STATUTORY INSTRUMENTS

1961 No. 1487

COTTON INDUSTRY

The Cotton Spinning Reorganisation Scheme No. 2 (Confirmation) Order, 1961

Laid before Parliament in draft

Made - - - -	1*st August*, 1961
Coming into Operation	7*th August*, 1961

Whereas the Cotton Board by virtue of section 1 of the Cotton Industry Act, 1959(a), (hereinafter referred to as "the Act") prepared, and the Board of Trade by the Cotton Spinning Reorganisation Scheme (Confirmation) Order, 1959(b), confirmed, a reorganisation scheme (hereinafter referred to as the "principal scheme") for the spinning section of the industry providing for the payment by the Cotton Board of compensation for the elimination of excess capacity in that section:

And Whereas, in consultation with such bodies as appeared to them to represent (so far as practicable) the interests of those carrying on business and of those employed in the spinning section of the industry, the Cotton Board have prepared for that section the further scheme (hereinafter referred to as "the supplementary scheme") set out in the Schedule to this Order varying the principal scheme, and have submitted it to the Board of Trade pursuant to subsection (2) of section 1 of the Act:

And Whereas the Board of Trade are satisfied—

(*a*) that the principal scheme, as so varied, makes adequate provision (in point of time as well as in point of quantity) to the end of eliminating excess capacity in the spinning section of the industry;

(*b*) that arrangements have been made within that section for the payment of compensation in respect of loss of employment due to the elimination of the excess capacity; and

(*c*) that bodies representing the interests of a majority of the persons employed in that section have agreed to those arrangements so far as they relate to persons whose interests are represented by those bodies:

And Whereas a draft of this Order has, pursuant to subsection (9) of section 1 of the Act, been laid before Parliament and approved by resolution of each House:

Now, therefore, the Board of Trade, in pursuance of the powers conferred upon them by section 1 of the Act and all other powers in that behalf enabling them, hereby order as follows:—

(a) 7 & 8 Eliz. 2. c. 48. (b) S.I. 1959/1325 (1959 I, p. 770).

1. The supplementary scheme is hereby confirmed.

2. The Cotton Spinning Reorganisation Scheme (Confirmation) Order, 1959, shall have effect as if in Articles 2 and 3 thereof references to the reorganisation scheme included references to the supplementary scheme.

3. In this Order—

(*a*) the "Cotton Board" and "the industry" have the meanings respectively assigned to those expressions in subsection (11) of section 1 of the Act;

(*b*) "the spinning section" has the meaning assigned to that expression in Article 2 of the principal scheme.

4. This Order may be cited as the Cotton Spinning Reorganisation Scheme No. 2 (Confirmation) Order, 1961, and shall come into operation on the 7th day of August, 1961.

Dated this 1st day of August, 1961.

Niall Macpherson,
Parliamentary Secretary to the
Board of Trade.

THE SCHEDULE

THE COTTON INDUSTRY ACT, 1959
COTTON SPINNING REORGANISATION SCHEME No. 2

A Reorganisation Scheme prepared by the Cotton Board varying the Cotton Spinning Reorganisation Scheme dated 16th July, 1959, confirmed by the Board of Trade by Order(a) *dated 29th July, 1959.*

Citation and Commencement

1. This Scheme may be cited as the Cotton Spinning Reorganisation Scheme No. 2 and shall come into operation on the date on which the Order of the Board of Trade confirming the Scheme comes into operation.

Interpretation

2. In this Scheme the following expressions have the meanings hereby respectively assigned to them:—

"the Act" means the Cotton Industry Act, 1959;

"the Cotton Board" means the Cotton Board as defined in subsection (11) of section 1 of the Act;

"the industry" means the activities included in that term in the development council orders(b) relating to the Cotton Board, as those orders had effect at the commencement of the Act;

"the spinning section" has the meaning assigned in and for the purposes of the principal scheme;

"the principal scheme" means the Cotton Spinning Reorganisation Scheme prepared and submitted by the Cotton Board on the 16th day of July, 1959, and confirmed by the Board of Trade by the Cotton Spinning Reorganisation Scheme (Confirmation) Order, 1959.

(a) S.I. 1959/1325 (1959 I, p. 770).
(b) S.I. 1948/629 (Rev. V, p. 87: 1948 I, p. 1623), 1951/2173, 1953/421, 1957/508 (1951 I, p. 1125; 1953 I, p. 862; 1957 I, p. 1174).

Variation of the Principal Scheme

3. The principal scheme shall have effect as if the amounts to be raised by means of an annual charge imposed in pursuance of Part III thereof included the amount required to defray that proportion of the total expenses incurred by the Cotton Board in connection with the making of re-equipment grants under section 2 of the Act which is attributable to the spinning section of the industry; and accordingly the said scheme shall be varied as follows:—

(1) In Article 14, at the end there shall be added the following—

", and

(*c*) that proportion of the total expenses incurred by the Board in connection with the making of grants under section 2 of the Act which in the opinion of the Board is attributable to the making of such grants for the re-equipment of businesses carried on in the spinning section of the industry.".

(2) In Article 17, in paragraph (2), at the end there shall be added the following—

", and

(*c*) all costs and expenses incurred by them in connection with the making of grants under section 2 of the Act for the re-equipment of businesses carried on in the spinning section of the industry.".

The foregoing Reorganisation Scheme has been prepared by the Cotton Board under powers conferred by the Cotton Industry Act, 1959, and is now submitted to the Board of Trade for confirmation in pursuance of subsection (2) of section 1 of that Act.

Dated this sixth day of July, 1961.

(Signed) ROCHDALE,
F. ROSTRON,
R. OPENSHAW,
J. C. ROBINSON,
(The Committee of the Cotton Board established to discharge the functions of the Board under the Cotton Industry Act, 1959.)

EXPLANATORY NOTE

(This Note is not part of the Order, but is intended to indicate its general purport.)

By this Order, which amends the Cotton Spinning Reorganisation Scheme (Confirmation) Order, 1959, the Board of Trade confirm a supplementary reorganisation scheme for the spinning section of the cotton industry. This supplementary scheme amends the scheme confirmed by that Order so as to enable the amounts raised thereunder by an annual charge imposed on that section of the industry to include the amount required to meet the expenses attributable to the making of re-equipment grants under section 2 of the Cotton Industry Act, 1959. The amending scheme is set out in the Schedule to this Order.

This Order also makes some consequential amendments to the principal Order.