

**BISHOPSGATE INSURANCE AUSTRALIA LIMITED
BILL, 1983**

EXPLANATORY NOTE

(This Explanatory Note relates to this Bill as introduced into Parliament)

The object of this Bill is to provide for the payment of workers' compensation claims of Bishopsgate Insurance Australia Limited (which is in liquidation) out of a special fund to be administered by the Government Insurance Office of New South Wales.

The Bill contains the following provisions:—

Clause 1. Short title.

Clause 2. Interpretation.

Clause 3 establishes a fund ("the special fund") for the purposes of the proposed Act and places the fund under the management of the Government Insurance Office of New South Wales ("G.I.O.").

Clause 4—

- (a) authorises the G.I.O. to determine the amount to be contributed by licensed insurers (including self-insurers) to the special fund in a prescribed year, or in prescribed years, in order to meet the workers' compensation claims of Bishopsgate Insurance Australia Limited ("the Company"); and
- (b) requires those insurers, in any prescribed year, to make contributions to the special fund in the same proportion as their contributions to the fund established by section 41 of the Workers' Compensation Act, 1926, in the preceding year.

Clause 5 requires the liquidator of the Company to forward workers' compensation claims to the G.I.O.

Clause 6 requires the liquidator of the Company to deliver documents and furnish information, relating to policies issued by the Company, requested by the G.I.O.

Clause 7 enables the Supreme Court to deal with complaints made to it with respect to the exercise or performance of the powers, authorities, duties or functions of the liquidator under the proposed Act.

Clause 8 authorises the G.I.O., as agent of the Company, to deal with and finalise workers' compensation claims and to exercise certain other rights of the Company, except the right to pay any amount on behalf of the Company or recover any amount due to the Company.

Clause 9 enables the liquidator of the Company to borrow from the special fund to satisfy workers' compensation claims, judgments or awards relating to policies issued by the Company.

Clause 10 authorises the G.I.O. to pay out of the special fund—

- (a) amounts borrowed pursuant to clause 9; and
- (b) the costs of administering the special fund and any costs and expenses incurred by the G.I.O. under the proposed Act.

Clause 11 requires the powers of the liquidator of the Company in relation to workers' compensation claims, awards and judgments to be exercised only with the authority of the G.I.O.

Clause 12 excludes the liquidator of the Company from personal liability for anything done by the G.I.O. under the proposed Act.

Clause 13 requires amounts recovered by the Company or the liquidator of the Company as a consequence of the satisfaction of any workers' compensation claims, judgments or awards and amounts in the nature of outstanding premiums so recovered to be paid into the special fund (the amounts include amounts recovered under policies of re-insurance of the Company).

Clause 14 authorises the continuation of payments of compensation out of the special fund notwithstanding the dissolution of the Company.

Clause 15 provides that a person who becomes entitled, after the dissolution of the Company, to payment under a workers' compensation policy issued by the Company is entitled to be paid out of the Insurers' Contribution Fund under the Workers' Compensation Act, 1926.

Clause 16 provides for payment into the fund referred to in clause 15 of any money remaining in the special fund.

Clause 17 requires the G.I.O. to prove, as debts in the winding up of the Company, amounts paid from the special fund for the purposes of the proposed Act and to distribute any money recovered to the licensed insurers who contributed to the special fund.

Clause 18 requires the liquidator of the Company to permit a person authorised by the Minister to inspect certain documents of the Company.

Clause 19 authorises the Registrar of the Workers' Compensation Commission to take certain legal proceedings in connection with the proposed Act.

Clause 20 empowers the making of regulations.

PROOF

**BISHOPSGATE INSURANCE AUSTRALIA LIMITED
BILL, 1983**

No. , 1983.

A BILL FOR

An Act to make provisions relating to claims against and liabilities incurred by Bishopsgate Insurance Australia Limited in respect of policies of insurance or indemnity under the Workers' Compensation Act, 1926.

[MR WALKER—29 *September*, 1983.]

Bishopsgate Insurance Australia Limited.

BE it enacted by the Queen's Most Excellent 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:—

5 Short title.

1. This Act may be cited as the "Bishopsgate Insurance Australia Limited Act, 1983".

Interpretation.

2. (1) In this Act, except in so far as the context or subject-matter
10 otherwise indicates or requires—

"Company" means Bishopsgate Insurance Australia Limited;

"Contribution Fund" means the Insurers' Contribution Fund established
under section 30H (1) of the Workers' Compensation Act, 1926;

"fund" means the fund established under section 3;

15 "Government Insurance Office" means the Government Insurance Office
of New South Wales;

"licensed insurer" means a person who is at, or who becomes after, 19th
August, 1983—

20 (a) an insurer licensed under the Workers' Compensation Act,
1926; or

(b) a self-insurer within the meaning of that Act,
but does not include the Company;

"policy of insurance" means a policy of insurance or indemnity under
section 18 (1) of the Workers' Compensation Act, 1926;

25 "Registrar" means the Registrar of the Workers' Compensation
Commission of New South Wales;

"regulation" means a regulation made under this Act.

(2) So far as the legislative power of Parliament permits, the liqui-
dator of the Company shall have and may exercise outside New South Wales
30 the powers, authorities, duties and functions conferred or imposed on the
liquidator by this Act, in addition to having and exercising those powers,
authorities, duties and functions within New South Wales.

Bishopsgate Insurance Australia Limited.

Fund.

3. (1) There shall be a fund into which shall be paid the contributions required by section 4 or the regulations to be paid by licensed insurers, all income accruing from the investment or re-investment of money under subsection (3), or otherwise accruing to the fund, and any amounts required by section 13 to be paid into the fund and out of which shall be paid such amounts as may be authorised by this Act to be paid thereout.

(2) The fund shall, subject to this Act and the regulations, be under the direction, control and management of the Government Insurance Office.

(3) The Government Insurance Office may invest and re-invest any money in the fund in all or any one or more of the securities and investments mentioned in section 5C (1) of the Government Insurance Act, 1927, and any such securities and investments held by the Government Insurance Office pursuant to this subsection may at any time be realised, hypothecated or otherwise disposed of as the Government Insurance Office may from time to time determine.

(4) Full and accurate accounts shall be kept by the Government Insurance Office in respect of the fund.

(5) The accounts relating to the fund shall be audited by the Auditor-General.

Contributions to the fund.

4. (1) The Government Insurance Office may, in any year prescribed by the regulations (being a year commencing on 1st July, 1983, or on 1st July in any following year) determine the amount to be contributed to the fund in that year, being an amount which the Government Insurance Office considers is necessary to satisfy, during that year, claims, judgments and awards arising from or pertaining to policies of insurance issued by the Company.

Bishopsgate Insurance Australia Limited.

(2) Where the Government Insurance Office determines an amount pursuant to subsection (1) in respect of a year prescribed for the purposes of that subsection, each licensed insurer shall in that year pay to the Government Insurance Office for payment into the fund an appropriate contribution calculated in accordance with the following formula:—

$$\frac{A}{B} \times C$$

where—

10 “A” is the amount which the licensed insurer is required by or under the Workers’ Compensation Act, 1926, to contribute to the fund established by section 41 of that Act in the year immediately preceding the year so prescribed;

15 “B” is the total amount required by or under that Act to be contributed by all licensed insurers to that fund in that preceding year; and

“C” is the amount determined pursuant to subsection (1) in respect of the year so prescribed.

(3) An appropriate contribution, calculated in accordance with subsection (2), not paid within the time specified by the Government Insurance Office in a notice to a licensed insurer requiring the licensed insurer to pay the contribution may be recovered as a debt in any court of competent jurisdiction.

25 (4) In any proceedings under subsection (3), a certificate purporting to be signed by the Registrar as to the amount of the appropriate contribution payable, pursuant to this section, by the licensed insurer, and as to the time within which the contribution should be paid, as specified by the Government Insurance Office, shall without proof of the signature or of the official character of the person by whom the certificate purports to have been signed be evidence of the facts stated therein.

30 Liquidator to notify Government Insurance Office of claims.

5. The liquidator of the Company shall, on receiving any claim pertaining to any policy of insurance issued by the Company, forward that claim to the Government Insurance Office.

Bishopsgate Insurance Australia Limited.

Delivery of documents, etc., to Government Insurance Office.

6. The liquidator of the Company shall, whenever requested to do so by the Government Insurance Office, deliver to the Government Insurance Office all documents relating to policies of insurance issued by the Company and any claims, judgments or awards made in respect of any such policies in the liquidator's possession and furnish to the Government Insurance Office any information in the liquidator's possession relating to any such policies or any such claims, judgments or awards.

Control of Supreme Court over liquidator.

7. If any complaint is made to the Supreme Court by the Government Insurance Office or the Registrar with respect to the exercise or performance by the liquidator of the Company of any of the liquidator's powers, authorities, duties or functions under this Act, the Supreme Court shall inquire into the matter and take such action as it thinks fit.

Claims may be finalised, etc., by G.I.O. as agent.

8. (1) Subject to subsection (2), the Government Insurance Office—
- (a) may deal with and finalise any claim; and
 - (b) may exercise any right of the Company arising from or pertaining to any claim, judgment or award,
- arising from or pertaining to any policy of insurance issued by the Company.
- (2) Subsection (1) does not authorise the Government Insurance Office—
- (a) to pay any amount for the purpose of satisfying any claim, judgment or award; or
 - (b) to recover any amount due to the Company.

- (3) The Government Insurance Office shall, when it acts pursuant to this section, be deemed to be acting as the agent of the Company.

Bishopsgate Insurance Australia Limited.

Liquidator may borrow money from fund to satisfy claims, etc.

9. (1) For the purpose of satisfying any claim, judgment or award arising from or pertaining to any policy of insurance issued by the Company, the liquidator of the Company may from time to time borrow from the fund
5 such amounts as may be necessary for that purpose.

(2) The liquidator shall apply any amount borrowed from the fund in pursuance of subsection (1) for the purpose for which it was borrowed.

Application of fund.

10. Out of the fund, the Government Insurance Office—

10 (a) shall, as manager of the fund, pay any amount that the liquidator of the Company wishes to borrow, pursuant to section 9, for the purpose of satisfying any claim, judgment or award arising from or pertaining to any policy of insurance issued by the Company; and

15 (b) is entitled—

(i) to be paid, as manager of the fund, the costs of administration of the fund; and

20 (ii) to be indemnified against all payments made by it and all costs and expenses that it may incur, as manager of the fund, in or in connection with the exercise or performance or the purported exercise or performance of its powers, authorities, duties and functions under this Act.

Powers of liquidator of the Company.

25 11. The powers of the liquidator of the Company with respect to any claim, judgment or award arising from or pertaining to any policy of insurance issued by the Company shall be exercised only with the authority of the Government Insurance Office.

Bishopsgate Insurance Australia Limited.

Exclusion of liability of liquidator.

12. The liquidator of the Company shall not be personally liable for or in respect of the exercise or performance or the purported exercise or performance by the Government Insurance Office of its powers, authorities,
5 duties and functions under section 8 or any other provision of this Act.

Payment into fund of money recovered by liquidator.

13. (1) Where the Company is under a contract of re-insurance insured against liability in respect of policies of insurance issued by the Company and any such liability is incurred by the Company, then, if any part of that
10 liability is met with money borrowed from the fund and an amount in respect of that part of the liability is received by the Company or by the liquidator of the Company from the re-insurer, the amount received shall, after deducting any expenses of or incidental to getting in that amount, be paid by the liquidator to the Government Insurance Office for payment into the fund
15 in priority to all payments in respect of debts.

(2) Where the Company or the liquidator of the Company, pursuant to section 64 of the Workers' Compensation Act, 1926, or otherwise, recovers any amount due to the Company as a consequence of the satisfaction with money borrowed from the fund of any part of any claim, judgment or award
20 arising from or pertaining to any policy of insurance issued by the Company, the amount recovered shall, after deducting any expenses of or incidental to recovering that amount, be paid by the liquidator to the Government Insurance Office for payment into the fund in priority to all payments in respect of debts.

25 (3) Where any amount is paid pursuant to section 30K of the Workers' Compensation Act, 1926, from the Contribution Fund to the Company or to the liquidator of the Company as a consequence of the satisfaction with money borrowed from the fund of any part of any claim, judgment or award arising from or pertaining to any policy of insurance

Bishopsgate Insurance Australia Limited.

issued by the Company, the amount paid shall be paid by the liquidator to the Government Insurance Office for payment into the fund in priority to all payments in respect of debts.

5 (4) Where the Company or the liquidator of the Company recovers the amount of any premium or part of a premium due to the Company in respect of a policy of insurance, the amount recovered shall, after deducting any expenses of or incidental to recovering that amount, be paid by the liquidator to the Government Insurance Office for payment into the fund in priority to all payments in respect of debts.

10 (5) This section shall have effect notwithstanding any agreement to the contrary entered into whether before or after the commencement of this Act.

Continuance of payment of workers' compensation in certain cases.

14. When the Company has been dissolved, the payments of compensation under awards pertaining to policies of insurance issued by the Company which would, but for the dissolution taking place, be payable by the Company shall continue and be paid out of the fund by the Government Insurance Office.

Entitlements payable after dissolution of the Company.

20 15. (1) When the Company has been dissolved, a person who would have had, but for the dissolution of the Company, an entitlement to payment of any amount arising from or pertaining to any policy of insurance issued by the Company, other than an entitlement to payment of an amount under section 14, shall be entitled to payment of that amount out of the
25 Contribution Fund.

(2) A person referred to in subsection (1) may make a claim against the Government Insurance Office, as manager of the Contribution Fund, in respect of an entitlement to payment of an amount under that subsection.

Bishopsgate Insurance Australia Limited.

(3) The Government Insurance Office, as manager of the Contribution Fund—

(a) may in all respects deal with and finalise a claim made under subsection (2); and

5 (b) may exercise any right the Company would have had but for its dissolution arising from or pertaining to that claim or any judgment or award made pursuant to that claim,

as if the Government Insurance Office had been the insurer under the policy from which that claim arises or to which it pertains.

10 (4) Out of the Contribution Fund, the Government Insurance Office—

(a) shall, as manager of the Contribution Fund, satisfy any liability the Company would have had but for its dissolution arising from or pertaining to a claim made under subsection (2) or any
15 judgment or award made pursuant to that claim; and

(b) is entitled—

(i) to be paid, as manager of the Contribution Fund, the costs of administration of the Contribution Fund arising under this Act; and

20 (ii) to be indemnified against all liabilities met by it and all costs and expenses that it may incur, as manager of the Contribution Fund, in or in connection with the exercise or performance or the purported exercise or performance of its powers, authorities, duties and functions under this
25 section.

Final application of money in fund.

16. If, after payment out of the fund of all money authorised or required to be paid out of the fund by this Act, any money remains in the fund, the Government Insurance Office shall pay that money remaining
30 in the fund into the Contribution Fund.

Bishopsgate Insurance Australia Limited.

Recovery of money paid from fund.

17. (1) The Government Insurance Office shall prove as debts in the winding up of the Company—

- 5 (a) the amount (if any) by which the total amounts paid out of the fund by the Government Insurance Office, or to which the Government Insurance Office or the Registrar is entitled, under the provisions of this Act exceed the total amounts paid into the fund pursuant to section 13; and
- 10 (b) in respect of weekly payments to be paid out of the fund under section 14, the amount specified in a certificate by the Government Actuary as the then present value of those payments.

(2) The amount referred to in subsection (1) (a) shall be a debt provable in the winding up.

15 (3) The amount specified in a certificate by the Government Actuary under subsection (1) (b) shall be a debt provable in the winding up and the certificate shall be conclusive as to the matters stated therein.

20 (4) All money recovered by the Government Insurance Office by way of dividend pursuant to subsection (1) shall be paid into an account in a bank in New South Wales and shall from time to time be distributed among the licensed insurers from whom contributions to the fund have been paid in the same proportions as the contributions were made.

Inspection of documents, etc., by person authorised by Minister.

18. The liquidator of the Company shall, whenever requested to do so by a person authorised by the Minister, make any documents relating to 25 policies of insurance issued by the Company and any claims, judgments or awards made in respect of any such policies in the liquidator's possession available for inspection by that person.

Registrar may take certain legal proceedings.

19. (1) Where—

- 30 (a) the liquidator of the Company applies to any court for directions in relation to any particular matter arising under the winding up;

Bishopsgate Insurance Australia Limited.

- (b) the exercise or performance by the liquidator of the Company of any of the liquidator's powers, authorities, duties or functions, whether under this Act or not, is challenged, reviewed or called into question in proceedings before any court; or
- 5 (c) any other matter that concerns or may affect the operation of this Act is raised in proceedings before any court,

the Registrar may intervene at any stage of the proceedings before that court, by counsel, solicitor or agent, and shall thereupon become a party to, and shall have all the rights of a party to, those proceedings before that court, 10 including the right to appeal against any order, judgment or direction of the court.

(2) In any case in which the Attorney General might take proceedings on the relation or on behalf or for the benefit of a person to whom the Company is liable in respect of a claim, judgment or award arising from or 15 pertaining to any policy of insurance issued by the Company, being proceedings for or with respect to enforcing or securing the observance of any provision made by or under this Act, any other Act or any rule of law, the Registrar shall be deemed to represent sufficiently the interests of the public and may take the proceedings in the Registrar's own name.

20 (3) The Registrar is entitled to be paid, out of the fund, all the costs and expenses incurred by the Registrar in exercising the powers conferred by this section.

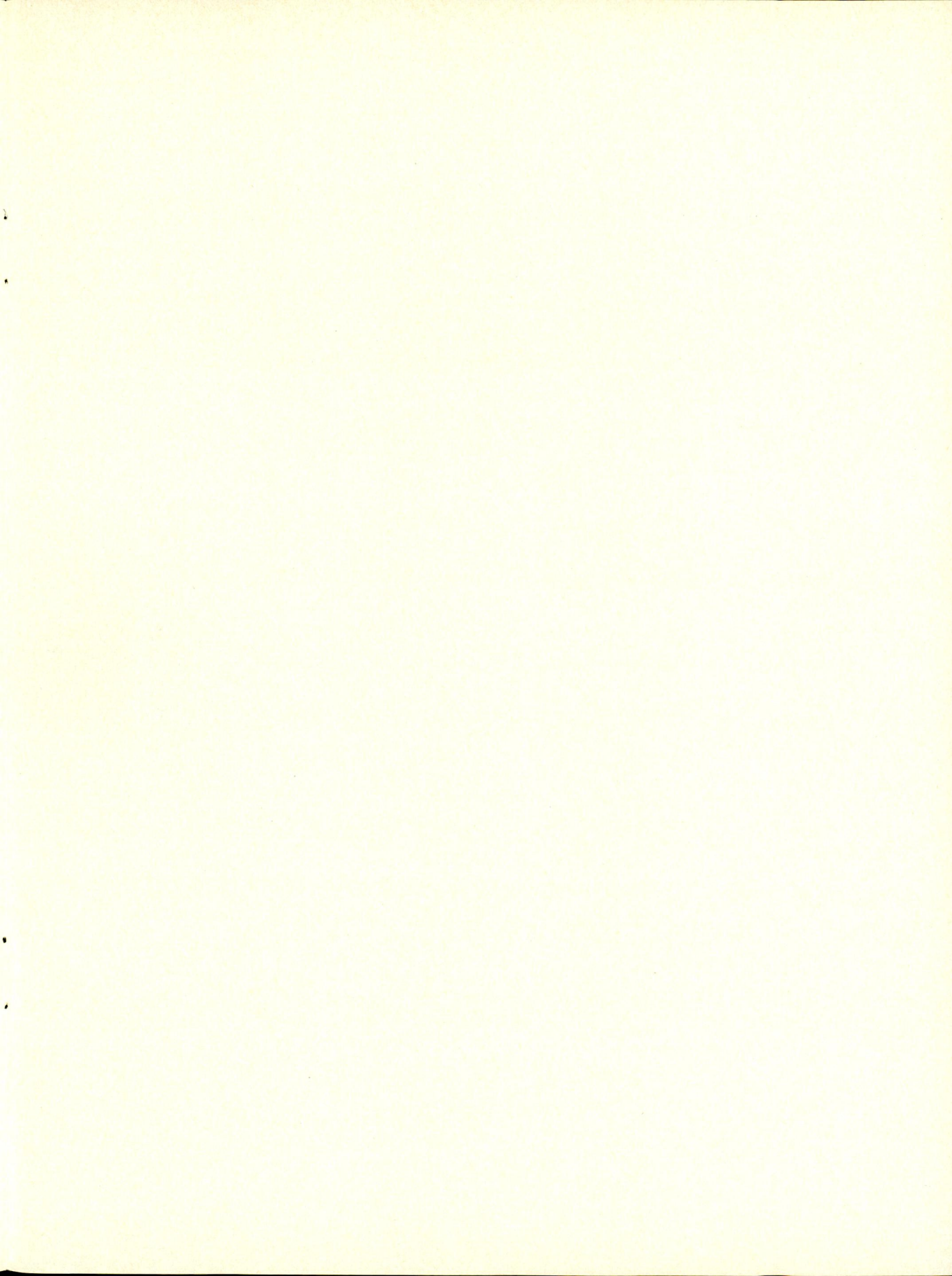
Regulations.

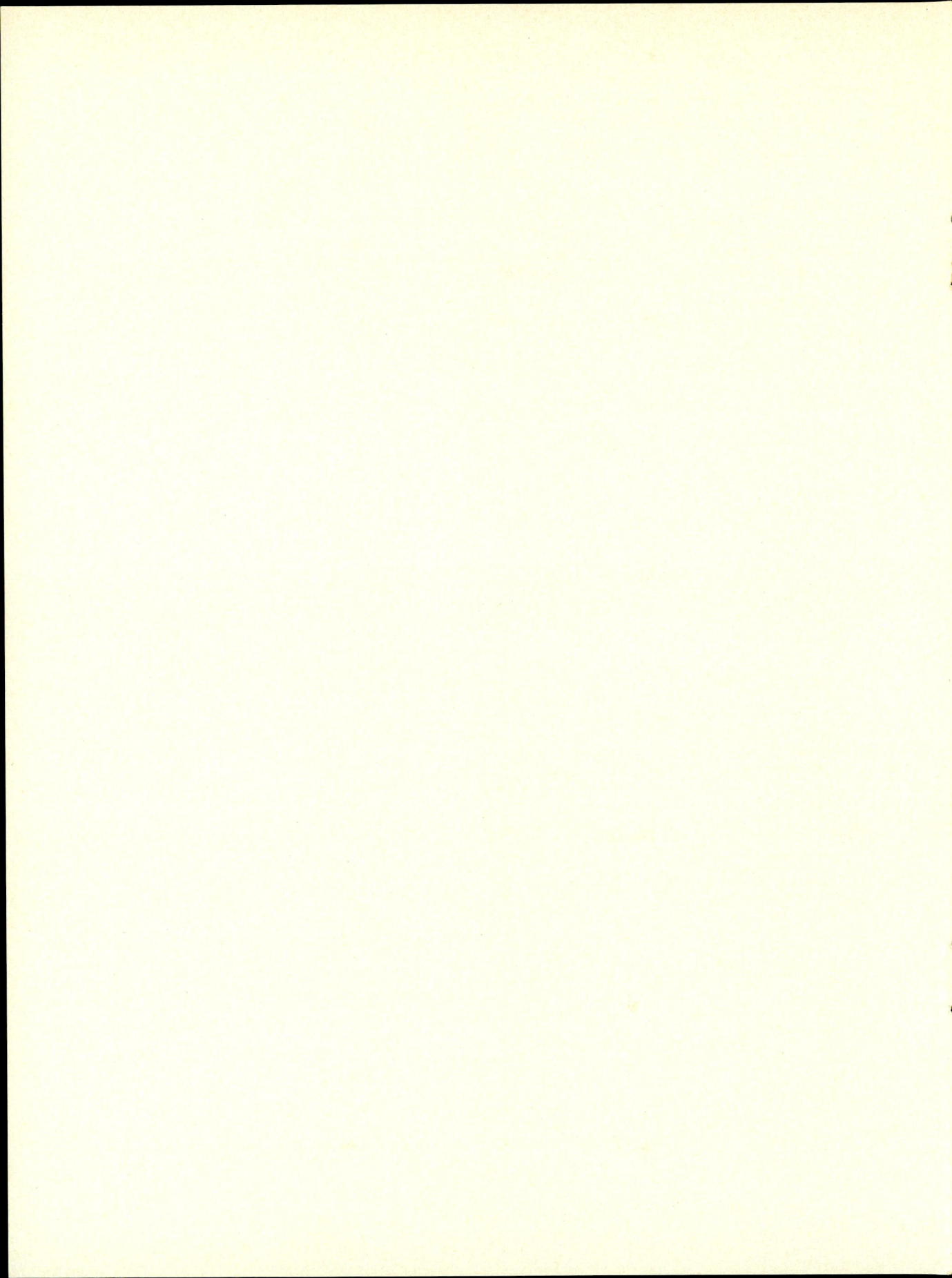
25 **20.** The Governor may make regulations, not inconsistent with this Act, for or with respect to any matter which by this Act is required or permitted to be prescribed or which is necessary or convenient to be prescribed for carrying out or giving effect to this Act and, in particular, for or with respect to—

- 30 (a) requiring licensed insurers (being insurers, other than the Company, licensed under the Workers' Compensation Act, 1926, and self-insurers within the meaning of that Act, as at a date specified in the regulations) to make further contributions to the fund;
- (b) the manner and method of determining any such further contributions;

Bishopsgate Insurance Australia Limited.

- (c) varying in circumstances therein specified the periods with respect to which contributions are based or the basis on which such contributions are determined under section 4; and
- (d) the payment, and proceedings for the recovery, of contributions.





**BISHOPSGATE INSURANCE AUSTRALIA LIMITED ACT,
1983, No. 81**

New South Wales



ANNO TRICESIMO SECUNDO

ELIZABETHÆ II REGINÆ

Act No. 81, 1983.

An Act to make provisions relating to claims against and liabilities incurred by Bishopsgate Insurance Australia Limited in respect of policies of insurance or indemnity under the Workers' Compensation Act, 1926. [Assented to, 6th October, 1983.]

Bishopsgate Insurance Australia Limited.

BE it enacted by the Queen's Most Excellent 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:—

Short title.

1. This Act may be cited as the "Bishopsgate Insurance Australia Limited Act, 1983".

Interpretation.

2. (1) In this Act, except in so far as the context or subject-matter otherwise indicates or requires—

"Company" means Bishopsgate Insurance Australia Limited;

"Contribution Fund" means the Insurers' Contribution Fund established under section 30H (1) of the Workers' Compensation Act, 1926;

"fund" means the fund established under section 3;

"Government Insurance Office" means the Government Insurance Office of New South Wales;

"licensed insurer" means a person who is at, or who becomes after, 19th August, 1983—

(a) an insurer licensed under the Workers' Compensation Act, 1926; or

(b) a self-insurer within the meaning of that Act,

but does not include the Company;

"policy of insurance" means a policy of insurance or indemnity under section 18 (1) of the Workers' Compensation Act, 1926;

"Registrar" means the Registrar of the Workers' Compensation Commission of New South Wales;

"regulation" means a regulation made under this Act.

(2) So far as the legislative power of Parliament permits, the liquidator of the Company shall have and may exercise outside New South Wales the powers, authorities, duties and functions conferred or imposed on the liquidator by this Act, in addition to having and exercising those powers, authorities, duties and functions within New South Wales.

Bishopsgate Insurance Australia Limited.

Fund.

3. (1) There shall be a fund into which shall be paid the contributions required by section 4 or the regulations to be paid by licensed insurers, all income accruing from the investment or re-investment of money under subsection (3), or otherwise accruing to the fund, and any amounts required by section 13 to be paid into the fund and out of which shall be paid such amounts as may be authorised by this Act to be paid thereout.

(2) The fund shall, subject to this Act and the regulations, be under the direction, control and management of the Government Insurance Office.

(3) The Government Insurance Office may invest and re-invest any money in the fund in all or any one or more of the securities and investments mentioned in section 5c (1) of the Government Insurance Act, 1927, and any such securities and investments held by the Government Insurance Office pursuant to this subsection may at any time be realised, hypothecated or otherwise disposed of as the Government Insurance Office may from time to time determine.

(4) Full and accurate accounts shall be kept by the Government Insurance Office in respect of the fund.

(5) The accounts relating to the fund shall be audited by the Auditor-General.

Contributions to the fund.

4. (1) The Government Insurance Office may, in any year prescribed by the regulations (being a year commencing on 1st July, 1983, or on 1st July in any following year) determine the amount to be contributed to the fund in that year, being an amount which the Government Insurance Office considers is necessary to satisfy, during that year, claims, judgments and awards arising from or pertaining to policies of insurance issued by the Company.

Bishopsgate Insurance Australia Limited.

(2) Where the Government Insurance Office determines an amount pursuant to subsection (1) in respect of a year prescribed for the purposes of that subsection, each licensed insurer shall in that year pay to the Government Insurance Office for payment into the fund an appropriate contribution calculated in accordance with the following formula:—

$$\frac{A}{B} \times C$$

where—

- “A” is the amount which the licensed insurer is required by or under the Workers’ Compensation Act, 1926, to contribute to the fund established by section 41 of that Act in the year immediately preceding the year so prescribed;
- “B” is the total amount required by or under that Act to be contributed by all licensed insurers to that fund in that preceding year; and
- “C” is the amount determined pursuant to subsection (1) in respect of the year so prescribed.

(3) An appropriate contribution, calculated in accordance with subsection (2), not paid within the time specified by the Government Insurance Office in a notice to a licensed insurer requiring the licensed insurer to pay the contribution may be recovered as a debt in any court of competent jurisdiction.

(4) In any proceedings under subsection (3), a certificate purporting to be signed by the Registrar as to the amount of the appropriate contribution payable, pursuant to this section, by the licensed insurer, and as to the time within which the contribution should be paid, as specified by the Government Insurance Office, shall without proof of the signature or of the official character of the person by whom the certificate purports to have been signed be evidence of the facts stated therein.

Liquidator to notify Government Insurance Office of claims.

5. The liquidator of the Company shall, on receiving any claim pertaining to any policy of insurance issued by the Company, forward that claim to the Government Insurance Office.

Bishopsgate Insurance Australia Limited.

Delivery of documents, etc., to Government Insurance Office.

6. The liquidator of the Company shall, whenever requested to do so by the Government Insurance Office, deliver to the Government Insurance Office all documents relating to policies of insurance issued by the Company and any claims, judgments or awards made in respect of any such policies in the liquidator's possession and furnish to the Government Insurance Office any information in the liquidator's possession relating to any such policies or any such claims, judgments or awards.

Control of Supreme Court over liquidator.

7. If any complaint is made to the Supreme Court by the Government Insurance Office or the Registrar with respect to the exercise or performance by the liquidator of the Company of any of the liquidator's powers, authorities, duties or functions under this Act, the Supreme Court shall inquire into the matter and take such action as it thinks fit.

Claims may be finalised, etc., by G.I.O. as agent.

8. (1) Subject to subsection (2), the Government Insurance Office—
- (a) may deal with and finalise any claim; and
 - (b) may exercise any right of the Company arising from or pertaining to any claim, judgment or award,

arising from or pertaining to any policy of insurance issued by the Company.

(2) Subsection (1) does not authorise the Government Insurance Office—

- (a) to pay any amount for the purpose of satisfying any claim, judgment or award; or
- (b) to recover any amount due to the Company.

(3) The Government Insurance Office shall, when it acts pursuant to this section, be deemed to be acting as the agent of the Company.

Bishopgate Insurance Australia Limited.

Liquidator may borrow money from fund to satisfy claims, etc.

9. (1) For the purpose of satisfying any claim, judgment or award arising from or pertaining to any policy of insurance issued by the Company, the liquidator of the Company may from time to time borrow from the fund such amounts as may be necessary for that purpose.

(2) The liquidator shall apply any amount borrowed from the fund in pursuance of subsection (1) for the purpose for which it was borrowed.

Application of fund.

10. Out of the fund, the Government Insurance Office—

- (a) shall, as manager of the fund, pay any amount that the liquidator of the Company wishes to borrow, pursuant to section 9, for the purpose of satisfying any claim, judgment or award arising from or pertaining to any policy of insurance issued by the Company; and
- (b) is entitled—
 - (i) to be paid, as manager of the fund, the costs of administration of the fund; and
 - (ii) to be indemnified against all payments made by it and all costs and expenses that it may incur, as manager of the fund, in or in connection with the exercise or performance or the purported exercise or performance of its powers, authorities, duties and functions under this Act.

Powers of liquidator of the Company.

11. The powers of the liquidator of the Company with respect to any claim, judgment or award arising from or pertaining to any policy of insurance issued by the Company shall be exercised only with the authority of the Government Insurance Office.

Bishopsgate Insurance Australia Limited.

Exclusion of liability of liquidator.

12. The liquidator of the Company shall not be personally liable for or in respect of the exercise or performance or the purported exercise or performance by the Government Insurance Office of its powers, authorities, duties and functions under section 8 or any other provision of this Act.

Payment into fund of money recovered by liquidator.

13. (1) Where the Company is under a contract of re-insurance insured against liability in respect of policies of insurance issued by the Company and any such liability is incurred by the Company, then, if any part of that liability is met with money borrowed from the fund and an amount in respect of that part of the liability is received by the Company or by the liquidator of the Company from the re-insurer, the amount received shall, after deducting any expenses of or incidental to getting in that amount, be paid by the liquidator to the Government Insurance Office for payment into the fund in priority to all payments in respect of debts.

(2) Where the Company or the liquidator of the Company, pursuant to section 64 of the Workers' Compensation Act, 1926, or otherwise, recovers any amount due to the Company as a consequence of the satisfaction with money borrowed from the fund of any part of any claim, judgment or award arising from or pertaining to any policy of insurance issued by the Company, the amount recovered shall, after deducting any expenses of or incidental to recovering that amount, be paid by the liquidator to the Government Insurance Office for payment into the fund in priority to all payments in respect of debts.

(3) Where any amount is paid pursuant to section 30K of the Workers' Compensation Act, 1926, from the Contribution Fund to the Company or to the liquidator of the Company as a consequence of the satisfaction with money borrowed from the fund of any part of any claim, judgment or award arising from or pertaining to any policy of insurance

Bishopsgate Insurance Australia Limited.

issued by the Company, the amount paid shall be paid by the liquidator to the Government Insurance Office for payment into the fund in priority to all payments in respect of debts.

(4) Where the Company or the liquidator of the Company recovers the amount of any premium or part of a premium due to the Company in respect of a policy of insurance, the amount recovered shall, after deducting any expenses of or incidental to recovering that amount, be paid by the liquidator to the Government Insurance Office for payment into the fund in priority to all payments in respect of debts.

(5) This section shall have effect notwithstanding any agreement to the contrary entered into whether before or after the commencement of this Act.

Continuance of payment of workers' compensation in certain cases.

14. When the Company has been dissolved, the payments of compensation under awards pertaining to policies of insurance issued by the Company which would, but for the dissolution taking place, be payable by the Company shall continue and be paid out of the fund by the Government Insurance Office.

Entitlements payable after dissolution of the Company.

15. (1) When the Company has been dissolved, a person who would have had, but for the dissolution of the Company, an entitlement to payment of any amount arising from or pertaining to any policy of insurance issued by the Company, other than an entitlement to payment of an amount under section 14, shall be entitled to payment of that amount out of the Contribution Fund.

(2) A person referred to in subsection (1) may make a claim against the Government Insurance Office, as manager of the Contribution Fund, in respect of an entitlement to payment of an amount under that subsection.

Bishopsgate Insurance Australia Limited.

(3) The Government Insurance Office, as manager of the Contribution Fund—

- (a) may in all respects deal with and finalise a claim made under subsection (2); and
- (b) may exercise any right the Company would have had but for its dissolution arising from or pertaining to that claim or any judgment or award made pursuant to that claim,

as if the Government Insurance Office had been the insurer under the policy from which that claim arises or to which it pertains.

(4) Out of the Contribution Fund, the Government Insurance Office—

- (a) shall, as manager of the Contribution Fund, satisfy any liability the Company would have had but for its dissolution arising from or pertaining to a claim made under subsection (2) or any judgment or award made pursuant to that claim; and
- (b) is entitled—
 - (i) to be paid, as manager of the Contribution Fund, the costs of administration of the Contribution Fund arising under this Act; and
 - (ii) to be indemnified against all liabilities met by it and all costs and expenses that it may incur, as manager of the Contribution Fund, in or in connection with the exercise or performance or the purported exercise or performance of its powers, authorities, duties and functions under this section.

Final application of money in fund.

16. If, after payment out of the fund of all money authorised or required to be paid out of the fund by this Act, any money remains in the fund, the Government Insurance Office shall pay that money remaining in the fund into the Contribution Fund.

Bishopsgate Insurance Australia Limited.

Recovery of money paid from fund.

17. (1) The Government Insurance Office shall prove as debts in the winding up of the Company—

- (a) the amount (if any) by which the total amounts paid out of the fund by the Government Insurance Office, or to which the Government Insurance Office or the Registrar is entitled, under the provisions of this Act exceed the total amounts paid into the fund pursuant to section 13; and
- (b) in respect of weekly payments to be paid out of the fund under section 14, the amount specified in a certificate by the Government Actuary as the then present value of those payments.

(2) The amount referred to in subsection (1) (a) shall be a debt provable in the winding up.

(3) The amount specified in a certificate by the Government Actuary under subsection (1) (b) shall be a debt provable in the winding up and the certificate shall be conclusive as to the matters stated therein.

(4) All money recovered by the Government Insurance Office by way of dividend pursuant to subsection (1) shall be paid into an account in a bank in New South Wales and shall from time to time be distributed among the licensed insurers from whom contributions to the fund have been paid in the same proportions as the contributions were made.

Inspection of documents, etc., by person authorised by Minister.

18. The liquidator of the Company shall, whenever requested to do so by a person authorised by the Minister, make any documents relating to policies of insurance issued by the Company and any claims, judgments or awards made in respect of any such policies in the liquidator's possession available for inspection by that person.

Registrar may take certain legal proceedings.

19. (1) Where—

- (a) the liquidator of the Company applies to any court for directions in relation to any particular matter arising under the winding up;

Bishopsgate Insurance Australia Limited.

- (b) the exercise or performance by the liquidator of the Company of any of the liquidator's powers, authorities, duties or functions, whether under this Act or not, is challenged, reviewed or called into question in proceedings before any court; or
- (c) any other matter that concerns or may affect the operation of this Act is raised in proceedings before any court,

the Registrar may intervene at any stage of the proceedings before that court, by counsel, solicitor or agent, and shall thereupon become a party to, and shall have all the rights of a party to, those proceedings before that court, including the right to appeal against any order, judgment or direction of the court.

(2) In any case in which the Attorney General might take proceedings on the relation or on behalf or for the benefit of a person to whom the Company is liable in respect of a claim, judgment or award arising from or pertaining to any policy of insurance issued by the Company, being proceedings for or with respect to enforcing or securing the observance of any provision made by or under this Act, any other Act or any rule of law, the Registrar shall be deemed to represent sufficiently the interests of the public and may take the proceedings in the Registrar's own name.

(3) The Registrar is entitled to be paid, out of the fund, all the costs and expenses incurred by the Registrar in exercising the powers conferred by this section.

Regulations.

20. The Governor may make regulations, not inconsistent with this Act, for or with respect to any matter which by this Act is required or permitted to be prescribed or which is necessary or convenient to be prescribed for carrying out or giving effect to this Act and, in particular, for or with respect to—

- (a) requiring licensed insurers (being insurers, other than the Company, licensed under the Workers' Compensation Act, 1926, and self-insurers within the meaning of that Act, as at a date specified in the regulations) to make further contributions to the fund;
- (b) the manner and method of determining any such further contributions;

Bishopsgate Insurance Australia Limited.

- (c) varying in circumstances therein specified the periods with respect to which contributions are based or the basis on which such contributions are determined under section 4; and
- (d) the payment, and proceedings for the recovery, of contributions.

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

L. W. STREET,
Lieutenant-Governor.

*Government House,
Sydney, 6th October, 1983.*