling-house or shop.

(5) Proceedings in an action for the recovery of25 any amount pursuant to subsection three of this section shall be instituted within three months after the commencement of this Act.

6. (1) The jurisdiction conferred upon a court by this Court. Act shall be exercised by the court of petty sessions
30 nearest to the dwelling-house or shop in respect of which an application under this Act is made:

Provided that such jurisdiction may be exercised by a court of petty sessions which is not the court of petty sessions nearest to the dwelling-house or shop in respect 35 of which the application is made if it is satisfied that no hardship will be occasioned to either party thereby.

(2) A court exercising jurisdiction under this Act shall be holden before a stipendiary or police magistrate.

(3) The court of petty sessions holden at the WaterPolice Office, Sydney, shall not exercise the jurisdiction conferred on a court by this Act.

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7. (1) (a) Any lessor; or

(b) any lessee who has paid or tendered all mine rent. rent payable under his lease,

may apply to a court for the determination of the fair 5 rent of the dwelling-house or shop leased by or to him.

(2) The application shall be made to the clerk of the court of petty sessions and shall be in or to the effect of the form prescribed.

(3) The court shall hear the application and deteric mine the fair rent.

(4) If the dwelling-house or shop be subject to any mortgage the mortgagee shall be entitled to notice of the application and to be a party to the proceedings.

(5) Where, prior to the date of the receipt of the 15 application, the lessor has given a valid written notice to terminate the lease or to quit the premises and such notice has not been waived, the court shall not entertain the application.

(6) Where the dwelling-house or shop is vacated by 20 the applicant lessee at or before the date fixed for the hearing of the application, the court may strike such application out of its list.

8. (1) The court may receive as evidence statutory Evidence declarations made as prescribed, and shall take the oral and powers of court. 25 evidence of the parties and of witnesses called on their

behalf. But the magistrate may, if he thinks fit, require the attendance of any declarant for purposes of crossexamination on the contents of his declaration, and failing such attendance the declaration shall not be receivable 30 as evidence.

(2) The practice upon the hearing of any application under this Act shall in respect of the examination and cross-examination of witnesses and the right of addressing the magistrate upon the case in reply or

35 otherwise be as nearly as possible in accordance with that of the Supreme Court upon the trial of an issue of fact in an action at law.

(3) Upon the hearing of any application under this Act any party thereto may be represented by counsel 40 or attorney, or by an agent duly appointed in writing in that behalf. 9.

Application

to deter-

9. (1) In determining the fair rent the court shall first Determinaascertain the capital value of the dwelling-house or shop as at the time of the receipt of the application.

Such capital value shall be the capital sum which the 5 fee-simple of the property comprising the dwelling-house or shop and the land occupied therewith might be expected to realise if offered for sale on such reasonable terms and conditions as a bona-fide seller would require.

(2) (a) The court shall determine the fair rent at a 10 rate of one and one-half per centum above the prescribed rate on the capital value of the dwelling-house or shop determined as aforesaid, plus the annual rates on the same, plus the amount estimated to be required annually for repairs (including painting), maintenance, and

- 15 renewal, and plus insurance of any buildings, and plus an amount estimated to be the annual depreciation in value of the buildings, if such depreciation diminishes their letting value, and plus such amount (if any) as the court may deem proper to be allowed for the estimated
- 20 time per year when the dwelling-house or shop may be untenanted.

(b) (i) For the purposes of this subsection the expression "the prescribed rate" means the rate specified in a notification published by the Minister in the 25 Gazette and in force for the time being.

(ii) The Minister shall cause a notification of the prescribed rate to be published in the Gazette within one week after the commencement of this Act, and thereafter at intervals of not less than three months.

30 (iii) Any such notification shall be deemed to be revoked by a subsequent notification under this section.

(iv) The rate which shall be specified in any such notification shall be the average rate of interest **35** on first mortgages on urban securities as calculated by the Government Statistician from particulars shown in mortgages on such securities registered at the office of the Registrar-General during a period of not less than three months and not more than twelve months preceding

40 the date upon which the notification of such rate is published in the Gazette.

(v)

(v) The average rate of interest shall be so calculated to the nearest one-quarter of one per centum.

- (3) If the court by its determination increases or 5 decreases the rent of any dwelling-house or shop above or below the rent payable under the lease at the date when the application was made, such increase or decrease shall not take effect until the expiration of fourteen days after the date of such determination.
- 10. Where a dwelling-house or shop is occupied by Lessee of 10 two or more separate lessees, the court shall determine dwellingthe fair rent of the whole, and then determine the propor- house or tion of such fair rent which it shall deem to be the fair rent of the portion of the dwelling-house or shop of the
- 15 lessee making the application.

11. (1) Where an application has been made by a Lessor not lessee to determine the fair rent of a dwelling-house or to demand shop leased to him, then if the lessee has duly paid the in rent. rent of the dwelling-house or shop and has otherwise

20 performed the conditions of his lease, the lessor or any person purporting to act on his behalf shall not, without reasonable cause, demand any increased rent or give any notice or take any proceedings to determine the lease or recover possession of the dwelling-house or shop during

25 the pendency of the application or during the period the determination is in force.

Any person contravening any of the provisions of this section shall be liable to a penalty not exceeding fifty pounds.

(2) Where a valid notice to quit a dwelling-house 30 or shop or to terminate the lease thereof has been given prior to the lodging of an application for the determination of the fair rent thereof, the taking of proceedings to recover possession of the dwelling-house or shop shall 35 not be a contravention of this section.

(3) Where at least twenty-eight days' notice to quit a dwelling-house or shop or to terminate the lease thereof at the end of the period of a determination or at some

shop

increase

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some date subsequent to such period, is given by a lessor, the giving of such notice shall not in any case be a contravention of this section.

- (4) Where a lessor has upon the sale of a dwel-5 ling-house or shop agreed to give vacant possession thereof to the purchaser, and gives at least twenty-eight days' notice to the lessee requiring him to quit the dwelling-house or shop, neither the giving of such notice nor the taking of any proceedings to recover the posses-
- 10 sion of the dwelling-house or shop shall be a contravention of this section.

(5) Where a dwelling-house is reasonably required by the lessor for occupation as a residence for himself or for some member of his family, and the lessor

- 15 gives at least twenty-eight days' notice to the lessee requiring him to quit the dwelling-house, neither the giving of such notice nor the taking of any proceedings to recover the possession of the dwelling-house shall be a contravention of this section.
- (6) The provisions of subsections two, three, four 20 and five of this section shall not be construed so as to affect the generality of the expression "reasonable cause" in subsection one of this section.
- 12. In any case where the applicant is the lessee of a Furnished 25 dwelling-house and furniture, the court shall determine dwellinghouses. the fair rent of the dwelling-house irrespective of the furniture, and shall also determine in its discretion the amount of rent to be paid for the furniture.

13. (1) The determination of the court, except as Period for :0 hereinafter provided, shall remain in force for a period which deter-

of twelve months after the determination.

mination is in force.

(b)

(2) Such determination while in force shall apply to any lease of the dwelling-house or shop then current, and to the lessor and lessee thereof, notwithstanding any 35 change of ownership or tenancy.

(3) The court may, upon application made as prescribed, vary a determination where it is satisfied—

(a) that by an error or omission an injustice has been occasioned thereby; or

- (b) that substantial alterations or additions have been made to the dwelling-house or shop since the determination was made; or
- (c) that the outgoings of the lessor in respect of the dwelling-house or shop have been increased since the determination was made.

(4) Except as provided in subsection three of this section a determination of the fair rent of a dwellinghouse or shop shall not be varied while such determina-10 tion is in force.

(5) An application shall not be made to determine the fair rent of a dwelling-house or shop in respect of which a determination is for the time being in force.

14. During the period in which any determination of Rent not to 15 the fair rent of a dwelling-house or shop is in force, the exceed rent rent payable by any lessee shall not exceed the fair rent mined. as so determined, notwithstanding any term or covenant in any lease current at the time of the application, or made at any time thereafter during such period, and any 20 sum paid as rent during such period by any lessee in

excess of such fair rent may be recovered by the lessee from the lessor to whom it was paid in an action of debt in any competent court.

15. Any person who, during the period in which any Penalty on 25 determination of the fair rent of a dwelling-house or shop is in force, lets the said dwelling-house or shop at a rent exceeding the fair rent determined by the court, or during such period knowingly receives any sum as rent exceeding the fair rent as so determined shall be 30 liable to a penalty not exceeding twenty pounds.

16. While any such determination in respect of a covenants dwelling-house or shop is in force, the legal remedies for to pay rent enforcing any covenant or agreement-

- (a) to pay rent for such dwelling-house or shop in determined to be void. excess of that fixed by such determination; or
- (b) which directly or indirectly would secure to any person the payment of rent or of money in respect of the occupation of such dwelling-house or

lessor.

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in excess of that

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or shop so that the amount received by such person would exceed the fair rent fixed by such determination,

shall be limited to enforcing the fair rent so determined.

- 17. (1) Any person who by any threat endeavours Threats 5 to dissuade or prevent a lessee from making or prosecut- against lessees. ing any application under this Act shall be liable to a penalty not exceeding fifty pounds.
- (2) Any person who unlawfully does or procures 10 any act or thing to be done for the purpose of imposing any detriment or disadvantage upon a lessee by reason of his having made an application under this Act, shall be liable to a penalty not exceeding fifty pounds; and if two or more persons concur in the doing of any such act, 15 or in procuring any such thing to be done, they shall each
- be liable to a penalty not exceeding one hundred pounds.

18. (1) Any person who, whether as principal or Bonus, etc., agent or in any other capacity,---

for lease, unlawful.

- (a) gives or receives, or offers, promises, or agrees to give or receive any bonus or premium or any sum of money other than rent in consideration of the grant or acceptance of any lease or of the renewal thereof or of an agreement for a lease or for the renewal of a lease of a dwelling. house or shop, or for giving his consent to a sublease thereof: or
- (b) makes it a condition of the granting of any lease that the lessee shall purchase any furniture or other article, or pay or give any consideration for obtaining a key of the dwelling-house or shop.

shall be liable to a penalty not exceeding fifty pounds.

(2) Any agreement, whether oral or in writing, which in any way contravenes the provisions of this section shall to that extent be null and void.

19. Any person who refuses to let a dwelling-house Penalty for 35 to any respectable and responsible applicant who has a let dwellingchild or children shall be liable to a penalty not exceeding house to fifty pounds:

applicant with family.

Provided

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Provided that in any prosecution under this section it shall be a sufficient defence to show that such refusal was not due to the fact that the applicant had a child or children.

20. Any person who-5

Penalty.

- (a) instructs an agent not to let; or
- (b) states his intention, whether by advertisement or otherwise, not to let,

a dwelling-house to any person who has a child or children 10 shall be liable to a penalty not exceeding fifty pounds.

21. (1) The court in every case shall have jurisdiction Determinato inquire and decide whether any application or subject- tion to be matter is within the provisions of this Act, and whether such application and subject-matter may be considered

- 15 and determined hereunder; and every decision, determination and order of the court purporting to have been made under the provisions of this Act shall be final, and no writ of prohibition or certiorari shall lie in respect thereof.
- (2) The court may, at any stage of the proceed-20 ings before it, state, in the form of a special case for the opinion of the Supreme Court, any question of law arising in the course of the proceedings.

(3) The Supreme Court, for the purpose of hear-2; ing any such case, may consist of one or more judges.

(4) The judges of the Supreme Court, or any two of them, may make rules with regard to the setting down of any case for argument, and the hearing and decision of the same and its return with the decision of 30 the Supreme Court thereon.

(5) The decision of the Supreme Court on the hearing of any such case shall be binding upon the court and upon the parties to the proceedings.

22. The court may make such apportionment as seems Court may 35 just in any case in which it thinks an apportionment is make app make appornecessary to carry out its powers under this Act.

23. No costs shall be allowed in any proceeding under costs. this Act.

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final.

24. Any covenant or agreement by which any person Contracts purports to limit his right to proceed under this Act limiting right to for the determination of the fair rent of a dwelling-house proceed or shop or to affect any rights to which he would be under this 5 entitled under this Act shall be void.

25. The clerk or other officer having custody of the Inspection rate books of a municipality or shire shall allow the clerk of rate books. of a court of petty sessions to inspect and take copies of or extracts from such rate books, and shall not be
10 entitled to charge any fees in respect of such inspection,

copies, or extracts.

26. Any person on tendering the sum of sixpence shall Information be entitled to obtain from the clerk of the court of petty as to fair rents. sessions information as to the fair rent of any dwelling15 house or shop, as fixed by the court.

27. (1) The Governor may make regulations not Regulations. inconsistent with this Act, prescribing all matters which by this Act are required or permitted to be prescribed or which are necessary or convenient to be prescribed in 20 order to give effect to this Act.

(2) Without prejudice to the generality of subsection one of this section, the Governor may make regulations—

- (a) regulating the making and receipt of applications to determine fair rent or to vary any determination and prescribing the notices to be given of the same and the manner in which such notices may be given;
- (b) prescribing the procedure in respect of applications to the court;
- (c) prescribing the forms which may be used for the purposes of this Act;
- (d) prescribing the duties and powers of the clerks of courts of petty sessions for the purposes of this Act; and
- (e) imposing penalties not exceeding fifty pounds for any breach of the regulations.

(3)

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- (3) Such regulations shall—
- (a) be published in the Gazette;
- (b) take effect from the date of publication or from a later date to be specified in such regulations; and
- (c) be laid before both Houses of Parliament within fourteen sitting days after publication if Parliament is in session; and if not, then within fourteen sitting days after the commencement of the next session.

(4) If either House of Parliament passes a resolution of which notice has been given at any time within fifteen sitting days after such regulations have been laid before such House disallowing any regulation or part

15 thereof, such regulation or part shall thereupon cease to have effect.

28. Any penalty imposed by this Act or the regula- Recovery of tions may be recovered in a summary manner before a penalties. stipendiary or police magistrate or any two justices.

29. This Act shall continue in force for the duration Duration 20 of the present war between His Majesty and Germany, of Act. and for a period of twelve months after the declaration of peace and no longer.

Sydney: Thomas Henry Tennant, Acting Government Printer-1939. [1s. 1d.]

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