

New South Wales

Murray-Darling Basin Amendment Bill 2007

Explanatory note

This explanatory note relates to this Bill as introduced into Parliament.

Overview of Bill

Arrangements for the sharing of water from the rivers comprising the Murray–Darling Basin are the subject of an agreement entered into on 24 June 1992 between the Commonwealth, New South Wales, Victoria and South Australia (the *Murray–Darling Basin Agreement*). Legislative approval to that agreement was given when Parliament enacted the *Murray–Darling Basin Act 1992*. A copy of the agreement (as subsequently amended on 3 June 2002) is set out in Schedule 1 to that Act

The Commonwealth, New South Wales, Queensland, Victoria, South Australia and the Australian Capital Territory have subsequently entered into an agreement (the *Murray–Darling Basin Amending Agreement 2006*) to further amend the Murray–Darling Basin Agreement so as to facilitate the operation of the Murray–Darling Basin Commission's water business on appropriate commercial principles.

The object of this Bill is to amend the *Murray–Darling Basin Act 1992* so as to give legislative approval to the Murray–Darling Basin Amending Agreement 2006. As a consequence of that approval, the Murray–Darling Basin Agreement will be

amended in accordance with the terms of the Murray-Darling Basin Amending Agreement 2006.

Outline of provisions

Clause 1 sets out the name (also called the short title) of the proposed Act.

Clause 2 provides for the commencement of the proposed Act on the date of assent to the proposed Act.

Clause 3 is a formal provision that gives effect to the amendments to the *Murray–Darling Basin Act 1992* set out in Schedule 1.

Clause 4 provides for the repeal of the proposed Act after all the amendments made by the proposed Act have commenced. Once the amendments have commenced the proposed Act will be spent and section 30 of the *Interpretation Act 1987* provides that the repeal of an amending Act does not affect the amendments made by that Act.

Schedule 1 Amendments

Schedule 1 [1] amends the definition of *Agreement* in section 4 (1) to reflect the adoption of the Murray–Darling Basin Amending Agreement 2006.

Schedule 1 [2] inserts a definition of *Amending Agreement 2006* into section 4 (1).

Schedule 1 [3] inserts proposed section 6B. The new section gives legislative approval to the Murray–Darling Basin Amending Agreement 2006.

Schedule 1 [4] inserts proposed Schedule 3. The new Schedule contains the text of the Murray–Darling Basin Amending Agreement 2006.



New South Wales

Murray–Darling Basin Amendment Bill 2007

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New South Wales

Murray–Darling Basin Amendment Bill 2007

No , 2007

A Bill for

An Act to amend the *Murray–Darling Basin Act 1992* to approve an amendment to the Murray–Darling Basin Agreement to facilitate the operation of the Murray–Darling Basin Commission's water business on appropriate commercial principles; and for other purposes.

Clause 1 Murray–Darling Basin Amendment Bill 2007

The	Legisl	ature of New South Wales enacts:	1
1	Nam	e of Act	2
		This Act is the Murray-Darling Basin Amendment Act 2007.	3
2	Com	mencement	4
		This Act commences on the date of assent to this Act.	5
3	Ame	ndment of Murray–Darling Basin Act 1992 No 65	6
		The Murray-Darling Basin Act 1992 is amended as set out in Schedule 1.	7 8
4	Rep	eal of Act	9
	(1)	This Act is repealed on the day following the day on which this Act commences.	10 11
	(2)	The repeal of this Act does not, because of the operation of section 30 of the <i>Interpretation Act 1987</i> , affect any amendment made by this Act.	12 13

Sch	edule 1 Amendments	1
	(Section 3)	2
[1]	Section 4 Definitions	3
	Insert at the end of paragraph (b) of the definition of <i>Agreement</i> in section 4 (1):	4
	, and	6
	(c) amended by the Amending Agreement 2006.	7
[2]	Section 4 (1)	8
	Insert in alphabetical order:	9
	Amending Agreement 2006 means the Murray–Darling Basin Agreement Amending Agreement 2006 that was made on 14 July 2006 (as revised by the Ministerial Council on 29 September 2006), a copy of which is set out in Schedule 3.	10 11 12 13
[3]	Section 6B	14
	Insert after section 6A:	15
	6B Approval of Amending Agreement 2006	16
	The Amending Agreement 2006 is approved.	17
	Note. The copy of the Murray–Darling Basin Agreement Amending Agreement 2006 set out in Schedule 3 incorporates the revisions that were endorsed by the Ministerial Council on 29 September 2006. Those revisions were:	18 19 20 21
	 in proposed new clause 75 (3), set out in paragraph 18 (3), "Agreement" to be substituted for "agreement", and 	22 23
	 paragraph 20 (2) to omit both subclauses (2) and (3) of clause 78 instead of only omitting subclause (2). 	24 25
[4]	Schedule 3	26
	Insert after Schedule 2:	27
	Schedule 3 Murray-Darling Basin Agreement	28
	Amending Agreement 2006	29
	AGREEMENT made this fourteenth day of July 2006 between	30
	THE COMMONWEALTH OF AUSTRALIA (the "Commonwealth"),	31
	THE STATE OF NEW SOUTH WALES ("New South Wales"),	32
	THE STATE OF VICTORIA ("Victoria"),	33
	THE STATE OF QUEENSLAND ("Queensland"),	34

THE STAT	E OF S	SOUTH AUSTRALIA ("South Australia"), and	1
THE AUST	RALIA	AN CAPITAL TERRITORY ("Australian Capital Territory").	2
		June 1992, the Commonwealth, New South Wales, Victoria and ered into the Murray-Darling Basin Agreement which:	3 4
	(a)	was approved by the Parliament of the Commonwealth and the Parliaments of the said States; and	5 6
	(b)	has subsequently been deemed to be amended from time to time under clause 50 or 134 of that Murray-Darling Basin Agreement; and	7 8 9
	(c)	was amended by the Murray-Darling Basin Amending Agreement made on 3 June 2002,	10 11
(together cal	led the	"Principal Agreement"):	12
Queensland	becam	under the provisions of clause 134 of the Principal Agreement, e a party to the Principal Agreement on the terms set out in Principal Agreement:	13 14 15
Agreement v	was am Council	under the provisions of clause 134 of the Principal Agreement, that ended in May 2006 by the decision of the Murray-Darling Basin to consent to the Australian Capital Territory becoming a party to ment;	16 17 18 19
facilitate the	operati	the parties wish to further amend the Principal Agreement to ion of the Murray-Darling Basin Commission's water business on reial principles and for other reasons;	20 21 22
provisions se	et out b	the Murray-Darling Basin Ministerial Council has approved the elow on 23 July 2003 and 30 September 2005: GREE AS FOLLOWS:	23 24
			25
1. INTERP			26
Schedule	or A graph,	nt, a reference to a clause, sub-clause, paragraph, sub-paragraph, appendix is a reference to a clause, sub-clause, paragraph, Schedule or Appendix of or to the Principal Agreement,	27 28 29 30
2. CLAUSE	2		31
(1)		"67(1)(a)" from the definition of "annual estimates." t instead "68(1)(a)".	32 33
(2)	Insert	t in alphabetical order:	34
. ,		mmission's water business" means those activities of the mission relating to:	35 36
		(a) the construction, operation, maintenance and renewal of works on, adjacent to, or connected to the upper River Murray or the River Murray in South Australia; and	37 38 39
		(b) the execution of the provisions of this Agreement concerning sharing water between State Contracting Governments; and	40 41

	(c) the provision of other services relating to water, to State Contracting Governments and other persons;	
	"financial year" means the twelve months beginning on 1 July;".	;
(3)	Omit all the words after "out" in the definition of "Commonwealth auditor". Insert instead "an audit referred to in sub-paragraph 78(1)(a)(i)".	
(4)	After the word "programs" in the definition of "measures" insert "(including any activities for the purpose of conserving or enhancing the environment) but does not include any activities of the Commission's water business".	- 8 9
(5)	Omit all the words after "out" in the definition of "State auditor". Insert instead "an audit referred to in paragraph 78(1)(b)".	1 ⁻ 12
(6)	Omit the definition of "supplementary estimates".	13
3. CLAUSE	49	14
Omit cla	use 49. Insert instead:	15
"49	(1) Works or measures from time to time included in a Schedule to this Agreement or authorised pursuant to clause 50 must be constructed, operated, maintained, renewed or implemented (as the case may require):	16 17 18 19
	(a) in accordance with the provisions of this Agreement and any Acts approving the same; and	20 2
	(b) by the Contracting Government from time to time nominated by the Ministerial Council for the purpose.	22 23
	(2) A Contracting Government described as a "Nominated Government" in Schedule A with respect to a work is deemed to have been nominated by the Ministerial Council under paragraph 49(1)(b) to construct, operate, maintain and renew that work, until the Ministerial Council nominates another Contracting Government for one or more of those purposes, with respect to that work."	24 25 26 27 28 29
4. CLAUSE	50	30
(1)	After "\$2,000,000" in sub-clause (2) insert ", or such other amount determined by the Ministerial Council from time to time".	3 ²
(2)	After "\$2,000,000" in sub-clause (3) insert ", or such other amount determined by the Ministerial Council from time to time".	33 34
5. CLAUSE	. 51	35
After "\$1 the Minis	1,000,000" in sub-clause (2) insert ", or such other amount determined by sterial Council from time to time,".	36
6. CLAUSE	52	38
	2,000,000" in sub-clause (5) insert ", or such other amount determined by	39

Schedule 1 Amendments

7. CLAUSE After "\$2	2,000,000" in sub-clause (1) insert ", or such other amount determined by	1 2
the Mini	sterial Council from time to time".	3
8. CLAUSE	55	4
(1)	Omit the words "construction or maintenance" from paragraph (3)(a). Insert instead:	5 6
	«. ·	
	(i) investigations, construction and administration; or	7
	(ii) major or cyclic maintenance; or	8
	(iii) operation and maintenance,".	9
(2)	After "as" in sub-clause (4) insert "operation and".	10
9. CLAUSE	. 59	11
Omit "th	is or the former Agreement". Insert instead "paragraph 49(1)(b)".	12
10. CLAUS	E 62	13
Omit the	words "which constructed a work under this or the former Agreement".	14
Insert ins	stead "nominated to operate a work pursuant to paragraph 49(1)(b)".	15
11. CLAUS	E 65	16
Omit cla	use 65. Insert instead:	17
"Def	initions	18
	n this Part:	19
	uity contribution" has the meaning set out in sub-clause 67(2); ncial accommodation" means a financial benefit or assistance to obtain	20
	incial benefit arising from or as a result of:	21 22
	a loan;	23
(t	o) issuing, endorsing or otherwise dealing in promissory notes;	24
,	drawing, accepting, endorsing or otherwise dealing in bills of exchange;	25
(0	l) issuing, purchasing or otherwise dealing in securities;	26
(6	e) granting or taking a lease of any real or personal property for financing but not for operating purposes;	27 28
	any other arrangement approved by the Ministerial Council; estigations, construction and administration costs" means the costs of:	29 30
(a) investigating and constructing works set out in Schedule A; and	31
(t	o) investigating and constructing any other works and implementing measures authorised under this Agreement; and	32 33
(0	e) studies, programs, surveys and investigations carried out pursuant to clause 39; and	34 35
(0	l) establishing systems referred to in clause 41; and	36

(e) systems established pursuant to a request made under paragraph 43(b); and	2
 (f) special action taken under sub-clause 48(5) which the Ministerial Council has determined to be investigations, construction and administration costs; and 	; 2
(g) any payment by the Commission in respect of the construction of works under sub-clause 51(1); and	(
(h) complying with the direction given under sub-clause 54(2); and	8
(i) dismantling works referred to in sub-clause 64(2); and	ç
(j) any payment by the Commission under paragraph 131(a); and	10
 (k) administrative and other expenses of the Commission, the Ministerial Council and the Community Advisory Committee constituted under sub-clause 14(1); 	1 ⁻ 12 13
"major or cyclic maintenance" has a meaning determined by reference to the guidelines established by the Commission under sub-clause 67(4); "operation and maintenance costs" means the costs of:	14 18 10
(a) operating and maintaining works set out in Schedule A; and	17
(b) operating and maintaining any other works authorised under this Agreement; and	18 19
(c) operating and maintaining systems referred to in clause 41; and	20
(d) operating and maintaining systems established pursuant to a request made under paragraph 43(b); and	2 ²
(e) special action taken under sub-clause 48(5) which the Ministerial Council has determined to be operation and maintenance costs; and	23 24
(f) any payment made by the Commission in respect of the operation or maintenance of works under sub-clause 51(1); and	25 26
(g) such dredging or snagging carried out under clause 61 which the Commission has resolved to meet; and	27 28
(h) any payment made by the Commission under paragraph 131(b); "security" includes inscribed stock and debenture, bond, debenture stock, note or any other document creating, evidencing or acknowledging indebtedness in respect of financial accommodation, whether constituting a charge on property of the Commission or not.".	29 30 33 32 33
12. CLAUSE 66	34
Omit clause 66. Insert instead:	35
"Apportionment of costs	36
66. (1) The Ministerial Council, after considering any recommendation of the Commission, must determine:	37
(a) what contribution, if any, is to be made by any State or Territory becoming a party pursuant to clause 134; and	39 40

(b) whether some or all of that contribution is to be made as a lump sum or in a comparable manner to a manner provided for in sub-clause 66(3), (4) or 67(2).	
(2) Subject to sub-clause 66(1), the Ministerial Council:	4
(a) may, on the recommendation of the Commission, from time to time determine which proportion of the services provided by the Commission's water business is attributable to each State Contracting Government; and	
(b) must, at intervals not exceeding five years, reconsider the proportions determined under paragraph 66(2)(a); and	10
(c) may, on the recommendation of the Commission, alter the proportions determined under paragraph 66(2)(a).	1 ²
(3) Unless the Ministerial Council decides otherwise and subject to any decision of the Ministerial Council under sub-clause 66(1), a State Contracting Government must contribute to operation and maintenance costs in the relevant proportion determined under sub-clause 66(2).	13 14 15 16 17
(4) Unless the Ministerial Council decides otherwise and subject to any decision by the Ministerial Council under sub-clause 66(1) and the provisions of clause 67:	18 19 20
(a) the Commonwealth Government must contribute one-quarter of all investigations, construction and administration costs after first deducting any contribution to those costs made by any State or Territory:	2 ² 22 24 24
(i) becoming a party pursuant to clause 134; or	25
(ii) pursuant to any understanding reached between that State or Territory and the Contracting Governments; and	20 27
(b) the State Contracting Governments must together contribute three-quarters of all investigations, construction and administration costs:	28 29 30
(i) relating to the Commission's water business, in the relevant proportions determined under sub-clause 66(2); and	3 ²
(ii) relating to measures implemented under this Agreement, in equal shares.	33 34
(5) The Ministerial Council, after considering any recommendation by the Commission, must determine whether the costs of any special action taken under sub-clause 48(5) are investigations, construction and administration costs or operation and maintenance costs."	39 36 37 38
CLAUSE 67	39
Omit clause 67. Insert instead:	40
"Borrowings and Annuity Contributions	4
67. (1) The Commission may, with the prior approval of the Ministerial Council, obtain financial accommodation with respect to any:	42 43

13. CLAUSE

(a) investigations, construction and administration costs; and	1
(b) major or cyclic maintenance costs,	2
incurred, or which the Commission proposes to incur, for the purposes of the Commission's water business.	3 4
(2) The Ministerial Council, on the recommendation of the Commission, may from time to time determine that a Contracting Government must make an annual annuity contribution in respect of either or both of:	5 6 7 8
(a) investigations, construction and administration costs; and	9
(b) major or cyclic maintenance costs,	10
which the Contracting Government might otherwise be required to contribute under sub-clause $66(1)$, (3) , paragraph $66(4)(a)$ or sub-paragraph $66(4)(b)(i)$, in any future year.	11 12 13
(3) In fixing any annuity contribution under sub-clause 67(2), the Ministerial Council must have regard to the Commission's estimate of costs which will be incurred during the next ensuing 30 years (or such other period as the Commission determines) in relation to either or both of:	14 15 16 17 18
(a) the construction or renewal; and	19
(b) major or cyclic maintenance,	20
of works constructed, operated, maintained or renewed for the purposes of the Commission's water business (as the case requires) including any interest or other sums receivable or payable in respect of any income received, or any financial accommodation obtained, by the Commission from time to time in relation to those works.	21 22 23 24 25
(4) For the purposes of this Part, the Commission must establish guidelines for determining what is, and what is not, major or cyclical maintenance."	26 27 28
14. CLAUSE 68	29
Omit clause 68. Insert instead:	30
"Annual and forward estimates	31
68. (1) The Commission must prepare:	32
 (a) detailed annual estimates of its known and anticipated expenditure for the next financial year; and 	33 34
(b) forward estimates of its known and anticipated expenditure for the two successive financial years following the next financial year.	35 36 37
(2) Annual and forward estimates must:	38
(a) be in such form as may from time to time be agreed between the Commission and the Ministerial Council; and	39 40

	(b) show the estimated amount to be contributed by each Contracting Government; and	1 2
	(c) be sent to each Contracting Government before the end of March in each year; and	3 4
	(d) be approved by the Ministerial Council,	5
	and may be revised from time to time with the approval of the Ministerial Council.".	6 7
15. CLAUS	E 69	8
Omit clas	use 69. Insert instead:	9
"69.	Each Contracting Government must pay any amount payable by it under clause 66 or 67 as and when required by the Commission.".	10 11
16. CLAUS	E 72	12
(1)	Omit sub-clause (1). Insert instead:	13
	"(1) Subject to sub-clause 72(3), the Commission must apply money paid by the Contracting Governments in accordance with the relevant estimates referred to in paragraph 68(1)(a)."	14 15 16 17
(2)	In sub-clause (2):	18
	(a) omit "annual or supplementary" from paragraph (a). Insert after "estimates", "prepared or revised under paragraph 68(1)(a)";	19 20
	(b) omit "the annual or supplementary" from paragraph (b). Insert instead "those";	21 22
	(c) after "financial year;" in paragraph (b) insert "and".	23
(3)	Omit sub-clause (3). Instead insert:	24
	"(3) The Commission may accumulate:	25
	(a) any sums received under sub-clause 66(3) or (4) for the purposes of the Commission's water business, but not expended in any year; and	26 27 28
	(b) any annuity contributions received under clause 67,	29
	for use in subsequent years.".	30
(4)	Omit sub-clause (4). Instead insert:	31
	"(4) Any sum referred to in paragraph 72(3) and any interest thereon must:	32 33
	(a) in the case of sums received under sub-clause 66(3), only be expended on operation and maintenance costs; and	34 35
	(b) in the case of sums received under sub-clause 66(4), only be expended on investigations, construction and administration costs; and	36 37 38

(c) in the case of annuity contributions received under clause 67:	1
(i) from a State Contracting Government, only be expended on either:	3
(A) investigations, construction and administration costs; or	5
(B) major or cyclic maintenance costs,	7
of the Commission's water business, as the case requires; or	8 9
(ii) from the Commonwealth, only be expended on investigations, construction and administration costs of the Commission's water business.".	10 11 12
17. CLAUSE 73	13
In sub-clause (1):	14
(a) omit "annual and supplementary"; and	15
(b) insert after "estimates", "referred to in paragraph 68(1)(a),".	16
18. CLAUSE 75	17
(1) Omit sub-clause (1). Insert instead:	18
"(1) The unexpended balance of moneys paid to the Commission by Contracting Governments for implementing measures in any financial year:	19 20 21
(a) shall, with the approval of the Ministerial Council, be available for expenditure in a subsequent financial year upon any item in the annual estimates approved by the Ministerial Council for the relevant year; or	22 23 24 25
(b) may be used to reduce the amounts which would otherwise be payable by each Contracting Government under clause 69 in that subsequent financial year."	26 27 28 29
(2) In sub-clause (2):	30
(a) omit "any". Insert instead "the".	31
(b) after "balances" insert "of moneys referred to in sub-clause 75(1)".	32 33
(3) Omit sub-clause (3). Insert instead:	34
"(3) Any unexpended balance referred to in sub-clause 75(1) must only be expended on implementing measures under this Agreement."	35 36 37

Schedule 1 Amendments

19. CLAUSE 77	1
Omit sub-clause (2). Insert instead:	2
"(2) The Commission must determine how proceeds from the disposal of surplus assets are:	3 4
(a) to be paid to the Commission and credited against future capital and renewal contributions by; or	5 6
(b) to be distributed among,	7
the Contracting Governments, having regard to the contributions made by each Contracting Government to the acquisition of those assets."	8 9 10
20. CLAUSE 78	11
(1) Omit paragraphs (a) and (b) from sub-clause (1). Insert instead:	12
"(a) must be audited annually by:	13
(i) an auditor appointed by the Ministerial Council; or	14
(ii) if no appointment is made under sub-paragraph 78(1)(a)(i), the Commonwealth auditor; and	15 16
(b) may be audited at any reasonable time by an auditor appointed by a Contracting Government.".	17 18
(2) Omit sub-clauses (2) and (3). Insert instead:	19
"(2) An auditor referred to in paragraph 78(1)(a) must promptly inform each Contracting Government of any significant irregularity revealed by an audit."	20 21 22
(3) Omit sub-clause (4). Insert instead:	23
"(3) The Commission must, at all reasonable times, make all its relevant accounts and records available to an auditor acting under sub-clause 78(1) or any person acting on behalf of that auditor."	24 25 26 27
(4) Renumber sub-clauses (5) and (6) as (4) and (5), respectively.	28
(5) (a) Renumber sub-clause (7) as sub-clause (6).	29
(b) Omit "sub-clause 78(1)" from sub-clause (6). Insert instead "paragraph 78(1)(a)".	30 31
21. CLAUSE 80	32
Omit clause 80. Insert instead:	33
"80. The Commission may invest money received by it:	34
(a) in accordance with any guidelines established by the Ministerial Council; or	35 36
(b) in such manner as may be directed by the Ministerial Council,	37
but not otherwise.".	38

22. CLAUSE 81		
Omit sub-clause (3). Insert instead:		2
"(3) Money paid to	the Commission under this clause must either:	;
	ded on investigations, construction and ion costs; or	
(b) applied in a	accordance with sub-clause 75(1)."	(
23. CLAUSE 82		-
Omit sub-clause (4). Insert instead:		8
"(4) Money paid to	the Commission under this clause must either:	ç
	ded on investigations, construction and ion costs; or	10 1
(b) applied in a	accordance with sub-clause 75(1).".	12
24. SCHEDULE C, CLAUSE 22		13
Omit "7(3)" from sub-clause (2). In:	sert instead "16(3)".	14
25. SCHEDULE C, APPENDIX 2		15
After Appendix 1 to Schedule C ins	ert:	16

"APPENDIX 2

AUTHORISED JOINT WORKS AND MEASURES

Description of works	Location	Nominated Government	Status
Barr Creek Drainage Diversion Scheme Saline water diversion from Barr Creek with disposal to the Tutchewop Lakes	Northern Victoria approximately 20 km north of the township of Kerang	Victoria	Former Salinity and Drainage Work
Buronga Salt Interception Scheme (part) Groundwater pumping with disposal to Mourquong basin	Southwest New South Wales on the River Murray between Mildura Weir and Mourquong	New South Wales	Former Salinity and Drainage Work
Mallee Cliffs Salt Interception Scheme Groundwater pumping with disposal to evaporation basin adjacent to Mallee Cliffs National Park	Southwest New South Wales on the River Murray approximately 30 km east of Mildura opposite Lambert Island in Victoria	New South Wales	Former Salinity and Drainage Work

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Description of works	Location	Nominated Government	Status
Mildura-Merbein Salt Interception Scheme (part) Groundwater pumping with disposal to Wargan evaporation basins	Northwest Victoria on the Southern side of the River Murray between Mildura and Merbein	Victoria	Former Salinity and Drainage Work
Rufus River Groundwater Interception Scheme Groundwater pumping with disposal to evaporation basins on the western side of lake Victoria	On both sides of Rufus River between the outlet from Lake Victoria and the River Murray	South Australia	Former Salinity and Drainage Work
Waikerie Salt Interception Scheme Groundwater pumping with disposal to Stockyard Plain evaporation basin	Southern side of the River Murray from Holder Bend (River distance 392 km) to the Toolunka Reach (River distance 371 km)	South Australia	Former Salinity and Drainage Work
Woolpunda Salt Interception Scheme Groundwater pumping with disposal to Stockyard Plain evaporation basin	Both sides of the River Murray from Overland Corner to Holder Bend in South Australia	South Australia	Former Salinity and Drainage Work
Pyramid Creek Salt Interception Scheme Groundwater pumping with disposal to a salt harvesting pond complex	Along Pyramid Creek for 12 km from Flannery's Bridge to the Box Creek Regulator	Victoria	Basin Salinity Management Strategy Work"

To avoid doubt and to allow the Parties to comply with sub-clause 134(6) of the Principal Agreement:	:
(1) After sub-clause 3(1) insert:	4
"(1A) Sub-clauses 38(1) and 38(3) of the Agreement only apply to the State of Queensland in respect of an act, omission or loss incurred, in relation to the bona fide execution of powers—	5 6 7 8
(a) in or related to the State of Queensland; or	9
(b) under a provision of the Agreement as it applies to the State of Queensland.".	10 11
(2) After sub-clause 3(4) insert:	12
"(5) Nothing in the Agreement requires the State of Queensland—	13 14
(a) to contribute to the costs of, or associated with, remedying any actual or anticipated damage referred to in paragraph 51(1)(c) of the Agreement; or	15 16 17
(b) to meet any compensation for damage paid under clause 83 of the Agreement,	18 19
except where the State of Queensland has contributed to the construction, maintenance or operation expenses of the works to which the costs or compensation relate.".	20 21 22
	23

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SIGNED by the Honourable John Winston Howard MP Prime Minister of the Commonwealth John Howard of Australia in the presence of— Ron Perry

Schedule 1 Amendments

SIGNED by the Honourable Morris Iemma MP Premier of New South Wales in the presence of— Ron Perry	Morris Iemma
SIGNED by the Honourable Steve Bracks MP Premier of Victoria in the presence of— Ron Perry	Steve Bracks
SIGNED by the Honourable Peter Beattie MP Premier of Queensland in the presence of— Ron Perry	Peter Beattie
SIGNED by the Honourable Mike Rann MP Premier of South Australia in the presence of— Ron Perry	Mike Rann

SIGNED by Jon Stanhope MLA

Chief Minister of the Australian Capital

Territory in the presence of—

Ron Perry

Jon Stanhope