



Australian Capital Territory

Lands Acquisition Act 1994

A1994-42

Republication No 0B

Effective: 1 July 1996 – 23 June 1997

Republication date: 21 January 2020

Last amendment made by A1996-26

About this republication

The republished law

This is a republication of the *Lands Acquisition Act 1994* effective from 1 July 1996 to 23 June 1997.

Kinds of republications

The Parliamentary Counsel's Office prepares 2 kinds of republications of ACT laws (see the ACT legislation register at www.legislation.act.gov.au):

- authorised republications to which the *Legislation Act 2001* applies
- unauthorised republications.

The status of this republication appears on the bottom of each page.



Australian Capital Territory
LANDS ACQUISITION ACT 1994

This consolidation has been prepared by the ACT Parliamentary Counsel's Office

Updated as at 1 July 1996

TABLE OF PROVISIONS

Section

PART I—PRELIMINARY

1. Short title
2. Commencement
3. Interpretation
4. Meaning of “authorised person”

PART II—TEMPORARY ENTRY ON, AND OCCUPATION OF, LAND

5. Powers additional to other powers
6. Notice to be given before powers exercised
7. Power to enter on, and examine, land
8. Power to occupy land temporarily
9. Powers in relation to land temporarily occupied
10. Obligations in relation to exercise of powers
11. Order to enforce exercise of powers
12. Exercise of powers not an acquisition of an interest in land

PART III—ACQUISITION OF INTERESTS

13. Modes of acquisition
14. Nature of interests that may be acquired
15. Authorities with limited powers
16. Steps in acquisition by agreement
17. Steps in acquisition by compulsory process
18. Acquisitions to be in accordance with Act

Lands Acquisition Act 1994

TABLE OF PROVISIONS—continued

Section

PART IV—PRE-ACQUISITION PROCEDURES

Division 1—Pre-acquisition declarations

- 19. Declaration that land is suitable for acquisition
 - 20. Publication of pre-acquisition declarations
 - 21. Acquisitions where land required urgently etc.
 - 22. Effect of section 21 certificate on pre-acquisition declaration
- Division 2—Reconsideration of pre-acquisition declaration*
- 23. Application for reconsideration of pre-acquisition of declaration
 - 24. Reconsideration of pre-acquisition declaration
 - 25. Consideration of certain instruments under subsection 24 (1) by the Legislative Assembly

Division 3—Miscellaneous

- 26. Interpretation
- 27. Correction of mistakes in authorising documents
- 28. Consequences of variation of authorising documents
- 29. Notification of confirmation or revocation of authorising documents
- 30. Registration of authorising documents
- 31. Owner of interest in land required to disclose existence of authorising documents

PART V—ACQUISITION PROCEDURES

- 32. Acquisition by agreement
- 33. Acquisition by compulsory process
- 34. When pre-acquisition declaration becomes absolute
- 35. Notice requiring acquisition
- 36. Acquisitions not affected by failure to comply with post-acquisition requirements
- 37. Entry into possession by acquiring authority
- 38. Notification of compulsory acquisition declarations
- 39. Effect of acquisition of mortgage interest on rights of mortgagee
- 40. Correction of compulsory acquisition declarations
- 41. Registration of compulsory acquisition declarations

PART VI—COMPENSATION FOR COMPULSORY ACQUISITION OF INTERESTS IN LAND

Division 1—Entitlement to compensation

- 42. Entitlement to compensation
 - 43. Mortgagees may waive rights in respect of mortgage interests
- Division 2—Amount of compensation—interests other than mortgage interests*
- 44. Division does not apply in relation to acquisition of mortgage interests
 - 45. Amount of compensation—general principles
 - 46. Meaning of “market value”

Lands Acquisition Act 1994

TABLE OF PROVISIONS—continued

Section	
47.	Special provision where market value determined upon basis of potential of land
48.	No general market for interest acquired
49.	Interest affected by planning restriction
50.	Matters to be disregarded in assessing compensation
51.	Acquisition of a dwelling
52.	Interest subject to mortgage
	<i>Division 3—Amount of compensation—mortgage interests</i>
53.	Interpretation
54.	Amount of compensation
55.	Particulars of mortgages may be required
	<i>Division 4—Claims for, and offers of, compensation</i>
56.	Claims for compensation
57.	Effect of compensation claim in respect of acquisition of mortgage interest
58.	Amounts paid in respect of mortgage liabilities extinguished by section 57
59.	Executive either to accept claim and offer compensation or to reject claim
60.	Rejection of claims—review by Administrative Appeals Tribunal
61.	Consequences of not seeking review of decision to reject claim
62.	Claimant may accept or reject Executive's offer of compensation
63.	Executive to reconsider offer of compensation and to make final offer
64.	Claimant may accept or reject Executive's final offer of compensation
	<i>Division 5—Determination of compensation payable</i>
65.	Determination of compensation by pre-acquisition agreement
66.	Determination of compensation by post-acquisition agreement
67.	Determination of compensation by Administrative Appeals Tribunal
68.	Persons not entitled to seek determination of compensation by more than 1 means
69.	Separate rights of mortgagee and mortgagor to determination of compensation
	<i>Division 6—Payment of compensation</i>
70.	Advance payment on account of compensation
71.	Executive may pay rates etc.
72.	Payment of compensation
73.	Relationship between advances on account of, and payments of, compensation
74.	Repayment of advances where no entitlement to compensation
75.	Payment of compensation into trust account
76.	Interest payable on compensation—interests other than mortgage interests
77.	Interest payable on compensation—mortgage interests
	<i>Division 7—Courts to ensure just terms</i>
78.	Courts to ensure just terms

Lands Acquisition Act 1994

TABLE OF PROVISIONS—continued

Section

PART VII—COMPENSATION FOR EXERCISE OF POWERS UNDER PART II AND FAILURE TO ACQUIRE

Division 1—Entitlement to compensation

- 79. Interpretation
- 80. Entitlement to compensation—exercise of powers under Part II
- 81. Entitlement to compensation—pre-acquisition declaration made but acquisition not proceeded with

Division 2—Claims for, and offers of, compensation

- 82. Claims for compensation
- 83. Executive either to accept claim and offer compensation or to reject claim
- 84. Rejection of claims—review by Administrative Appeals Tribunal
- 85. Claimant may accept or reject Executive's offer of compensation
- 86. Executive to reconsider offer of compensation and to make final offer
- 87. Claimant may accept or reject Executive's final offer of compensation

Division 3—Determination of compensation payable

- 88. Determination of compensation by agreement
- 89. Determination of compensation by Administrative Appeals Tribunal
- 90. Persons not entitled to seek determination of compensation by more than 1 means

Division 4—Payment of compensation

- 91. Advance payment on account of compensation
- 92. Payment of compensation
- 93. Relationship between advances on account of, and payments of, compensation
- 94. Repayment of advances where no entitlement to compensation
- 95. Payment of compensation into trust account
- 96. Interest payable on compensation

PART VIII—PERSONS WITH LIMITED POWERS TO DEAL WITH INTERESTS IN LAND

- 97. Supreme Court may approve certain acts

PART IX—DEALINGS IN LAND VESTED IN ACQUIRING AUTHORITIES

- 98. Disposals to be in accordance with Part
- 99. Vesting of interests in Territory Authorities
- 100. Disposal of interests in land
- 101. Disposal may be made subject to reservation of interest
- 102. Interest in land to be offered first to former owner
- 103. Expungement of easements
- 104. Mining etc. on certain land

PART X—MISCELLANEOUS

- 104A. Trust account

Lands Acquisition Act 1994

TABLE OF PROVISIONS—continued

Section	
105.	Indexation of subsection 51 (2) amount
106.	General power of Supreme Court to adjust rights
107.	Supreme Court may order stay of proceedings under mortgage
108.	Jurisdiction of Supreme Court
109.	Award of costs in Administrative Appeals Tribunal proceedings
110.	Orders to obtain possession
111.	Injunctions
112.	Payments to be a good discharge
113.	Execution of documents for and on behalf of the Executive
114.	How documents are to be given
115.	Notice of signatures
116.	Delegation
117.	Regulations



Australian Capital Territory
LANDS ACQUISITION ACT 1994

An Act relating to the acquisition of interests in land by the Executive and certain authorities and dealings with land so acquired, and for other purposes

PART I—PRELIMINARY

Short title

1. This Act may be cited as the *Lands Acquisition Act 1994*.¹

Commencement

2.¹ (1) Section 1 and this section commence on the day on which this Act is notified in the *Gazette*.

(2) The remaining provisions commence on a day, or respective days, fixed by the Minister by notice in the *Gazette*.

(3) If a provision referred to in subsection (2) has not commenced before the end of the period of 6 months commencing on the day on which this Act is notified in the *Gazette*, that provision, by force of this subsection, commences on the first day after the end of that period.

Interpretation

3. In this Act, unless the contrary intention appears—

“acquiring authority” means—

- (a) the Executive; or
- (b) a Territory authority;

“authorised person” has the meaning given by section 4;

Lands Acquisition Act 1994

“authority” does not include—

- (a) a body politic;
- (b) an incorporated association or society;
- (c) an incorporated company; or
- (d) a body of trustees;

“compensation claim form” means a form approved by the Minister for the purposes of subsection 56 (2);

“dispose” includes grant or create;

“interest”, in relation to land, means—

- (a) any legal or equitable estate or interest in the land;
- (b) a restriction on the use of the land, whether or not annexed to other land; or
- (c) any other right (including a right under an option and a right of redemption), charge, power or privilege over or in connection with the land or an interest in the land;

and includes the interest of the Territory, a State or another Territory in land;

“land” means Territory Land;

“mortgage” means a security over an interest in land securing the payment or repayment of money;

“mortgagee”, in relation to a mortgage, means the person who is or was entitled to receive payment or repayment of the money secured by the mortgage;

“mortgage interest” means the interest in land of a mortgagee under a mortgage;

“mortgagor”, in relation to a mortgage, means the person who is or was the owner of the interest in land subject to the mortgage;

“newspaper” means a newspaper published and circulating in the Territory;

Lands Acquisition Act 1994

“planning instrument” means an instrument made under a law of the Commonwealth or the Territory that relates to town planning or use of land;

“pre-acquisition declaration” means a declaration under subsection 19 (1);

“public park” means land that, under a law of the Territory, is dedicated or reserved, or is vested in trustees, as a public park or national park or otherwise for the purposes of public recreation;

“public purpose” means a purpose in respect of which the Legislative Assembly or the Parliament of the Commonwealth has power to make laws;

“Territory authority” means an authority that is incorporated under a law of the Territory, not being a body that is declared by the regulations to be an exempt authority;

“trust account” means the trust account referred to in section 104A.

Meaning of “authorised person”

4. A person is an authorised person for the purposes of a provision of this Act if—

- (a) the Executive has, by writing, authorised the person to act under the provision; or
- (b) the Executive has, by writing, authorised the holder or occupier of a particular office or position to act under the provision and the person holds or occupies, or is performing the duties of, the office or position.

PART II—TEMPORARY ENTRY ON, AND OCCUPATION OF, LAND

Powers additional to other powers

5. The powers conferred by this Part are in addition to, and not in derogation of, the powers conferred by any other law of the Territory.

Notice to be given before powers exercised

6. (1) A person shall not exercise a power conferred by this Part in relation to particular land unless—

- (a) the person has given written notice of his or her intention to exercise the power to each person whom the person believes, after diligent inquiry, to have an interest in the land, other than an interest under a mortgage, charge or other similar security; and
- (b) at least 14 days have elapsed since the requirements of paragraph (a) were satisfied.

(2) A notice shall—

- (a) set out particulars of the intended exercise of the power in relation to the land;
- (b) give reasons for the exercise of the power; and
- (c) include a statement to the effect that a person to whom the notice is given may, because of the exercise of the power, be entitled to compensation in accordance with Part VII.

Power to enter on, and examine, land

7. An authorised person may, for the purpose of ascertaining whether land is suitable for a public purpose or of obtaining information in relation to land that, in the opinion of the authorised person, is, or may be, suitable for a public purpose—

- (a) enter upon the land, or upon adjoining land, with such persons, vehicles and things as are reasonably necessary for the purpose; and
- (b) make surveys, take levels, dig or bore into the land, examine the soil and do, in relation to the land, any other thing reasonably necessary for the purpose.

Power to occupy land temporarily

8. (1) Where an acquiring authority holds an interest in land (in this section called the “authority land”), an authorised person may, with such other persons as are reasonably necessary, enter upon other land (in this section called the “neighbouring land”) being land within a distance of 500 metres from the nearest boundary of the authority land, and may temporarily occupy the neighbouring land for so long as is reasonably necessary for the purposes of any works connected with the carrying out of a public purpose.

(2) Subsection (1) does not apply to neighbouring land—

- (a) that is a garden, orchard or plantation attached to, or belonging to, a house;
- (b) that is a park, planted walk or avenue or ground ornamentally planted; or
- (c) that is less than 500 metres from a dwelling-house of the occupier of the neighbouring land.

Powers in relation to land temporarily occupied

9. (1) While land is temporarily occupied under section 8, an authorised person may, in connection with the carrying out of a public purpose—

- (a) construct, build or place any plant, machinery, equipment or goods on the land;
- (b) take from, or deposit on, the land sand, clay, stone, earth, gravel, timber, wood or other materials or goods;
- (c) make roads, cuttings or excavations on the land;
- (d) erect buildings (including workshops and sheds) of a temporary character on the land; and
- (e) manufacture or work materials of any kind on the land.

(2) The power to take sand, clay, stone, earth or gravel is not exercisable in respect of a quarry, brick pit or other like place worked or used for getting materials for the purpose of sale.

(3) An authorised person shall not exercise powers under subsection (1) so as to—

- (a) close, divert or narrow, or break the surface of, a road;

- (b) alter the position of any water, sewerage or gas main or pipe; or
- (c) alter the position of any electricity or telecommunications cable or wire;

unless the authorised person has given reasonable notice, in writing, of his or her intention to do so to the authority responsible for the road, main, pipe, cable or wire.

Obligations in relation to exercise of powers

10. An authorised person exercising powers under this Part shall—

- (a) take all reasonable steps to ensure that the exercise of the powers causes as little detriment and inconvenience, and does as little damage, as is practicable to the land and to anything on, or growing or living on, the land;
- (b) remain on the land only for such period as is reasonably necessary;
- (c) remove from the land at the end of the occupation all plant, machinery, equipment, goods or structures brought onto, or erected on, the land other than any of those things that the owner or occupier agrees may be left on the land; and
- (d) leave the land, as nearly as practicable, in the condition in which it was immediately before it was occupied.

Order to enforce exercise of powers

11. (1) Where—

- (a) an authorised person is entitled to exercise powers under this Part in relation to land; and
- (b) another person (in this section called the “obstructing person”) has hindered or obstructed, is hindering or obstructing, or proposes to hinder or obstruct the authorised person in the exercise of any of those powers;

a court of summary jurisdiction may, on the application of the authorised person, make an order authorising a police officer or other person named in the order to use such assistance and force as are reasonably necessary to enable those powers to be exercised.

(2) A copy of an application under subsection (1) shall be given to the obstructing person and that person is entitled to appear and be heard on the hearing of the application.

Exercise of powers not an acquisition of an interest in land

12. The exercise of a power under this Part does not constitute the acquisition of an interest in land for the purposes of this Act.

PART III—ACQUISITION OF INTERESTS

Modes of acquisition

13. An interest in land may be acquired under this Act—

- (a) by agreement under section 32; or
- (b) by compulsory process under section 33.

Nature of interests that may be acquired

14. (1) The interests that may be acquired under this Act are—

- (a) a legal or equitable estate or interest in land; and
- (b) any other right (including a right under an option and a right of redemption), charge, power or privilege over, or in connection with, land or an interest in land.

(2) Those interests include—

- (a) an interest of the Territory, a State or another Territory in land;
- (b) an interest that did not previously exist in relation to particular land; and
- (c) a restriction on the use of the land, whether or not annexed to particular land.

Authorities with limited powers

15. Nothing in this Act gives to an authority a power that the authority does not otherwise have.

Steps in acquisition by agreement

16. (1) The principal steps in an acquisition under this Act by agreement are—

Lands Acquisition Act 1994

- (a) the making of a pre-acquisition declaration under Part IV;
 - (b) any reconsideration of the pre-acquisition declaration under Part IV;
 - (c) the authorisation of the acquisition under section 32;
 - (d) the making of the agreement under Part V; and
 - (e) the taking of actions required by the agreement to complete the acquisition.
- (2) The making of a pre-acquisition declaration is not required if—
- (a) the interest to be acquired is owned by another acquiring authority; or
 - (b) a certificate has been given under section 21.

Steps in acquisition by compulsory process

17. (1) The principal steps in an acquisition by compulsory process are—

- (a) the making of a pre-acquisition declaration under Part IV;
- (b) any reconsideration of the pre-acquisition declaration under Part IV; and
- (c) the making of an acquisition declaration under Part V.

(2) The making of a pre-acquisition declaration is not required if a certificate has been given under section 21.

Acquisitions to be in accordance with Act

18. (1) Subject to subsections (2) and (3), an acquiring authority shall not acquire an interest in land otherwise than in accordance with this Act unless—

- (a) the regulations provide that this Act does not apply in relation to the acquisition, by the acquiring authority, of interests in land in specified circumstances and the acquisition is an acquisition in those circumstances;
- (b) the acquisition is authorised by a law of the Territory (including a law passed or made after the commencement of this Part) and that law, or another law of the Territory, expressly provides that the first-mentioned law has effect despite anything contained in this Act;
- (c) the acquisition is effected by a law of the Territory; or

- (d) the acquisition is effected by an agreement made when there was no pre-acquisition declaration or certificate under section 21 in force relating to the acquisition.

(2) Nothing in this Act prevents the benefit of a restriction on the use of land becoming vested in an authority by the operation of a law other than this Act.

(3) This Act does not apply in respect of the withdrawal by the Executive from a lease of Territory Land of part of the land comprised in the lease where the withdrawal is made in accordance with the provisions of the lease.

PART IV—PRE-ACQUISITION PROCEDURES

Division 1—Pre-acquisition declarations

Declaration that land is suitable for acquisition

19. (1) The Executive may declare in writing that it is considering the acquisition by an acquiring authority of an interest in land (other than a mortgage interest) for a public purpose.

(2) The declaration shall identify the acquiring authority, the land, the interest in the land and the public purpose.

(3) Except where the interest is a restriction on the use of land, the Executive shall include in the declaration—

- (a) a statement that the land appears to the Executive to be suitable for use, or for development for use, for a public purpose; and
- (b) a statement setting out—
 - (i) particulars of the use to which the land will be put or for which it will be developed; and
 - (ii) the reasons why the land appears to be suitable for that use or for development for that use.

(4) Where the interest is a restriction on the use of land, the Executive shall include in the declaration—

- (a) a statement that it appears to the Executive to be appropriate for the acquiring authority to be given, for a public purpose, the benefit of the restriction on the use of the land; and
- (b) a statement—

Lands Acquisition Act 1994

- (i) explaining the nature of the restriction; and
- (ii) setting out the reasons why it is appropriate for the acquiring authority to be given the benefit of the restriction.

(5) The Executive may include in the declaration a statement that the proposed use of the land, or the proposed restriction on the use of the land, as the case may be, is connected with the implementation of a policy particulars of which are set out in the declaration.

(6) The Executive shall give a copy of the declaration to each person who is registered under the *Land Titles Act 1925* as the owner of an interest in the land affected by the declaration together with—

- (a) a sketch showing the location of the land to which the declaration relates; and
- (b) a statement setting out a summary of the principal rights conferred by this Act on persons whose interests in land are affected by a pre-acquisition declaration.

(7) If documents referred to in subsection (6) are required to be given to 2 or more persons, the Executive shall, as far as practicable, ensure that the documents are given to the persons at or about the same time.

(8) The declaration ceases to be in force if—

- (a) the interest is acquired under this Act;
- (b) the declaration is revoked; or
- (c) the declaration ceases to have effect because of section 22 or subsection 25 (7) or 35 (2).

(9) For the purposes of this Act, an interest in land shall be taken to be affected by the declaration only if—

- (a) the interest is the same as, includes or is included in, the interest in land specified in the declaration (in this subsection called the “declaration interest”); or
- (b) the interest is some other interest in land that, if the declaration interest were acquired by compulsory process, would be in whole or in part divested, extinguished or diminished because of paragraph 33 (4) (b).

Publication of pre-acquisition declarations

20. As soon as practicable after the making of a declaration under section 19, the Executive shall—

- (a) cause a copy of the declaration to be published in the *Gazette* and in a daily newspaper; and
- (b) cause a copy of the declaration to be given to the Registrar-General.

Acquisitions where land required urgently etc.

21. (1) Where, in relation to the proposed acquisition of an interest in land by an acquiring authority, the Executive is satisfied that—

- (a) there is an urgent necessity for the acquisition and it would be contrary to the public interest for the acquisition to be delayed by the need for the making, and the possible reconsideration, of a pre-acquisition declaration; or
- (b) to require the making of a pre-acquisition declaration in respect of the proposed acquisition would result in a disclosure of information that would be prejudicial to the Territory;

the Executive may certify in writing that it is so satisfied.

(2) The certificate may include such information relating to the proposed acquisition as the Executive considers appropriate.

(3) If the Executive gives a certificate, the interest may be acquired by the acquiring authority without the preparation of a pre-acquisition declaration.

(4) The Executive shall—

- (a) cause a copy of the certificate to be laid before the Legislative Assembly within 5 sitting days of the Assembly after the giving of the certificate; and
- (b) as soon as practicable, cause a copy of the certificate to be served on each person whom the Executive believes, after diligent inquiry, to be a person affected by the certificate.

(5) The Executive may cause a copy of the certificate to be published in the *Gazette*, in a daily newspaper, or in both the *Gazette* and a daily newspaper.

(6) The certificate ceases to be in force if—

- (a) the interest is acquired under this Act; or

(b) the certificate is revoked.

(7) For the purposes of this Act, a person shall be taken to be affected by the certificate only if—

- (a) the person is registered under the *Land Titles Act 1925* as the owner of an interest in land to which the certificate relates (in this subsection called the “certificate interest”); or
- (b) the person is an owner of some other interest in land that, if the certificate interest were acquired by compulsory process, would be in whole or in part divested, extinguished or diminished because of paragraph 33 (4) (b).

Effect of section 21 certificate on pre-acquisition declaration

22. Where, after a pre-acquisition declaration has been made, the Executive gives a certificate under section 21 in relation to the same interest in land, the pre-acquisition declaration immediately ceases to have effect.

Division 2—Reconsideration of pre-acquisition declaration

Application for reconsideration of pre-acquisition of declaration

23. (1) A person affected by a pre-acquisition declaration may apply to the Executive for a reconsideration of the declaration.

(2) An application—

- (a) shall be in writing; and
- (b) shall set out the reasons for the application.

(3) Subject to subsection (4), an application shall be made—

- (a) if subsection 19 (6) required that a copy of the declaration be given to the person—within 28 days after the day on which the copy was given to the person; or
- (b) in any other case—within 28 days after the first day on which the Executive has complied with the requirements of subsection 19 (6) and section 20 in relation to the declaration.

(4) The Executive may, by writing and before the end of the period within which the person would otherwise be required to make an application, agree to an extension of that period.

Reconsideration of pre-acquisition declaration

24. (1) Where the Executive receives an application for reconsideration of a pre-acquisition declaration, it shall, within 28 days after receiving the application—

- (a) reconsider the application having regard to the reasons specified in the application and any other relevant matters; and
- (b) by instrument in writing—
 - (i) confirm the declaration;
 - (ii) revoke the declaration; or
 - (iii) vary the declaration.

(2) The Executive shall not vary the declaration in such a way that an interest in land that was not previously an interest affected (within the meaning of subsection 19 (9)) by the declaration becomes an interest so affected.

(3) The Executive's decision shall include a statement of the reasons for the decision to confirm, revoke or vary the declaration.

(4) The person who made the application may, by writing and before the end of the period of 28 days referred to in subsection (1), agree to an extension of that period.

Consideration of certain instruments under subsection 24 (1) by the Legislative Assembly

25. (1) This section applies to an instrument under subsection 24 (1) that confirms or varies a pre-acquisition declaration.

(2) An instrument to which this section applies shall be laid before the Legislative Assembly within 3 sitting days after it is made.

(3) If an instrument to which this section applies is not laid before the Legislative Assembly in accordance with subsection (2), the pre-acquisition declaration to which it relates ceases to have effect.

(4) The Legislative Assembly may, pursuant to a motion, of which notice has been given within 3 sitting days after the instrument has been laid before it, by resolution disallow the instrument.

Lands Acquisition Act 1994

(5) If, at the expiration of 3 sitting days after notice of a motion to disallow an instrument to which this section applies has been given in the Legislative Assembly (being notice given within 3 sitting days after the instrument was laid before the Legislative Assembly)—

- (a) the notice has not been called on; or
- (b) the motion has been called on and moved and has not been withdrawn or otherwise disposed of;

the instrument shall be deemed to have been disallowed by the Legislative Assembly.

(6) If, before the expiration of 3 sitting days after a notice of motion to disallow an instrument to which this section applies has been given in the Legislative Assembly (being notice given within 3 sitting days after the instrument was laid before the Legislative Assembly)—

- (a) the Legislative Assembly is dissolved or expires; and
- (b) at the time of dissolution or expiry—
 - (i) the notice has not been withdrawn and the motion has not been called on; or
 - (ii) the motion has been called on and moved and has not been withdrawn or otherwise disposed of;

the instrument shall, for the purposes of subsections (4) and (5), be deemed to have been laid before the Legislative Assembly on the first sitting day of the Legislative Assembly after the next general election of members of the Assembly.

(7) If an instrument to which this section applies is—

- (a) disallowed pursuant to subsection (4); or
- (b) to be deemed to be disallowed pursuant to subsection (5);

the pre-acquisition declaration to which the instrument relates ceases to have effect.

(8) If a pre-acquisition declaration ceases to have effect because of subsection (7), the Executive shall—

- (a) cause written notice that the declaration has ceased to have effect to be given to each person to whom a copy of the declaration was given in accordance with a requirement of this Part; and
- (b) cause to be published in the *Gazette* a notice stating that the declaration has ceased to have effect.

Division 3—Miscellaneous

Interpretation

26. In this Division—

“authorising document” means a pre-acquisition declaration or a certificate under section 21.

Correction of mistakes in authorising documents

27. The Executive may, by writing, vary an authorising document for the purpose of correcting a clerical error or an obvious mistake in the document.

Consequences of variation of authorising documents

28. Where, under section 27 or Division 2, the Executive varies an authorising document, the following provisions have effect:

- (a) anything done in relation to the document before its variation shall be deemed to have been done in relation to the document as varied;
- (b) the Executive shall cause a copy of the document, clearly showing the variation, to be given to—
 - (i) each person to whom a copy of the original document was given in accordance with a requirement of this Part; and
 - (ii) any other person whom the Executive has reason to believe to be a person affected by the document as varied.

Notification of confirmation or revocation of authorising documents

29. Where the Executive confirms or revokes an authorising document, the Executive shall cause written notice of the confirmation or revocation to be given to each person to whom a copy of the document was given in accordance with a requirement of this Part.

Registration of authorising documents

30. (1) As soon as practicable, and, in any event, within 7 working days, after an authorising document is made or given, or is varied or revoked, the Chief Executive shall cause to be lodged with the Registrar-General a memorandum setting out particulars of the document, or of the variation or revocation, as the case may be.

(2) The Registrar-General shall make such entries in the records kept by him or her as he or she thinks appropriate.

(3) In this section, “working day” means a day other than a Saturday, a Sunday or a public holiday.

Owner of interest in land required to disclose existence of authorising documents

31. (1) Where a copy of an authorising document has been given to a person (in this section called the “owner”) in accordance with this Part, the owner shall not, at a time when the document is in force, enter into any agreement with another person in respect of the owner’s interest in the land to which the document relates without first disclosing to the other person the existence of the document.

(2) If the owner enters into an agreement with another person without making a disclosure as required by subsection (1)—

- (a)** the other person is entitled, by notice in writing given to the owner, to rescind or terminate the agreement; and
- (b)** if the other person has suffered loss or damage because of the failure to make the disclosure, the owner is liable to pay the amount of the loss or damage to the other person.

(3) The rights conferred by subsection (2) are in addition to, and not in derogation of, any other right or remedy under the law of the Territory.

PART V—ACQUISITION PROCEDURES

Acquisition by agreement

32. (1) The Executive may authorise the acquisition under this Act by agreement of an interest in land other than land in a public park, by an acquiring authority for a public purpose.

(2) The acquiring authority may then enter into an agreement for the acquisition of the interest if—

- (a) a pre-acquisition declaration in relation to the acquisition has become absolute and is in force;
- (b) the Executive has given a certificate under section 21 in respect of the acquisition; or
- (c) the interest is owned by the Territory or a Territory authority.

(3) The Executive shall cause to be laid before the Legislative Assembly, within 15 sitting days of the Assembly after the agreement is entered into, a statement describing—

- (a) the interest;
- (b) the situation of the land;
- (c) the price at which the interest is being, or has been, acquired; and
- (d) the public purpose for which the interest is being, or has been, acquired.

(4) Failure to comply with subsection (3) in relation to an acquisition does not invalidate the acquisition.

Acquisition by compulsory process

33. (1) If, in relation to the acquisition of an interest in land by an acquiring authority—

- (a) a pre-acquisition declaration has become absolute and is in force; or
- (b) a certificate has been given under section 21;

the Executive may declare, in writing, that the interest is acquired by the acquiring authority by compulsory process.

(2) The declaration shall—

- (a) identify the land concerned; and
- (b) specify the public purpose for which the interest is being acquired.

(3) A copy of the declaration shall be published in the *Gazette* and in a newspaper published and circulating in the Territory.

(4) On the publication in the *Gazette* of a copy of the declaration, the interest is, by force of this section—

- (a) vested in the acquiring authority; and
- (b) freed and discharged from all other interests and from all trusts, restrictions, dedications, reservations, obligations, mortgages, encumbrances, contracts, licences, charges and rates.

(5) Where, because of paragraph (4) (b), another interest in the land is, in whole or in part, divested, extinguished or diminished, that other interest shall, to that extent, be taken, for the purposes of this Act, to have been acquired by compulsory process.

(6) For the purposes of this Act, a person shall be taken to be affected by the declaration if—

- (a) the person is an owner of the interest identified in the declaration; or
- (b) the person is an owner of some other interest in the land that, because of paragraph (4) (b), is divested, extinguished or diminished.

When pre-acquisition declaration becomes absolute

34. (1) Where—

- (a) a pre-acquisition declaration is in force; and
- (b) the requirements of subsection 19 (6), section 20, subsection 25 (2), sections 28 and 29 and subsection 30 (1) in relation to the declaration have been complied with;

the declaration becomes absolute in accordance with this section.

(2) If no application for reconsideration has been made, the declaration becomes absolute at the end of 28 days after the last day on which such an application could have been made.

(3) If—

- (a) as a result of 1 or more applications for reconsideration, the declaration has been confirmed or varied; and
- (b) no motion for disallowance of the instrument of confirmation or variation has been moved in the Legislative Assembly within 3 sitting days after the instrument was laid before it pursuant to subsection 25 (2);

the declaration, as confirmed or varied, becomes absolute on the day after the expiration of those 3 sitting days.

(4) If—

- (a) as a result of 1 or more applications for reconsideration, the declaration has been confirmed or varied;
- (b) a motion for disallowance of the instrument of confirmation or variation has been moved in the Legislative Assembly within 3 sitting days after the instrument was laid before it pursuant to subsection 25 (2); and
- (c) that motion has been disposed of otherwise than by being passed;

the declaration, as confirmed or varied, becomes absolute on the day after the day on which the motion was so disposed of.

Notice requiring acquisition

35. (1) Where—

- (a) at least 28 days have elapsed since a pre-acquisition declaration became absolute;
- (b) the declaration is still in force; and
- (c) the interest in land to which the declaration relates has not been acquired;

a person who is an owner of the interest may, by written notice given to the Executive, require that the interest be acquired.

(2) If the interest is not acquired by an acquiring authority within 3 months after the giving of the notice, the declaration ceases to have effect at the end of that period.

(3) The person may, in writing and before the end of the period referred to in subsection (2), agree to an extension of that period.

Acquisitions not affected by failure to comply with post-acquisition requirements

36. Once an interest in land has been acquired by compulsory process, the acquisition is not affected by any later failure to comply with a requirement of this Part that relates to the acquisition.

Entry into possession by acquiring authority

37. (1) Where—

- (a) an interest in land is acquired by an acquiring authority by compulsory process; and

- (b) the interest entitles the authority to possession of the land;

a person occupying the land on the date of acquisition is entitled, subject to this section, to remain in occupation of the land or of such part of the land as the person specifies, by notice in writing given to the Executive, for the period of 6 months or for a longer period fixed by agreement between the Executive and the person.

(2) If the Executive is satisfied that it is essential that the acquiring authority enter into possession of the land or part of the land urgently, the Executive may give to the occupier written notice—

- (a) stating its reasons for being so satisfied; and
(b) fixing the date on which the person is to vacate the land or part of the land, as the case may be.

(3) The person to whom the notice is given ceases to be entitled to remain in occupation of the land, or the part of the land, as the case may be, on the day fixed by the notice.

(4) The terms and conditions (including any amount payable in respect of occupation on and after the date of acquisition) on which the person remains in occupation of the land are the terms and conditions agreed upon by the Executive and the person or, if they cannot agree, the terms and conditions as determined by the Executive and set out in a notice given to the occupier.

(5) A notice under subsection (2) or (4) shall set out the reasons for the Executive's decision.

(6) Application may be made to the Administrative Appeals Tribunal for review of a decision of the Executive under subsection (4).

(7) Where a right conferred by subsection (1) expires, nothing in this section precludes the making of an agreement between the occupier and the acquiring authority regarding the further occupation of the land by the occupier.

Notification of compulsory acquisition declarations

38. The Executive shall, within 14 days after the publication in the *Gazette* of a declaration under section 33, cause to be given to each person whom the Executive believes, after diligent inquiry, to be a person affected (within the meaning of subsection 33 (6)) by the declaration the following documents:

- (a) a copy of the declaration;

- (b) a notice—
 - (i) stating that the person appears to be entitled to compensation in respect of the acquisition; and
 - (ii) setting out such other information with respect to the operation of this Act as the Executive considers appropriate;
- (c) a compensation claim form.

Effect of acquisition of mortgage interest on rights of mortgagee

39. Where a mortgage interest is acquired by compulsory process, the mortgagee retains, in respect of so much of the mortgage debt as is not discharged by section 57, any rights and remedies that the mortgagee may have—

- (a) against the mortgagor; or
- (b) in respect of any interest in land that is still subject to the mortgage.

Correction of compulsory acquisition declarations

40. (1) The Executive may, by notice published in the *Gazette*, vary a declaration under subsection 33 (1) for the purpose of correcting a clerical error, or an obvious mistake, in the declaration.

(2) Where the Executive varies a declaration, the following provisions have effect:

- (a) if a copy of the declaration has been published in the *Gazette*, or in a daily newspaper, this Part has effect as if the copy published had been a copy of the declaration as varied;
- (b) the Executive shall cause a copy of the declaration, clearly showing the variation, to be given to—
 - (i) each person to whom a copy of the original declaration was given in accordance with section 38; and
 - (ii) any other person whom the Executive has reason to believe to be a person affected (within the meaning of subsection 33 (6)) by the declaration as varied.

Registration of compulsory acquisition declarations

41. (1) As soon as practicable, and, in any event, within 28 days, after the publication in the *Gazette* of a copy of a declaration under subsection 33 (1) or

of a notice varying such a declaration, the Chief Executive shall cause to be lodged with the Registrar-General a memorandum setting out particulars of the declaration, or of the variation, as the case may be.

- (2) The Registrar-General may—
 - (a) deal with and give effect to the declaration as if it were a grant, conveyance, or transfer of the acquired interest to the acquiring authority duly executed under the law in force in the Territory; and
 - (b) make such entries in the records kept by the Registrar-General as are necessary having regard to the effect of subsection 33 (4).

PART VI—COMPENSATION FOR COMPULSORY ACQUISITION OF INTERESTS IN LAND

Division 1—Entitlement to compensation

Entitlement to compensation

42. A person from whom an interest in land is acquired by compulsory process is entitled to be paid compensation by the Executive in accordance with this Part in respect of the acquisition.

Mortgagees may waive rights in respect of mortgage interests

43. (1) The mortgagee under a mortgage may, by written notice given to the Executive, waive the mortgagee's right to any compensation under this Act in respect of the acquisition of a mortgage interest.

(2) The Executive may, by written notice given to a mortgagee from whom a mortgage interest has, or may have been, acquired by compulsory process, require the mortgagee, at his or her option—

- (a) to make a claim under Division 4; or
- (b) to waive the right to compensation.

(3) If a mortgagee does not, within 30 days after a notice is given to the mortgagee or such further period as the Executive, by writing, allows, make a claim for compensation, the mortgagee shall be deemed to have waived the right to compensation in respect of the acquisition of the mortgage interest.

(4) A mortgagee who waives the right to compensation in respect of the acquisition of a mortgage interest—

- (a) is debarred from recovering any compensation from the Executive, the Territory or the Commonwealth in respect of the acquisition; but
- (b) retains, in respect of the mortgage debt, any rights and remedies that the mortgagee may have—
 - (i) against the mortgagor; or
 - (ii) in respect of any interest in land that is still subject to the mortgage.

Division 2—Amount of compensation—interests other than mortgage interests

Division does not apply in relation to acquisition of mortgage interests

44. This Division does not apply in relation to the acquisition of a mortgage interest.

Amount of compensation—general principles

45. (1) The amount of compensation to which a person is entitled under this Part in respect of the acquisition of an interest in land is such amount as, having regard to all relevant matters, will justly compensate the person for the acquisition.

(2) In assessing the amount of compensation to which the person is entitled, regard shall be had to all relevant matters, including—

- (a) except in a case to which paragraph (b) applies—
 - (i) the market value of the interest on the day of the acquisition;
 - (ii) the value, on the day of the acquisition, of any financial advantage, additional to market value, to the person incidental to the person's ownership of the interest;
 - (iii) any reduction in the market value of any other interest in land held by the person that is caused by the severance by the acquisition of the acquired interest from the other interest; and
 - (iv) where the acquisition has the effect of severing the acquired interest from another interest, any increase or decrease in the market value of the interest still held by the person resulting from the nature of, or the carrying out of, the purpose for which the acquired interest was acquired;

- (b) if—
- (i) the interest acquired from the person did not previously exist as such in relation to the land; and
 - (ii) the person’s interest in the land was diminished, but not extinguished, by the acquisition;
- the loss suffered by the person because of the diminution of the person’s interest in the land;
- (c) any loss, injury or damage suffered, or expense reasonably incurred, by the person that was, having regard to all relevant considerations, including any circumstances peculiar to the person, suffered or incurred by the person as a direct, natural and reasonable consequence of—
- (i) the acquisition of the interest; or
 - (ii) the making or giving of the pre-acquisition declaration or certificate under section 21 in relation to the acquisition of the interest;
- other than any such loss, injury, damage or expense in respect of which compensation is payable under Part VII;
- (d) if the interest is limited as to time or may be terminated by another person—the likelihood of the continuation or renewal of the interest and the likely terms and conditions on which any continuation or renewal would be granted; and
- (e) any legal or other professional costs reasonably incurred by the person in relation to the acquisition, including the costs of—
- (i) obtaining advice in relation to the acquisition, the entitlement of the person to compensation or the amount of compensation; and
 - (ii) executing, producing or surrendering such documents, and making out and providing such abstracts and attested copies, as the Chief Executive or a person authorised under subsection 5 (4) of the *Government Solicitor Act 1989* requires.

Meaning of “market value”

46. For the purposes of this Division, the market value of an interest in land at a particular time is the amount that would have been paid for the interest if it

had been sold at that time by a willing but not anxious seller to a willing but not anxious buyer.

Special provision where market value determined upon basis of potential of land

47. Where the market value of an interest in land acquired by compulsory process is assessed upon the basis that the land had potential to be used for a purpose other than the purpose for which it was used at the time of acquisition, compensation shall not be allowed in respect of any loss or damage that would necessarily have been suffered, or expense that would necessarily have been incurred, in realising that potential.

No general market for interest acquired

48. (1) This section applies where—

- (a) an interest in land (in this section called the “old land”) is acquired from a person by compulsory process;
- (b) immediately before the acquisition, the person was using the old land, or intended to use the old land, for a purpose other than the carrying on of a business;
- (c) but for the acquisition, the land would have been, or would have continued to be, used for that purpose;
- (d) at the time of the acquisition, there was no general demand or market for land used for that purpose; and
- (e) the person has acquired, or intends to acquire, another interest in other land (in this section called the “new land”) in substitution for the acquired interest and intends to use the new land for the same purpose.

(2) The market value of the acquired interest on the day of acquisition shall be taken to be the greater of—

- (a) the amount that, apart from this section, would be the market value (if any) of that interest on that day; and
- (b) the net acquisition cost, in relation to the interest in the new land.

(3) The net acquisition cost, in relation to the interest in the new land, is the amount calculated in accordance with the formula:

$$CA + E - FI$$

where—

- CA** is the amount of the cost, or the likely cost, to the person of the acquisition of the interest in the new land;
- E** is the amount of the expenses and losses incurred, or likely to be incurred, by the person as a result of, or incidental to, ceasing to use the old land and commencing to use the new land for the same purpose; and
- FI** is the present value of any real and substantial saving in recurring costs (relating to land or an interest in land) gained by the person as a result of the relocation.

Interest affected by planning restriction

49. (1) This section applies where—

- (a) an interest in land is acquired from a person by compulsory process;
- (b) immediately before the acquisition, a planning instrument was in force having the effect of limiting or restricting the permissible use of the land to use for a purpose of a public nature;
- (c) the planning instrument was made to meet the needs of an acquiring authority; and
- (d) the planning instrument was not in force in relation to the land at the time the person acquired the interest.

(2) In determining the amount of compensation to which the person is entitled in respect of the acquisition of the interest—

- (a) the limitation or restriction on the use of the land imposed by the planning instrument shall be disregarded;
- (b) it shall be assumed that the land was subject only to such limitations and restrictions as would have been likely if there had been no proposal to limit or restrict the use of the land to use for the purpose permitted by the planning instrument; and
- (c) the amount of any compensation paid or payable to the person in consequence of the planning instrument shall be deducted from the compensation to which the person would otherwise be entitled.

Matters to be disregarded in assessing compensation

50. In assessing compensation, there shall be disregarded—

- (a) any special suitability or adaptability of the relevant land for a purpose for which it could only be used pursuant to a power conferred by or under law, or for which it could only be used by a government or public authority;
- (b) any increase in the value of the land caused by its use in a manner, or for a purpose, contrary to law;
- (c) any increase or decrease in the value of the land caused by the carrying out of, or the proposal to carry out, the purpose for which the interest was acquired; and
- (d) any increase in the value of the land caused by the carrying out, after a copy of the pre-acquisition declaration or certificate under section 21 in relation to the acquisition of the interest was given to the person, of any improvements to the land, unless the improvements were carried out with the written approval of the Minister.

Acquisition of a dwelling

51. (1) This section applies where—

- (a) an interest in land is acquired from a person by compulsory process;
- (b) the interest entitled the person to occupy a dwelling on the land;
- (c) immediately before the acquisition the person was occupying the dwelling as his or her principal place of residence; and
- (d) because of the acquisition, the person has ceased to be entitled to occupy the dwelling as his or her principal place of residence.

(2) The amount of compensation to which the person is entitled in respect of the acquisition is the sum of \$15,000 (or that amount as indexed by section 105) and the greater of the following amounts:

- (a) the amount of compensation to which the person would, apart from this section, be entitled;
- (b) the aggregate of the costs to the person of acquiring a reasonably equivalent interest in land that entitles the person to occupation of a reasonably equivalent dwelling.

Interest subject to mortgage

52. (1) This section applies where—

- (a) an interest in land is acquired from a person (in this section called the “owner”) by compulsory process; and
- (b) immediately before the acquisition, the interest was subject to 1 or more mortgages.

(2) As a general rule, the compensation to which the owner is entitled in respect of the acquisition shall be determined as if the interest had not been subject to any mortgage.

(3) If compensation is payable under this Part to a mortgagee, the compensation payable to the owner is reduced by so much of the compensation payable to the mortgagee as represents the amount calculated according to paragraph 54 (1) (a).

(4) If a mortgagee waives the right to compensation in respect of the acquisition of a mortgage interest, the compensation to which the owner would otherwise be entitled is increased by such amount as the owner should justly receive as compensation in respect of interest upon the mortgage debt accruing from the time of the acquisition, or in respect of any other liability to the mortgagee.

Division 3—Amount of compensation—mortgage interests

Interpretation

53. (1) For the purposes of this Division, money shall be taken to have been due to a mortgagee under, or to have been secured by, a mortgage at the time of acquisition of a mortgage interest only to the extent that, at that time—

- (a) the right of the mortgagee to recover the money secured by the mortgage was not barred by a law relating to the limitation of actions; or
- (b) the mortgagee was entitled to recover money secured by the mortgage by exercising a power of sale of, or other remedy in relation to, the interest in land subject to the mortgage.

(2) For the purposes of this Division, the interest due to the mortgagee under a mortgage at a particular time is the interest that would be payable to the mortgagee if the mortgage were discharged at that time, other than so much (if any) of that interest as represents—

- (a) costs of re-investing the principal under the mortgage; or

- (b) a loss, or possible loss, of interest on the re-investment of the principal under the mortgage.

Amount of compensation

54. (1) The amount of compensation to which a mortgagee is entitled under this Part in respect of the acquisition of a mortgage interest under a mortgage (in this section called the “relevant mortgage”) is an amount equal to the sum of—

- (a) so much of the sum of—
 - (i) the amount of the principal secured by the relevant mortgage at the time of acquisition of the mortgage interest; and
 - (ii) the amount of any interest, costs or charges due to the mortgagee under the relevant mortgage at that time;

as does not exceed the amount of compensation payable under this Act to the mortgagor in respect of the acquisition of the interest in land that was subject to the relevant mortgage; and

- (b) any legal or other professional costs reasonably incurred by the mortgagee in relation to the acquisition of the mortgage interest, including costs of—
 - (i) obtaining advice in relation to the acquisition, the entitlement of the mortgagee to compensation or the amount of compensation; and
 - (ii) executing, producing or surrendering such documents, and making out and providing such abstracts and attested copies, as the Chief Executive or a person authorised under subsection 5 (4) of the *Government Solicitor Act 1989* requires.

(2) For the purposes of subsection (1), if—

- (a) the relevant mortgage was the only mortgage over the interest in land immediately before the acquisition; or
- (b) there were 2 or more mortgages over the interest in land immediately before the acquisition and the relevant mortgage had, at that time, priority over the other mortgage or mortgages;

the compensation payable to the mortgagor in respect of the acquisition of the interest in land shall be taken to be the compensation that would have been payable to the mortgagor if there had been no mortgage over the interest.

- (3)** For the purposes of subsection (1), if—
- (a) there were 2 or more mortgages over the interest in land immediately before the acquisition; and
 - (b) the relevant mortgage did not have, at that time, priority over the other mortgage or mortgages;

the compensation payable to the mortgagor in respect of the acquisition of the interest in land shall be taken to be the compensation that would have been payable to the mortgagor if there had been no mortgage over the interest, reduced by the principal secured at the time of the acquisition by, and the interest, costs and charges due at that time under, a mortgage or mortgages having priority over the relevant mortgage.

Particulars of mortgages may be required

55. (1) The Executive may, by written notice require a person from whom an interest in land, other than a mortgage interest, has been acquired by compulsory process, to provide the Executive with the following particulars:

- (a) whether the interest was, immediately before the acquisition, subject to any mortgages;
- (b) in relation to each mortgage (if any) to which the interest was, immediately before its acquisition, subject—
 - (i) the name and address of the mortgagee;
 - (ii) the amount of principal secured by the mortgage at the time of the acquisition of the interest; and
 - (iii) the amount of interest, costs and charges due under the mortgage at that time.

(2) If the person fails to provide the Executive with the particulars within 30 days after the giving of the notice, or such further period as the Executive by writing, allows, the Executive may agree with any person claiming to be a mortgagee of the interest in land as to the amounts due under the mortgage and the first-mentioned person is debarred from disputing the correctness of any amounts so agreed.

Division 4—Claims for, and offers of, compensation

Claims for compensation

56. (1) A person who considers that he or she is entitled to be paid compensation in accordance with this Part may make a claim for compensation.

(2) A claim—

(a) shall be in the form approved by the Executive for the purposes of this subsection;

(b) shall specify—

(i) the interest of the person that has been acquired by compulsory process;

(ii) the amount of compensation the person claims in respect of the acquisition; and

(iii) if the claim is in respect of the acquisition of a mortgage interest under a mortgage—the amounts that, for the purposes of Division 3, are the amounts of—

(A) principal secured by the mortgage at the time of the acquisition of the interest; and

(B) any interest, costs and charges due under the mortgage at that time; and

(c) shall be given to the Executive.

(3) A person who has made a claim may, by notice in writing given to the Executive, withdraw the claim.

(4) Where a claim is withdrawn, this Act has effect as if the claim had never been made.

(5) For the purposes of this Act a claim shall be taken to be made when it is given to the Executive.

Effect of compensation claim in respect of acquisition of mortgage interest

57. (1) This section applies where—

(a) a mortgage interest has been acquired from a mortgagee; and

- (b) the mortgagee makes a claim for compensation in respect of the acquisition.

(2) To the extent of the compensation payable to the mortgagee in respect of the acquisition, excluding amounts referred to in paragraph 54 (1) (b), the acquisition shall, on the making of the claim, be taken to have discharged the liability of the mortgagor under the mortgage as from the time of acquisition.

(3) On payment or tender of the compensation to the mortgagee, the mortgagee shall, if so required by the mortgagor and at the expense of the mortgagor, execute a discharge of the mortgage debt to the extent to which the mortgage debt is taken, by subsection (2), to have been discharged.

Amounts paid in respect of mortgage liabilities extinguished by section 57

58. (1) Where an amount has been paid to or recovered by the mortgagee under a mortgage in respect of a liability that, upon the making of a claim by the mortgagee, is, by section 57, taken to have been discharged as from the time of acquisition of a mortgage interest under the mortgage—

- (a) the mortgagee is liable to repay that amount to the person who paid it; and
- (b) the Executive may deduct from the compensation payable to the mortgagee and pay to the person who paid that amount so much of that amount as has not been so repaid.

(2) A payment made by the Executive under paragraph (1) (b) shall be deemed to have been made in discharge of the obligation of the mortgagee under paragraph (1) (a).

Executive either to accept claim and offer compensation or to reject claim

59. (1) If the Executive is satisfied that the interest in land specified in a claim was acquired by compulsory process from the claimant, the Executive shall, by written notice given to the claimant—

- (a) inform the claimant that the claim is accepted;
- (b) make an offer to the claimant of the amount of compensation to which the Executive considers the claimant is entitled in accordance with Division 2 or 3; and
- (c) explain to the claimant how the amount offered was arrived at.

(2) If the Executive does not consider that the interest in land specified in the claim was acquired by compulsory process from the claimant, the Executive shall, by written notice given to the claimant, inform the claimant that the claim is rejected and state the reasons for the rejection.

(3) If, within 42 days after the receipt of the claim, the Executive has not given the claimant a notice under subsection (1) or (2), the Executive shall, at the end of that period, be taken to have rejected the claim and to have given the claimant a notice under subsection (2).

(4) The claimant may, in writing and before the end of the period of 42 days referred to in subsection (3), agree to an extension of that period.

Rejection of claims—review by Administrative Appeals Tribunal

60. (1) Where a notice under subsection 59 (2) has been, or is to be taken to have been, given to a person who has made a claim for compensation, the claimant may apply to the Administrative Appeals Tribunal for a review of the decision of the Executive to reject the claim.

(2) Subject to subsections (3) and (4), the *Administrative Appeals Tribunal Act 1989* applies to the application.

(3) Section 27 of the *Administrative Appeals Tribunal Act 1989* applies to the application as if the prescribed time for the lodging of the application with the Tribunal were the period of 3 months commencing on the day on which the notice under subsection 59 (2) was given, or is to be taken to have been given, to the person.

(4) On the application, the Tribunal may exercise all the powers and discretions conferred by this Act on the Executive in deciding whether to accept or reject the claim for compensation and shall make a decision—

- (a) affirming the rejection of the claim by the Executive; or
- (b) accepting the claim.

(5) If the decision of the Tribunal in relation to the application affirms the rejection by the Executive of the claim for compensation, the interest specified in the claim shall be taken, for the purposes of this Act, not to have been acquired from the claimant by compulsory process.

(6) If the decision of the Tribunal in relation to the application is to accept the claim for compensation rejected by the Executive—

- (a) the interest specified in the claim shall be taken, for the purposes of this Act, to have been acquired from the claimant by compulsory process; and
- (b) the Executive shall give a notice under subsection 59 (1) to the claimant.

Consequences of not seeking review of decision to reject claim

61. (1) This section applies where a claim for compensation has been rejected by the Executive and—

- (a) the claimant does not, within 3 months after notice under subsection 59 (2) has been, or is to be taken to have been, given to the claimant, or within such further time as the Executive allows, make an application to the Administrative Appeals Tribunal under section 60 in respect of the rejection of the claim; or
- (b) the claimant has made such an application within that period and—
 - (i) the Tribunal has affirmed the rejection of the claim by the Executive; and
 - (ii) a period of at least 30 days has elapsed since the Tribunal made its decision and no appeal to the Supreme Court in respect of that decision is pending.

(2) The Executive may pay compensation under this Part on the basis that the claimant was not, at the time of the acquisition to which the claim relates, entitled to the interest the subject of the claim and, where compensation is paid in respect of an interest that is inconsistent with the interest the subject of the claim, no compensation is payable in respect of that last-mentioned interest.

Claimant may accept or reject Executive's offer of compensation

62. Where a notice under subsection 59 (1) is given to a person who has made a claim for compensation, the person may, by written notice given to the Executive—

- (a) accept the offer of compensation; or
- (b) reject the offer of compensation and—
 - (i) inform the Executive of the amount of compensation to which the person considers he or she is entitled; and
 - (ii) explain to the Executive how that amount was arrived at.

Executive to reconsider offer of compensation and to make final offer

63. (1) On receipt of a notice under paragraph 62 (b), the Executive shall reconsider the question of the amount of compensation to which the claimant is entitled and shall, by written notice given to the claimant—

- (a) make a final offer to the claimant of the amount of compensation to which the Executive considers the claimant is entitled in accordance with Division 2 or 3; and
- (b) explain to the claimant how the amount of the final offer was arrived at.

(2) In reconsidering the amount of compensation to which the claimant is entitled, the Executive shall have regard to the information included in the notice in accordance with paragraph 62 (b).

(3) If, within 2 months after the receipt of the notice, the Executive has not given the claimant a notice under subsection (1), the following provisions have effect:

- (a) the notice given to the claimant under subsection 59 (1) shall be taken to be a notice given to the claimant under subsection (1) of this section on the last day of that period of 2 months;
- (b) the offer of compensation made in the notice under subsection 59 (1) shall be taken to be a final offer of compensation.

Claimant may accept or reject Executive's final offer of compensation

64. Where a person has received, or is to be taken to have received, a notice under subsection 63 (1) making a final offer of compensation, the person may, by notice in writing given to the Executive, accept or reject the final offer.

Division 5—Determination of compensation payable

Determination of compensation by pre-acquisition agreement

65. (1) The Executive and the owner of an interest in land, other than a mortgage interest, may agree on the amount of compensation to which the owner will be entitled if the interest is acquired by compulsory process within a time specified in the agreement.

(2) If the interest is acquired from the owner by compulsory process within the specified time and the agreement is still in force, the amount of compensation payable to the owner in respect of the acquisition is the amount specified in the agreement.

Determination of compensation by post-acquisition agreement

66. If—

- (a) a person has made a claim for compensation;
- (b) the Executive has made an offer (including a final offer) of an amount of compensation; and
- (c) the person has accepted the offer;

the amount of compensation payable to the person in respect of the acquisition to which the claim relates is the amount of compensation so offered by the Executive and accepted by the person.

Determination of compensation by Administrative Appeals Tribunal

67. (1) A person who has rejected a final offer of compensation under this Part may apply to the Administrative Appeals Tribunal for a review of the decision of the Executive to make the offer.

(2) Subject to subsections (3) and (4), the *Administrative Appeals Tribunal Act 1989* applies to the application.

(3) Section 27 of the *Administrative Appeals Tribunal Act 1989* applies to the application as if the prescribed time for the lodging of the application with the Tribunal were the period of 3 months commencing on the day on which the notice making the final offer was given, or is to be taken to have been given, to the person.

(4) On the application, the Tribunal may exercise all the powers and discretions conferred by this Act on the Executive in making the final offer of compensation and shall make a decision—

- (a) affirming the final offer of compensation made by the Executive; or
- (b) varying the final offer of compensation made by the Executive.

(5) If the Tribunal affirms the final offer, the amount of compensation payable to the person under this Part is the amount of the final offer.

(6) If the Tribunal varies the final offer, the amount of compensation payable to the person under this Part is the amount of the final offer as varied by the Tribunal.

Persons not entitled to seek determination of compensation by more than 1 means

68. (1) A person who has, under Division 4, accepted an offer of compensation is not entitled, in respect of the same claim—

- (a) to accept another offer of compensation; or
- (b) to make an application under section 67.

(2) Where, a person has—

- (a) entered into an agreement under section 65; or
- (b) made an application under section 67;

then, unless the agreement is revoked, or the application or proceedings are withdrawn or terminated otherwise than by a decision on the merits, the person is not entitled, in respect of the same claim—

- (c) to accept an offer of compensation;
- (d) to enter into an agreement, or another agreement, under section 65; or
- (e) to make an application, or another application, under section 67.

Separate rights of mortgagee and mortgagor to determination of compensation

69. The rights of a mortgagor claiming compensation are not affected by a determination of the compensation payable to a mortgagee, and the rights of a mortgagee claiming compensation are not affected by a determination of the compensation payable to the mortgagor or another mortgagee, unless the mortgagor or mortgagee, as the case may be, was a party to an agreement or proceedings by which the compensation was determined.

Division 6—Payment of compensation

Advance payment on account of compensation

70. (1) The Executive may make an advance on account of compensation that may become payable to a person under this Part.

(2) Where the Executive has accepted a claim for compensation and made an offer of compensation to the claimant, the Executive shall make an advance on account of compensation under this Part.

(3) An advance under subsection (2), when added to advances to the same person in respect of the same compensation under subsection (1), shall be not less than 90% of the amount of the Executive's offer of compensation.

(4) The mere receipt by a person of an advance on account of compensation does not constitute an acceptance of any offer made by the Executive.

Executive may pay rates etc.

71. (1) This section applies where—

- (a) an interest in land is acquired from a person (in this section called the "owner") by compulsory process; and
- (b) immediately before the acquisition, rates, taxes or other similar charges in respect of the land or interest were due and payable.

(2) To the extent to which those charges are or were payable by the owner as owner of the interest, the Executive may pay those charges.

(3) Where the Executive makes a payment, the amount of the payment shall be deducted from the amount of compensation payable to the owner in respect of the acquisition.

Payment of compensation

72. (1) Where—

- (a) a person is entitled to be paid compensation in accordance with this Part in respect of an acquisition;
- (b) the amount of the compensation has been determined in accordance with Division 5;
- (c) the proof of title requirement in relation to the acquisition has been satisfied; and
- (d) the person has—
 - (i) produced or surrendered all deeds and documents relating to, or evidencing, the person's title to the interest that the Chief Executive, or a person authorised under subsection 5 (4) of the *Government Solicitor Act 1989*, reasonably requires to be produced or surrendered; and

- (ii) executed such documents as the Chief Executive or a person so authorised reasonably requires;

the Executive shall pay to the person the amount of compensation so determined.

(2) For the purposes of subsection (1), the proof of title requirement in relation to the acquisition shall be taken to have been satisfied if—

- (a) the person has satisfied the Chief Executive, or a person authorised under subsection 5 (4) of the *Government Solicitor Act 1989*, that the person had, immediately before the acquisition, title to the acquired interest; or
- (b) because of a decision of the Administrative Appeals Tribunal on an application under section 60, the interest is to be taken, for the purposes of this Act, to have been acquired from the person by compulsory process.

Relationship between advances on account of, and payments of, compensation

73. (1) Where—

- (a) the Executive is required to pay compensation to a person under this Part; and
- (b) the total amount paid as advances exceeds the amount of compensation;

the person is liable to pay to the Executive the amount of the excess.

(2) An amount due to the Executive under subsection (1) may be recovered as a debt due by action in a court of competent jurisdiction.

Repayment of advances where no entitlement to compensation

74. (1) Where—

- (a) an advance, or advances, have been paid to a person on account of compensation under this Part; and
- (b) compensation does not become payable to the person;

the person is liable to pay to the Executive an amount equal to the total paid by way of advances.

(2) An amount due to the Executive under subsection (1) may be recovered as a debt due by action in a court of competent jurisdiction.

Payment of compensation into trust account

75. (1) This section applies where—

- (a) an interest in land has been acquired from a person by compulsory process;
- (b) the amount of compensation payable to the person in respect of the acquisition has been determined in accordance with Division 5; and
- (c) at the end of 3 months after the determination of the amount of compensation, the person has not, because of some default or delay on the part of the person, received payment of the compensation.

(2) The Executive may pay the compensation into the trust account.

(3) The Executive may pay rates, taxes or similar amounts charged on the land and due at the time of the acquisition and shall deduct the amount of the payment from the compensation otherwise payable into the trust account.

(4) On payment of the compensation into the trust account, the compensation shall, for the purposes of sections 76 and 77, be taken to have been paid to the person.

(5) Where the person rectifies the default or delay referred to in subsection (1), the Executive shall pay to the person, out of the trust account, an amount equal to the amount of compensation paid into the trust account.

Interest payable on compensation—interests other than mortgage interests

76. (1) This section applies where the Executive is liable to pay compensation to a claimant under this Part in respect of the acquisition of an interest, other than a mortgage interest.

(2) The claimant is entitled to payment by the Executive of interest on the compensation at the rate specified in, or ascertained in accordance with, the regulations from the day of the acquisition until the day on which the compensation is paid, or where payment is delayed through a default or delay of the claimant, until the day on which the compensation would have been paid but for the default or delay.

(3) For the purposes of subsection (2), if—

- (a) the Executive made an offer of compensation to the claimant;
- (b) the claimant rejected the offer; and

- (c) the amount of compensation determined under this Part is less than the amount of the offer;

the payment of the compensation shall be taken to have been delayed through a delay of the claimant and the day on which the compensation would have been paid but for that delay shall be taken to be the day on which the claimant received notice of the offer.

(4) If, on the day following the end of the period of 3 months that commenced on the day of the acquisition or any succeeding period of 3 months, the interest payable to the claimant under subsection (2) in respect of the period has not been paid, this Part has effect as if, on that day, the amount of compensation payable were increased by the amount of the unpaid interest.

(5) Interest is not payable to the claimant on the whole or any part of the compensation otherwise than in accordance with this section.

Interest payable on compensation—mortgage interests

77. (1) This section applies where the Executive is liable to pay compensation to a claimant under this Part in respect of the acquisition of a mortgage interest.

(2) The claimant is entitled to payment by the Executive of interest on the amount representing principal included in the compensation at the lowest rate (whether for prompt payment or otherwise) provided for by the mortgage from the day of the acquisition until the day on which the compensation is paid or, where payment is delayed through a default or delay of the claimant, until the day on which the compensation would have been paid but for the default or delay.

(3) For the purposes of subsection (2) if—

- (a) the Executive made an offer of compensation to the claimant;
- (b) the claimant rejected the offer; and
- (c) the amount of compensation determined under this Part is less than the amount of the offer;

the payment of the compensation shall be taken to have been delayed through a delay of the claimant and the day on which the compensation would have been paid but for that delay shall be taken to be the day on which the claimant received notice of the offer.

(4) If, on the day following the end of the period of 3 months that commenced on the day of the acquisition or any succeeding period of 3 months, the interest payable to the claimant under subsection (2) in respect of the period has not been paid, this Part has effect as if, on that day, the amount of compensation payable were increased by the amount of the unpaid interest.

(5) If the principal under the mortgage was not repayable (with or without notice) on the day when interest ceases to be payable under subsection (2), the claimant is also entitled to be paid by the Executive—

- (a) the costs of the claimant of re-investing the amount representing principal included in the compensation; and
- (b) if a loss of interest may reasonably be expected on the re-investment, having regard to the rate of interest secured by the mortgage and the rate of interest obtained on the re-investment—a reasonable allowance for loss of interest until the day on which the principal would have been repayable.

(6) Interest is not payable to the claimant on the whole or any part of the compensation payable otherwise than in accordance with this section.

Division 7—Courts to ensure just terms

Courts to ensure just terms

78. In any case where the Supreme Court, or the High Court exercising jurisdiction under section 75 of the Commonwealth Constitution, is of the opinion that the application of any of the provisions of this Act would result in an acquisition having been made otherwise than on just terms, the Supreme Court, or the High Court, may determine such compensation or make such order (whether against the Executive or against another person) as, in its opinion, is necessary to ensure that the acquisition is on just terms.

PART VII—COMPENSATION FOR EXERCISE OF POWERS UNDER PART II AND FAILURE TO ACQUIRE

Division 1—Entitlement to compensation

Interpretation

79. For the purposes of this Part, a reference to a loss suffered by a person includes a reference to injury or damage suffered, and expenses reasonably incurred, by the person.

Entitlement to compensation—exercise of powers under Part II

80. Where—

- (a) a person who owns an interest in land suffers loss because of the exercise, in relation to the land, of powers conferred by Part II; and
- (b) within 3 years after suffering the loss the person makes a claim for compensation in accordance with section 82 in respect of the loss;

the Executive is liable to pay to that person as compensation such amount as will justly compensate him or her for the loss.

Entitlement to compensation—pre-acquisition declaration made but acquisition not proceeded with

81. Where—

- (a) a pre-acquisition declaration is revoked or ceases to have effect because of subsection 35 (2);
- (b) a person who, when the declaration was in force, was an owner of an interest affected by the declaration, suffers loss as a direct, natural and reasonable consequence of the making of the declaration; and
- (c) within 3 years after the declaration is revoked or ceases to have effect, the person claims compensation in accordance with section 82;

the Executive is liable to pay to the person as compensation such amount as will justly compensate him or her for the loss.

Division 2—Claims for, and offers of, compensation

Claims for compensation

82. (1) A person who considers that he or she is entitled to be paid compensation in accordance with this Part may make a claim for compensation.

(2) A claim for compensation—

- (a) shall be in the form approved by the Executive for the purposes of this subsection;
- (b) shall include particulars of the loss in respect of which compensation is claimed;
- (c) shall specify the interest of the person in the land in respect of which the claim is made; and
- (d) shall be given to the Executive.

(3) A person who has made a claim for compensation may, by notice in writing given to the Executive, withdraw the claim.

(4) Where a claim for compensation is withdrawn, this Act has effect as if the claim had never been made.

(5) For the purposes of this Act a claim for compensation shall be taken to be made when it is given to the Executive.

Executive either to accept claim and offer compensation or to reject claim

83. (1) If the Executive is satisfied that compensation in accordance with this Part is payable to a claimant for compensation in respect of the loss to which the claim relates, the Executive shall, by written notice given to the claimant—

- (a) inform the claimant that the claim is accepted;
- (b) make an offer to the claimant of the amount of compensation to which the Executive considers the claimant is entitled in accordance with Division 1; and
- (c) explain to the claimant how the amount offered was arrived at.

(2) If the Executive does not consider that compensation in accordance with this Part is payable to a person who has made a claim in respect of the loss suffered particulars of which were included in the claim, the Executive shall, by written notice given to the claimant, inform the claimant that the claim is rejected and state the reasons for the rejection.

(3) If, within 42 days after the receipt of the claim, the Executive has not given the claimant a notice under subsection (1) or (2), the Executive shall, at the end of that period, be taken to have rejected the claim and to have given the claimant a notice under subsection (2).

(4) The claimant may, in writing and before the end of the period referred to in subsection (3), agree to an extension of that period.

Rejection of claims—review by Administrative Appeals Tribunal

84. (1) Where a notice under subsection 83 (2) has been, or is to be taken to have been, given to a person who has made a claim for compensation, the claimant may apply to the Administrative Appeals Tribunal for a review of the decision of the Executive to reject the claim.

(2) Subject to subsections (3) and (4), the *Administrative Appeals Tribunal Act 1989* applies to the application.

(3) Section 27 of the *Administrative Appeals Tribunal Act 1989* applies to the application as if the prescribed time for the lodging of the application with the Tribunal were the period of 3 months commencing on the day on which the notice under subsection 83 (2) was given, or is to be taken to have been given, to the person.

(4) On the application, the Tribunal may exercise all the powers and discretions conferred by this Act on the Executive in deciding whether to accept or reject the claim for compensation and shall make a decision—

- (a) affirming the rejection of the claim by the Executive; or
- (b) accepting the claim.

(5) If the decision of the Tribunal in relation to the application affirms the rejection by the Executive of the claim for compensation, the claimant shall be taken, for the purposes of this Act, not to be entitled to compensation in respect of the loss to which the claim relates.

(6) If the decision of the Tribunal in relation to the application is to accept the claim for compensation rejected by the Executive—

- (a) the claimant shall be taken, for the purposes of this Act, to be entitled to compensation in respect of the loss to which the claim relates; and
- (b) the Executive shall give a notice under subsection 83 (1) to the claimant.

Claimant may accept or reject Executive's offer of compensation

85. Where a notice under subsection 83 (1) is given to a person who has made a claim for compensation, the person may, by written notice given to the Executive—

- (a) accept the offer of compensation; or
- (b) reject the offer of compensation and—
 - (i) inform the Executive of the amount of compensation to which the person considers he or she is entitled; and
 - (ii) explain to the Executive how that amount was arrived at.

Executive to reconsider offer of compensation and to make final offer

86. (1) On receipt of a notice under paragraph 85 (b), the Executive shall reconsider the question of the amount of compensation to which the claimant is entitled and shall, by written notice given to the claimant—

- (a) make a final offer to the claimant of the amount of compensation to which the Executive considers the claimant is entitled in accordance with Division 1; and
- (b) explain to the claimant how the amount of the final offer was arrived at.

(2) In reconsidering the amount of compensation to which the claimant is entitled, the Executive shall have regard to the information included in the notice in accordance with paragraph 85 (b).

(3) If, within 2 months after the receipt of the notice, the Executive has not given the claimant a notice under subsection (1), the following provisions have effect:

- (a) the notice given to the claimant under subsection 83 (1) shall be taken to be a notice given to the claimant under subsection (1) of this section on the last day of that period of 2 months;
- (b) the offer of compensation made in the notice under subsection 83 (1) shall be taken to be a final offer of compensation.

Claimant may accept or reject Executive's final offer of compensation

87. Where a person has received, or is to be taken to have received, a notice under subsection 86 (1) making a final offer of compensation, the person may, by notice in writing given to the Executive, accept or reject the final offer.

Division 3—Determination of compensation payable

Determination of compensation by agreement

88. If—

- (a) a person has made a claim for compensation;
- (b) the Executive has made an offer (including a final offer) of an amount of compensation; and
- (c) the person has accepted the offer;

the amount of compensation payable to the person in respect of the loss to which the claim relates is the amount of compensation so accepted by the person.

Determination of compensation by Administrative Appeals Tribunal

89. (1) A person who has rejected a final offer of compensation under this Part may apply to the Administrative Appeals Tribunal for a review of the decision of the Executive to make the offer.

(2) Subject to subsections (3) and (4), the *Administrative Appeals Tribunal Act 1989* applies to the application.

(3) Section 27 of the *Administrative Appeals Tribunal Act 1989* applies to the application as if the prescribed time for the lodging of the application with the Tribunal were the period of 3 months commencing on the day on which the notice making the final offer was given, or is to be taken to have been given, to the person.

(4) On the application, the Tribunal may exercise all the powers and discretions conferred by this Act on the Executive in making the final offer of compensation and shall make a decision—

- (a) affirming the final offer of compensation made by the Executive; or
- (b) varying the final offer of compensation made by the Executive.

(5) If the Tribunal affirms the final offer, the amount of compensation payable to the person under this Part is the amount of the final offer of compensation.

(6) If the Tribunal varies the final offer, the amount of compensation payable to the person under this Part is the amount of the final offer as varied by the Tribunal.

Persons not entitled to seek determination of compensation by more than 1 means

90. (1) A person who has, under Division 2, accepted an offer of compensation is not entitled, in respect of the same claim—

- (a) to accept another offer of compensation; or
- (b) to make an application under section 89.

(2) Where a person has made an application under section 89, that has not been withdrawn, or terminated otherwise than by a decision on the merits, he or she is not entitled, in respect of the same claim—

- (a) to accept an offer of compensation; or

- (b) to make another application under section 89.

Division 4—Payment of compensation

Advance payment on account of compensation

91. (1) The Executive may make an advance on account of compensation that may become payable to a person under this Part.

(2) Where the Executive has accepted a claim for compensation and made an offer of compensation to the claimant, the Executive shall make an advance on account of compensation that may become payable to the claimant under this Part.

(3) An advance under subsection (2), when added to advances to the same person in respect of the same compensation under subsection (1), shall be 90% of the amount of the Executive's offer of compensation.

(4) The receipt by a person of an advance on account of compensation does not constitute an acceptance of any offer made by the Executive.

Payment of compensation

92. Where—

- (a) a person is entitled to be paid compensation in accordance with this Part; and
- (b) the amount of the compensation has been determined in accordance with Division 3;

the Executive shall pay to the person the amount of compensation so determined.

Relationship between advances on account of, and payments of, compensation

93. (1) Where—

- (a) the Executive is required to pay compensation to a person under this Part; and
- (b) the total amount paid as advances exceeds the amount of the compensation;

the person is liable to pay to the Executive the amount of the excess.

(2) An amount due to the Executive under subsection (1) may be recovered as a debt due by action in a court of competent jurisdiction.

Repayment of advances where no entitlement to compensation

94. (1) Where—

- (a) an advance, or advances, have been paid to a person on account of compensation under this Part; and
- (b) compensation does not become payable to the person;

the person is liable to pay to the Executive an amount equal to the total paid by way of advances.

(2) An amount due to the Executive under subsection (1) may be recovered as a debt due by action in a court of competent jurisdiction.

Payment of compensation into trust account

95. (1) This section applies where—

- (a) compensation under this Part is payable to a person in respect of loss suffered by the person;
- (b) the amount of compensation payable to the person has been determined in accordance with Division 3; and
- (c) at the end of 3 months after the determination of the amount of compensation, the person has not, because of some default or delay on the part of the person, received payment of the compensation.

(2) The Executive may pay the compensation into the trust account.

(3) On payment of the compensation into the trust account, the compensation shall, for the purposes of section 96, be taken to have been paid to the person.

(4) Where the person rectifies the default or delay referred to in subsection (1) the Executive shall pay to the person, out of the trust account, an amount equal to the amount of compensation paid into the trust account.

Interest payable on compensation

96. (1) This section applies where the Executive is liable to pay compensation to a claimant under this Part.

(2) The claimant is entitled to payment by the Executive of interest on the compensation at the rate specified in, or ascertained in accordance with, the regulations from the day on which the person made a claim for the compensation until the day on which the compensation is paid or, where payment is delayed through a default or delay of the claimant, until the day on which the compensation would have been paid but for the default or delay.

(3) For the purposes of subsection (2), if—

- (a) the Executive made an offer of compensation to the claimant;
- (b) the claimant rejected the offer; and
- (c) the amount of compensation determined under this Part is less than the amount of the offer;

the payment of the compensation shall be taken to have been delayed through a delay of the claimant and the day on which the compensation would have been paid but for that delay shall be taken to be the day on which the claimant received notice of the offer.

(4) If, on the day following the end of the period of 3 months that commenced on the day on which the claim was made or any succeeding period of 3 months, the interest payable to the claimant under subsection (2) in respect of the period has not been paid, this Part has effect as if, on that day, the amount of compensation payable were increased by the amount of the unpaid interest.

(5) Interest is not payable to the claimant on the whole or any part of the compensation otherwise than in accordance with this section.

PART VIII—PERSONS WITH LIMITED POWERS TO DEAL WITH INTERESTS IN LAND

Supreme Court may approve certain acts

97. (1) Where—

- (a) an acquiring authority wishes to acquire an interest in land from a person by agreement; and
- (b) but for this subsection, the person would not have the capacity or power to enter into or carry out such an agreement;

the person may, with the approval of the Supreme Court, enter into and carry out such an agreement.

(2) Where—

- (a) an interest in land has been acquired from a person by compulsory process; and
- (b) but for this subsection, the person would not have the capacity or power to do something in connection with compensation in respect of the acquisition;

the person may, with the approval of the Supreme Court, do the thing.

(3) Where, under subsection (1) or (2), the Court gives its approval to a person entering into an agreement, or doing something in connection with compensation, amounts payable under the agreement, or by way of compensation, shall be—

- (a) paid to a trustee appointed by the Court, subject to such trusts as the Court directs; or
- (b) otherwise applied in accordance with the directions of the Court.

(4) This section has effect despite any law, deed, will, memorandum or articles of association or other instrument.

**PART IX—DEALINGS IN LAND VESTED IN ACQUIRING
AUTHORITIES**

Disposals to be in accordance with Part

98. An acquiring authority shall not dispose of an interest in land otherwise than in accordance with this Part unless—

- (a) the regulations provide that this Act does not apply in relation to the disposal, by the acquiring authority, of interests in land in specified circumstances and the disposal is a disposal in those circumstances;
- (b) the disposal is authorised by a law of the Territory (including a law passed or made after the commencement of this Act) and that law, or another law of the Territory, expressly provides that the first-mentioned law has effect despite anything contained in this Act;
- (c) the disposal is effected by a law of the Territory; or
- (d) the disposal results from the exercise by the acquiring authority of powers conferred by a mortgage, charge or other similar security over the interest.

Vesting of interests in Territory Authorities

99. Notwithstanding the provisions of this Part or Part III, the Executive may, if it thinks it appropriate to do so, direct that an interest in land vested in the Commonwealth be transferred to a particular Territory authority.

Disposal of interests in land

100. (1) An interest in land vested in an acquiring authority may be disposed of under the written authority of the Executive.

(2) A person dealing with an acquiring authority is not concerned to inquire whether this Part has been complied with, and the vesting in a person of an interest in land is not affected by any contravention of this Part.

Disposal may be made subject to reservation of interest

101. The disposal of an interest in land by an acquiring authority may be made subject to the reservation to the acquiring authority of a specified interest in the land, including—

- (a) an easement in gross over the land; or
- (b) a restriction on the use of the land, the benefit of which is not annexed to other land.

Interest in land to be offered first to former owner

102. (1) Where—

- (a) an acquiring authority acquired an interest in land by the vesting of the interest in the acquiring authority by paragraph 33 (4) (a);
- (b) the acquiring authority has not made substantial improvements to the land;
- (c) the Executive proposes to authorise the disposal of the interest; and
- (d) if authorised, the disposal would be likely to occur before the end of 7 years after the acquisition of the interest by the acquiring authority;

the Executive shall, in authorising the disposal, require the acquiring authority to first offer the interest for sale to the former owner at the market value of the interest at the time the offer is made.

(2) An offer shall be made by the Executive by written notice given to the former owner and shall specify the amount that, in the opinion of the Executive, represents the market value of the interest at the time of the offer.

(3) The acquiring authority shall not dispose of the interest to a person other than the former owner within 28 days after the day on which the offer is made.

(4) If, within that period of 28 days, the former owner gives to the Executive notice that he or she wishes to purchase the interest from the acquiring authority, the authority shall not dispose of the interest to a person other than the former owner within 2 months after the notice is given.

(5) The former owner may apply to the Administrative Appeals Tribunal for review of the Executive's decision as to the amount specified in the offer as the market value of the interest.

(6) The *Administrative Appeals Tribunal Act 1989* applies to the former owner's application.

(7) If the former owner makes an application to the Administrative Appeals Tribunal, the acquiring authority shall not dispose of the interest to a person other than the former owner—

- (a) until the end of 14 days after the decision of the Tribunal on the application comes into operation; or

(b) if, within that period of 14 days, the owner gives the Executive written notice of his or her wish to purchase the interest from the Commonwealth at the market value determined by the Tribunal, until the end of 2 months after the decision of the Tribunal comes into operation.

(8) The Executive may, by notice in writing given to the former owner, extend the period of 2 months referred to in paragraph (7) (b).

(9) The validity of the disposal of an interest in land is not affected by a failure to comply with this section.

(10) In this section—

“former owner”, in relation to an interest in land, means—

- (a) if the interest was acquired by the acquiring authority from only 1 person and that person is still alive or, in the case of a corporation, is still in existence—that person; and
- (b) in any other case—such persons (if any) as the Executive, having regard to the interests that existed in the land immediately before the acquisition, considers to be fairly entitled to the benefit of subsection (1);

“market value” has the same meaning as in section 46.

Expungement of easements

103. (1) Where—

- (a) an acquiring authority owns an interest in land, being an easement; and
- (b) the Executive is satisfied that it is appropriate to extinguish the easement;

the Executive may, by notice published in the *Gazette*, extinguish the easement.

(2) A notice shall identify the easement and the acquiring authority.

(3) As soon as practicable, and, in any event, within 28 days, after an easement is extinguished under subsection (1), the Minister shall cause to be lodged with the Registrar-General a copy of the notice extinguishing the easement.

(4) The Registrar-General shall make such entries in the records kept by him or her as are necessary having regard to the effect of subsection (1).

Mining etc. on certain land

104. (1) The regulations may make provision for or in relation to prohibiting or regulating all or any of the following matters:

- (a) the exploration for minerals on relevant land;
- (b) the mining for, or recovery of, minerals on or from relevant land;
- (c) the carrying on of operations, and the execution of works, for a purpose referred to in paragraph (a) or (b).

(2) Regulations made for the purposes of subsection (1) may include, but are not limited to, provisions for or in relation to—

- (a) vesting courts of the Territory with jurisdiction in matters arising under the regulations;
- (b) the payment of fees in respect of the grant, under the regulations, of a lease, licence, permit or other authority;
- (c) if minerals are owned by the Commonwealth—the payment of royalties in respect of minerals mined or recovered in accordance with such a lease, licence, permit or authority; and
- (d) the payment to the Territory of amounts representing the whole or part of amounts received by the Executive under the regulations.

(3) Regulations made for the purpose of subsection (1) have no effect to the extent that they are inconsistent with rights of the kind referred to in subsection 35 (4) of the *Atomic Energy Act 1953* of the Commonwealth or an authority under subsection 41 (1) of that Act.

(4) In this section—

“mineral” means a naturally occurring substance or mixture of substances;

“relevant land” means land in the Territory that is vested in a Territory authority after having been acquired by the authority under this Act.

PART X—MISCELLANEOUS

Trust account

104A. A trust account called the Lands Acquisition Trust Account shall be maintained under section 51 of the *Financial Management Act 1996*.

Indexation of subsection 51 (2) amount

105. (1) In this section—

“index number”, in relation to an index year, means the All Groups Consumer Price Index number, being the weighted average of the 8 capital cities, published by the Australian Statistician in respect of that index year;

“index year” means a period of 12 months commencing on 1 April.

(2) Where the factor ascertained in accordance with subsection (4) in relation to a financial year is greater than 1, section 51 has effect as if, for the amount of \$15,000 specified in subsection 51 (2), there were substituted, on the first day of that financial year, an amount calculated by multiplying the existing amount by that factor.

(3) For the purpose of subsection (2), the existing amount is—

- (a)** if, because of the operation of subsection (2), section 51 already has effect as if an amount were substituted for the amount of \$15,000 specified in subsection 51 (2)—the substituted amount; and
- (b)** in any other case—\$15,000.

(4) The factor to be ascertained for the purpose of subsection (2) in relation to a financial year is the number (calculated to 3 decimal places) ascertained by dividing the index number for the index year that ended on the 31 March preceding the commencement of that financial year by the index number for the previous index year.

(5) Where a factor ascertained under subsection (4) would, if calculated to 4 decimal places, end with a number greater than 4, the factor ascertained shall be taken to be the factor calculated to 3 decimal places and increased by .001.

(6) Subject to subsection (7), if at any time, whether before or after the commencement of this Act, the Australian Statistician has published or publishes an index number in respect of an index year in substitution for an index number previously published in respect of the same index year, the publication of the later index number shall be disregarded for the purposes of this section.

(7) If at any time, whether before or after the commencement of this Act, the Australian Statistician has changed or changes the reference base for the Consumer Price Index, then, for the purposes of the application of this section after the change, regard shall be had only to the index number published in terms of the new reference base.

General power of Supreme Court to adjust rights

106. (1) The Supreme Court may, on the application of the Executive or of any interested person—

- (a) determine the person or persons who, at any relevant time, held an interest or interests in particular land in relation to which a claim for compensation has been or may be made under this Act;
- (b) determine the nature of such an interest or interests; and
- (c) make such orders as are appropriate for declaring or adjusting rights or liabilities of persons in connection with the land or interests in the land, or arising out of transactions in relation to, or mortgages over, the land or interests in the land.

(2) A determination or order under subsection (1) is binding on the applicant, the Executive, the Commonwealth and all other persons who had interests in the land and to whom notice of the application has, before the commencement of the hearing, been given by the applicant, whether or not those other persons were represented on the hearing of the application.

Supreme Court may order stay of proceedings under mortgage

107. (1) Where—

- (a) an interest in land acquired by compulsory process was, immediately before the acquisition, subject to a mortgage; and
- (b) proceedings by the mortgagee were pending at that time, or are commenced or proposed to be commenced after that time and before compensation has been paid in full to the mortgagor in respect of the acquisition;

the Supreme Court may, upon the application of the mortgagor and subject to such conditions as it thinks fit, order a stay of those proceedings or enjoin the mortgagee against commencing or continuing those proceedings and make such other orders as it thinks necessary.

(2) In this section, “proceedings” means any action to enforce the rights of the mortgagee under the mortgage, whether or not the proceedings are in a court, including action with a view to taking possession of or selling an interest in land or foreclosing.

Jurisdiction of Supreme Court

108. Jurisdiction is conferred on the Supreme Court to hear and determine applications and proceedings under sections 97, 106, 107 and 111 and that jurisdiction is exclusive of the jurisdiction of any other court, other than the jurisdiction of the High Court under section 75 of the Constitution of the Commonwealth.

Award of costs in Administrative Appeals Tribunal proceedings

109. (1) The Administrative Appeals Tribunal may recommend to the Attorney-General that the Executive should pay the whole or a part of the costs, in relation to proceedings on an application made to the Tribunal under a provision of this Act, of the person who made the application or of any other person made a party to the proceedings under subsection 29 (2) of the *Administrative Appeals Tribunal Act 1989*.

(2) The Attorney-General may, pursuant to a recommendation of the Tribunal under subsection (1), authorise the payment to a person of the whole or a part of the person’s costs in relation to proceedings before the Tribunal.

Orders to obtain possession

110. (1) This section applies where—

- (a) an acquiring authority holds an interest in land;
- (b) the interest entitles the acquiring authority to possession of the land; and
- (c) another person (in this section called the “unauthorised person”) is in possession of the land, otherwise than under a subsisting lease or agreement, or a right of occupancy under section 37.

(2) If the unauthorised person—

- (a) refuses or fails, when so required by the Executive by notice in writing, to give up possession of the land to the acquiring authority; or

- (b) hinders or obstructs an authorised person attempting to take possession of the land for the acquiring authority;

a court of summary jurisdiction may, on the application of the Executive, make an order authorising a police officer or other person named in the order, with such assistance and force as are reasonably necessary, to enter on the land and deliver up possession of the land to the acquiring authority.

(3) A copy of the application under subsection (2) shall be given to the unauthorised person and that person is entitled to appear and be heard on the hearing of the application.

Injunctions

111. (1) Where a person has used, or is proposing to use, land in a manner inconsistent with a restriction on the use of the land acquired by an acquiring authority under this Act, the Supreme Court may, on the application of that authority, grant an injunction restraining the person from using the land in that manner.

(2) Where an application is made to the Court for an injunction under this section, the Court may, if in the Court's opinion it is desirable to do so, grant an interim injunction restraining a person from engaging in conduct of the kind to which the application relates pending the determination of the application.

(3) The Court may discharge or vary an injunction granted under this section.

(4) The power of the Court to grant an injunction restraining a person from using land in a particular manner may be exercised—

- (a) if the Court is satisfied that the person has used the land in that manner—whether or not it appears to the Court that the person intends again to use the land, or to continue to use the land, in that manner; or
- (b) if it appears to the Court that, in the event that an injunction is not granted, it is likely that the person will use the land in that manner—whether or not the person has previously used the land in that manner and whether or not there is an imminent danger of substantial damage to any person if the first-mentioned person uses the land in that manner.

(5) The powers conferred on the Court by this section are in addition to, and not in derogation of, any other powers of the Court, whether conferred by this Act or otherwise.

Payments to be a good discharge

112. All payments made by or on behalf of the Executive under this Act are good and valid discharges to the Executive and the Executive is not bound to see to the application of any money paid or to the performance of any trust.

Execution of documents for and on behalf of the Executive

113. All instruments, receipts and documents relating to—

- (a) the acquisition of an interest in land; or
- (b) land vested, or that has been vested, in the Commonwealth pursuant to this Act;

may be executed by the Minister for and on behalf of the Executive.

How documents are to be given

114. (1) A document required or permitted by this Act to be given to the Executive shall be given to the Executive by sending it by prepaid post to the Executive at an address prescribed for the purposes of this subsection.

(2) A document required or permitted by this Act to be given to a person by or under the authority of the Executive may be given to the person—

- (a) if the person is a natural person—
 - (i) by delivering it to the person personally; or
 - (ii) by leaving it at, or by sending it by prepaid post to, the address of the place of residence or business of the person last known to the Executive;
- (b) if the person is a body corporate—by leaving it at, or sending it by prepaid post to, the head office, a registered office or a principal office of the body corporate; or
- (c) in any case where the Executive, after diligent inquiry, is unable to comply with the requirements of whichever of paragraphs (a) and (b) is applicable—by affixing the notice or other document in a prominent position on the land to which the notice relates.

Notice of signatures

115. (1) Notice shall be taken of the signature, on an instrument relating to land or an interest in land, of the Minister or of a delegate of the Minister, if the signature purports to be witnessed by an officer of the Department of the Environment, Land and Planning.

(2) The Registrar-General may register such an instrument so signed and attested without further proof of the signature of the Minister, delegate or witness.

Delegation

116. (1) Subject to subsection (2), the Executive or the Minister may, in writing, delegate all or any of its, his or her powers and functions under this Act to—

- (a) a member of the Public Service; or
- (b) a person who has executive authority in relation to the affairs of a Territory authority;

(2) The Executive may not delegate the following powers:

- (a) the power to authorise a person, or the holder or occupier of an office or position, to act under section 7, 8 or 11;
- (b) the power to give a certificate under subsection 21 (1);
- (c) the power to make a declaration under subsection 33 (1);
- (d) the power to give a notice under subsection 37 (2);
- (e) the power under section 59 or 83 to reject a claim for compensation;
- (f) the power to give a notice referred to in paragraph 110 (2) (a).

(3) A delegate under this section is, in the exercise of a power so delegated, subject to the directions of the Executive or the Attorney-General, as the case requires.

Regulations

117. The Executive may make regulations, not inconsistent with this Act, prescribing matters—

- (a) required or permitted by this Act to be prescribed; or
 - (b) necessary or convenient to be prescribed for carrying out or giving effect to this Act.
-

Lands Acquisition Act 1994

NOTE

1. The *Lands Acquisition Act 1994* as shown in this reprint comprises Act No. 42, 1994 amended as indicated in the Tables below.

Table of Acts

Act	Number and year	Date of notification in <i>Gazette</i>	Date of commencement	Application, saving or transitional provisions
<i>Lands Acquisition Act 1994</i>	42, 1994	7 Sept 1994	Ss. 1 and 2: 7 Sept 1994 Remainder: 1 Feb 1995 (see <i>Gazette</i> 1995, No. S27)	
<i>Land Titles (Consequential Amendments) Act 1995</i>	54, 1995	20 Dec 1995	20 June 1996 (see s. 2)	—
<i>Financial Management and Audit (Consequential and Transitional Provisions) Act 1996</i>	26, 1996	1 July 1996	1 July 1996	—

Table of Amendments

ad. = added or inserted am. = amended rep. = repealed rs. = repealed and substituted

Provision	How affected
S. 3	am. No. 26, 1996
S. 19	am. No. 54, 1995
S. 21	am. No. 54, 1995
S. 75	am. No. 26, 1996
S. 95	am. No. 26, 1996
S. 104A	ad. No. 26, 1996