

New South Wales

State Water Corporation Bill 2004

Explanatory note

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

Overview of Bill

The objects of this Bill are:

- (a) to establish State Water Corporation (the *Corporation*) as a State owned corporation under the *State Owned Corporations Act 1989* and to set out its principal objectives and functions, and
- (b) to make provision for the transfer of assets, rights, liabilities and staff between the State and the Corporation, and
- (c) to provide the Corporation with certain powers, including powers of entry on land and the power to compulsorily acquire land, and
- (d) to provide the Independent Pricing and Regulatory Tribunal (the *Tribunal*) with certain functions in relation to the Corporation, including regulatory and auditing functions, and
- (e) to make consequential amendments to other Acts, and
- (f) to enact consequential savings and transitional provisions.

Outline of provisions

Part 1 Preliminary

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 a day or days to be appointed by proclamation.

Clause 3 defines certain words and expressions used in the proposed Act.

Part 2 State Water Corporation

Division 1 Constitution of State Water Corporation as statutory SOC

Clause 4 constitutes State Water Corporation as a State owned corporation under the *State Owned Corporations Act 1989*. That Act provides for certain matters relating to a State owned corporation.

Division 2 Objectives and functions of State Water Corporation

Clause 5 provides a number of objectives for the Corporation. The principal objectives of the Corporation are to capture, store and release water in an efficient, effective, safe and financially responsible manner.

Clause 6 provides for the principal functions of the Corporation, which include the capture, storage and release of water, the construction, maintenance and operation of water management works and any functions conferred or imposed on the Corporation by the operating licence or by or under the proposed Act or any other Act or law. The Corporation also has certain ancillary functions. The exercise by the Corporation of any of its functions is subject to the operating licence and any requirements under the *Water Management Act 2000* or the *Water Act 1912*.

Division 3 Management of State Water Corporation

Clause 7 makes provision for the appointment of the board of directors of the Corporation.

Clause 8 makes provision for the appointment of a person to be the chief executive officer of the Corporation.

Clause 9 makes provision for the appointment of a person to act in the office of the chief executive officer of the Corporation during the illness or absence of the chief executive officer.

Division 4 Transfer of assets, rights and liabilities

Clause 10 enables the Minister, with the concurrence of the voting shareholders of the Corporation, to transfer specified assets, rights and liabilities of the Water Administration Ministerial Corporation (the *Ministerial Corporation*), the State or a public or local authority to the Corporation. The Minister may also direct, with the concurrence of the voting shareholders, that specified assets, rights and liabilities of the Corporation be transferred to the Ministerial Corporation or to another person or body on behalf of the State. The Minister is not to make an order under the proposed section unless the relevant person or body from whom, or to whom, the assets, rights or liabilities are to be transferred has consented to the transfer.

Division 5 Operating licence

Clause 11 permits the Governor, on the recommendation of the portfolio Minister, to grant an operating licence to the Corporation to enable the Corporation to carry out its functions.

Clause 12 provides that the operating licence is subject to the terms and conditions determined by the Governor, on the recommendation of the portfolio Minister, but must include certain terms or conditions. The terms and conditions of the operating licence may confer on the Corporation specified functions of the Minister administering the *Water Management Act 2000* under that Act or the *Water Act 1912* or of the Ministerial Corporation under any Act or law, but only if the Minister administering the *Water Management Act 2000* or the Premier provides his or her concurrence to the conferral of the functions.

Clause 13 permits the Governor, on the recommendation of the portfolio Minister, to amend or substitute the operating licence or to impose, amend or revoke conditions of the operating licence.

Clause 14 provides for the term of the operating licence and for the renewal of the operating licence by the Governor.

Clause 15 sets out the area of operations of the Corporation, being the whole of the State other than certain specified areas. However, the operating licence may authorise the Corporation to carry out its functions outside the area of operations in certain circumstances.

Clause 16 provides that if, in the opinion of the portfolio Minister, the Corporation contravenes the operating licence, the portfolio Minister may cause a notice to be served on the Corporation requiring it to rectify the contravention

within a specified period and the Governor may direct that the Corporation pay a monetary penalty of an amount to be determined by the Governor whether or not a notice has been served or the contravention rectified.

Clause 17 provides that the Tribunal may impose a monetary penalty on the Corporation if the Corporation contravenes the operating licence. The monetary penalty that the Tribunal may impose under the proposed section must not exceed \$10,000 for the first day on which the contravention concerned occurs and a further \$1,000 for each subsequent day (not exceeding 30 days) on which the contravention continues. The Tribunal must not take action under the proposed section in respect of a contravention if any action has already been taken under proposed section 16 in respect of the contravention.

Clause 18 permits the Corporation to apply to the Administrative Decisions Tribunal for a review of a decision of the Tribunal to take action under proposed section 17 in relation to the Corporation.

Clause 19 provides for the cancellation by the Governor of the Corporation's operating licence in certain circumstances and the subsequent divesting of the assets, rights and liabilities of the Corporation.

Division 6 General

Clause 20 provides that for the purposes of the *State Owned Corporations Act* 1989, the foundation charter of the Corporation is Part 2 of the proposed Act.

Part 3 Powers of State Water Corporation

Clause 21 provides that the Corporation is the owner of all works installed by the Corporation or vested in or transferred to the Corporation (whether or not the land on which the works are placed is owned by the Corporation). The Corporation may, for purposes consistent with its objectives build or install works and do other things that are necessary or appropriate to its works (including repairs and maintenance) and otherwise deal with works that it owns.

Clause 22 provides that the Corporation may acquire land (or an interest in land) by agreement or compulsory process in accordance with the *Land Acquisition* (*Just Terms Compensation*) *Act 1991* for the purposes of the proposed Act.

Clause 23 provides that the Corporation has, for the purposes of the proposed Act, the powers of entry on land that a water supply authority has under sections 296 and 297 of the *Water Management Act 2000*.

Clause 24 confers on the Corporation the power to open and break up public roads or reserves for the purpose of exercising its functions.

Clause 25 confers on the Corporation a power to require a person to alter the position of a conduit if the Corporation needs such an alteration to exercise its functions and the alteration would not permanently damage the conduit or adversely affect its operation. The Corporation may make the alteration if it is not made as required.

Clause 26 provides that the Corporation may authorise devices, for generating electricity from water released in the exercise of the Corporation's functions under the proposed Act, to be placed on or in any of its water management works.

Clause 27 permits the Corporation to demolish or remove any structure or thing placed by a person so as to interfere with the Corporation's water management works and to recover the cost of doing so, and of repairs to the works, from that person.

Clause 28 permits the Corporation to dig up the ground to try to find the source of pollution of water supplied by the Corporation.

Clause 29 provides that the Corporation may impose fees and charges on any person to whom the Corporation provides a service in the exercise of its functions.

Part 4 Independent Pricing and Regulatory Tribunal

Clause 30 sets out the regulatory functions of the Tribunal under the proposed Act

Clause 31 requires the Tribunal to prepare operational audits of the Corporation at the times directed by the Minister.

Part 5 Miscellaneous

Clause 32 permits the Corporation to appoint authorised officers for the purpose of exercising such of its functions as are described in the officers' certificates of authority. An authorised officer may be appointed to issue penalty notices with respect to certain offences under the *Water Management Act 2000*.

Clause 33 creates an offence (Maximum penalty: 50 penalty units in the case of a corporation and 20 penalty units in any other case) if a person obstructs or hinders an authorised officer in the exercise of the authorised officer's functions.

Clause 34 provides for the exclusion of personal liability for certain persons acting in good faith for the purpose of executing the proposed Act or any other Act.

Clause 35 provides for proceedings for offences under the proposed Act or regulations.

Clause 36 is a formal provision giving effect to Schedule 2.

Clause 37 empowers the Governor to make regulations for the purposes of the proposed Act. The regulations may create offences punishable by a penalty not exceeding 50 penalty units (in the case of an individual) or 100 penalty units (in any other case).

Clause 38 is a formal provision giving effect to Schedule 3.

Clause 39 is a formal provision giving effect to Schedule 4.

Clause 40 requires the proposed Act to be reviewed at the end of 5 years from its date of assent.

Schedule 1 Transfer of assets, rights and liabilities

Schedule 1 sets out the provisions that are to apply to the transfer of assets, rights and liabilities under the proposed Act.

Schedule 2 Transfer of staff

Schedule 2 sets out the provisions that are to apply to the transfer of staff under the proposed Act.

Schedule 3 Amendment of Acts and regulations

Schedule 3 amends the following legislation consequent on the enactment of the proposed Act:

- (a) Catchment Management Authorities Act 2003,
- (b) Conveyancing (General) Regulation 2003,
- (c) Dams Safety Act 1978,
- (d) Environmental Planning and Assessment Act 1979,
- (e) First State Superannuation Act 1992,
- (f) Heritage Act 1977,
- (g) Independent Pricing and Regulatory Tribunal Act 1992,
- (h) Local Government Act 1993,
- (i) Murray–Darling Basin Act 1992,
- (j) Pipelines Act 1967,
- (k) Public Finance and Audit Act 1983,

- (1) Public Health Act 1991,
- (m) Residential Parks Act 1998,
- (n) Roads (General) Regulation 2000,
- (o) State Authorities Non-contributory Superannuation Act 1987,
- (p) State Authorities Superannuation Act 1987,
- (q) Strata Schemes (Freehold Development) Act 1973,
- (r) Strata Schemes (Leasehold Development) Act 1986,
- (s) Superannuation Act 1916,
- (t) *Water Act 1912*,
- (u) Water Management Act 2000.

Schedule 4 Savings, transitional and other provisions

Schedule 4 contains savings, transitional and other provisions consequent on the enactment of the proposed Act, including a provision (clause 1) that allows the regulations under the proposed Act to make further provision of a savings or transitional nature.



New South Wales

State Water Corporation Bill 2004

Contents

				Page
Part 1	Prel	iminary	,	
	1	Name o	f Act	2
	2	Comme	ncement	2
	3	Definitio	ns	2
Part 2	Stat	e Water	Corporation	
	Division 1		Constitution of State Water Corporation as statutory SOC	
	4		hment of State Water Corporation as statutory State corporation	4
	Divis	sion 2	Objectives and functions of State Water Corporation	
	5	Objectiv	es of Corporation	4
	6	Function	ns of Corporation	5

				Page
	Divis	sion 3	Management of State Water Corporation	
	7	Board o	of directors of Corporation	6
	8		xecutive officer	6
	9	Acting	chief executive officer	7
	Divis	sion 4	Transfer of assets, rights and liabilities	
	10	Transfe	er of specified assets, rights and liabilities	7
	Divis	sion 5	Operating licence	
	11	Grant o	of operating licence	8
	12		and conditions of operating licence	9
	13		ment of operating licence	9
	14		f operating licence	10
	15		overed by operating licence	10
	16		vention of operating licence	11
	17		vention of operating licence: action by Tribunal	11
	18	licence	of certain decisions of Tribunal concerning operating	g 13
	19		lation of operating licence	13
	Divis	sion 6	General	
	20	Founda	ation charter of Corporation	14
Part 3	Pow	vers of	State Water Corporation	
	21	Owners	ship of works	15
	22	Acquisi	tion of land for purposes of this Act	15
	23	Entry o	n land	16
	24	Power	to break up roads	16
	25	Altering	position of conduits	17
	26		ation may use water management works to generate	17
	27		electricity ction of water management works	18
	28		source of pollution of water supply	18
	29	_	ation may impose fees and charges	18
		·		
Part 4	Inde	epende	nt Pricing and Regulatory Tribunal	
	30	Regula	tory functions of Tribunal	20
	31	Operat	ional and other audits	20
Part 5	Mis	cellane	ous	
	32	Authori	sed officers	22
	33	Obstru	ction of authorised officers	22
	34	Exclusi	on of personal liability	22

State Water Corporation Bill 2004

Contents

		Page
		J
35	Nature of proceedings for offences	23
36	Transfer of staff	23
37	Regulations	23
38	Amendment of Acts and regulations	23
39	Savings, transitional and other provisions	23
40	Review of Act	23
Schedule 1	Transfer of assets, rights and liabilities	25
Schedule 2	Transfer of staff	28
Schedule 3	Amendment of Acts and regulations	30
Schedule 4	Savings, transitional and other provisions	38



New South Wales

State Water Corporation Bill 2004

No , 2004

A Bill for

An Act to establish State Water Corporation as a statutory State owned corporation to exercise functions relating to the capture, storage and release of water and other functions; to make consequential amendments to other Acts; and for other purposes.

Гhе	Legis	lature	of New South Wales enacts:	
Par	't 1	P	Preliminary	2
1	Nam	ne of A	Act	;
		This	Act is the State Water Corporation Act 2004.	4
2	Con	nmenc	cement	į.
			Act commences on a day or days to be appointed by lamation.	7
3	Defi	nition	s	8
	(1)	In th	is Act:	9
			of operations of the Corporation means the area of operations are Corporation within the meaning of section 15.	10 1
			<i>corised officer</i> means a person to whom a certificate of authority sued under section 32.	1; 1;
		boar	d means the board of directors of the Corporation.	14
		Corp	poration means State Water Corporation.	1
			artment means the Department of Energy, Utilities and ainability.	16 17
		estu 2000	ary has the same meaning as in the Water Management Act	18 19
		exer	cise a function includes perform a duty.	20
		worl	River water supply scheme means the water management comprising the concrete dam on Fish River at Oberon and kmaloi Weir, together with:	2: 2: 2:
		(a)	its associated gravitation main, concrete reservoirs, reticulation systems and treatment works, and	24 25
		(b)	the pumping station at Oberon, and	20
		(c)	all incidental and connected works, and	2
		(d)	all additions, amplifications, improvements and extensions to that scheme.	28 29
		func	etion includes a power, authority or duty.	30

lake has the same meaning as in the Water Management Act 2000.

Preliminary Part 1

	<i>Ministerial Corporation</i> means the Water Administration Ministerial Corporation constituted by the <i>Water Management Act</i> 2000.	2
	<i>operating licence</i> means the operating licence granted under section 11 or any renewal of it.	
	<i>operational audit</i> means an operational audit of the Corporation that is required to be prepared under the operating licence.	-
	river has the same meaning as in the Water Management Act 2000.	8
	<i>Tribunal</i> means the Independent Pricing and Regulatory Tribunal established under the <i>Independent Pricing and Regulatory Tribunal Act 1992</i> .	10 11
	water management work, water source and water supply authority have the same meaning as in the Water Management Act 2000.	12 13
(2)	Subject to subsection (1), words and expressions used in this Act have the same meanings as they have in the <i>State Owned Corporations Act 1989</i> .	14 15 16
(3)	Notes included in this Act do not form part of this Act.	17

Part	t 2	State Water Corporation	
Divis	sion ′	Constitution of State Water Corporation as statutory SOC	2
4		blishment of State Water Corporation as statutory State owned oration	į
	(1)	There is constituted by this Act a corporation with the corporate name of State Water Corporation.	-
	(2)	The State Owned Corporations Act 1989 is amended by inserting in Schedule 5, in alphabetical order, the words "State Water Corporation".	8 9 10
		Note. The <i>State Owned Corporations Act 1989</i> contains many provisions that apply to State Water Corporation as a statutory State owned corporation. In particular, Part 3 contains provisions relating to their status, the application of the <i>Corporations Act 2001</i> of the Commonwealth, the issue of shares to the Treasurer and another Minister, the board of directors, the chief executive officer, the employment of staff, the giving of directions by the portfolio Minister (including directions as to the performance of non-commercial activities or the carrying out of public sector policies), the constitution, tax-equivalent payments, government guarantees, the sale or disposal of assets and legal capacity. Part 4 deals with the accountability of State owned corporations (including requirements for statements of corporate intent, annual reports and accounts). Part 5 deals with miscellaneous matters (including the duties and liabilities of directors and the application of public sector legislation).	11 12 13 14 15 16 17 18 20 22 22
Divis	sion 2	Objectives and functions of State Water Corporation	24 25
5	Obje	ctives of Corporation	26
	(1)	The principal objectives of the Corporation are to capture, store and release water in an efficient, effective, safe and financially responsible manner.	27 28 29
	(2)	The other objectives of the Corporation are as follows:	30
		 (a) to be a successful business and, to that end: (i) to operate at least as efficiently as any comparable business, and (ii) to maximise the net worth of the State's investment in the Corporation, 	3′ 32 33 34 35
		(b) to exhibit a sense of social responsibility by having regard to the interests of the community in which it operates,	36

		(c)	where its activities affect the environment, to conduct its operations in compliance with the principles of ecologically sustainable development contained in section 6 (2) of the <i>Protection of the Environment Administration Act 1991</i> ,	1 2 3 4
		(d)	to exhibit a sense of responsibility towards regional development and decentralisation in the way in which it operates.	5 6 7
	(3)		other objectives of the Corporation are of equal importance, but not as important as the principal objectives of the Corporation.	8 9
	(4)		ion 20E of the State Owned Corporations Act 1989 does not y to the Corporation.	10 11
6	Fund	ctions	of Corporation	12
	(1)	The	principal functions of the Corporation are as follows:	13
		(a)	to capture and store water and to release water:	14
			(i) to persons entitled to take the water, including release to regional towns, and	15 16
			(ii) for the purposes of flood management, and	17
			(iii) for any other lawful purpose, including the release of environmental water,	18 19
		(b)	to construct, maintain and operate water management works,	20
		(c)	any other functions conferred or imposed on it by the operating licence or by or under this or any other Act or law.	21 22
	(2)	The	Corporation may:	23
		(a)	provide facilities or services that are necessary, ancillary or incidental to its principal functions, and	24 25
		(b)	conduct any business or activity (whether or not related to its principal functions) that it considers will further its objectives.	26 27 28
	(3)	the o	exercise by the Corporation of any of its functions is subject to operating licence and any applicable requirements under the er Management Act 2000 or the Water Act 1912.	29 30 31
	(4)	from	section does not limit the functions of the Corporation apart this section, but is subject to the provisions of the <i>State Owned</i> porations Act 1989, this Act and any other Act or law.	32 33 34

Div	ision	Management of State Water Corporation	1
7	Boar	d of directors of Corporation	2
	(1)	The board of directors of the Corporation is to consist of not fewer than 3 and not more than 8 directors appointed by the voting shareholders. The voting shareholders are to consult with the portfolio Minister on the persons recommended for appointment as directors.	3 4 5 6 7
	(2)	The person for the time being holding office as chief executive officer of the Corporation is to be a director of the board.	8 9
	(3)	Of the directors, one is to be a person who is selected from a panel of 3 persons nominated by the Labor Council of New South Wales by a selection committee consisting of 2 persons nominated by the voting shareholders and 2 persons nominated by the Labor Council of New South Wales.	10 11 12 13 14
	(4)	The procedures for constituting the selection committee, for making nominations and for determining other matters relating to the selection process are to be determined by regulations under this Act or (subject to any such regulations) by the voting shareholders.	15 16 17 18
	(5)	Schedule 8 to the <i>State Owned Corporations Act 1989</i> (clause 4 excepted) and section 20J (subsections (2)–(5) and (7) excepted) of that Act apply with respect to the board.	19 20 21
8	Chie	f executive officer	22
	(1)	The chief executive officer of the Corporation is to be appointed by the board after consultation with the voting shareholders and the portfolio Minister.	23 24 25
	(2)	The board may remove a person from office as chief executive officer, at any time, for any or no reason and without notice, but only after consultation with the voting shareholders and the portfolio Minister.	26 27 28 29
	(3)	The chief executive officer is entitled to be paid such remuneration (including travelling and subsistence allowances) as the board may determine after consultation with the voting shareholders.	30 31 32
	(4)	The board may, after consultation with the voting shareholders and the portfolio Minister, fix the conditions of employment of the chief executive officer in so far as they are not fixed by or under any other Act or law.	33 34 35 36

	(5)	The <i>Public Sector Employment and Management Act 2002</i> (Chapter 5 included) does not apply to the chief executive officer.	1 2
	(6)	Clauses 1 and 4 of Schedule 9 to the <i>State Owned Corporations Act</i> 1989 have effect with respect to the chief executive officer.	3 4
	(7)	The provisions of section 20K (2) and (4) of the <i>State Owned Corporations Act 1989</i> do not apply to the chief executive officer.	5 6
	(8)	The provisions of this section are in addition to and (except to the extent to which this section provides) do not derogate from the provisions of the <i>State Owned Corporations Act 1989</i> .	7 8 9
9	Acti	ing chief executive officer	10
	(1)	The board may, from time to time, appoint a person to act in the office of chief executive officer during the illness or absence of the chief executive officer of the Corporation.	11 12 13
	(2)	The board may remove a person from office as acting chief executive officer, at any time, for any or no reason and without notice.	14 15 16
	(3)	A person, while acting in the office of chief executive officer:	17
		(a) has all the functions of the chief executive officer and is taken to be the chief executive officer, and	18 19
		(b) is entitled to be paid such remuneration (including travelling and subsistence allowances) as the board may determine.	20 21
	(4)	For the purposes of this section, a vacancy in the office of a chief executive officer is regarded as an absence from office of the chief executive officer.	22 23 24
	(5)	The board is not to appoint a person to act in the office of chief executive officer during any vacancy in that office without the concurrence of the voting shareholders and the portfolio Minister.	25 26 27
	(6)	The provisions of this section are in addition to and (except to the extent to which this section provides) do not derogate from the provisions of the <i>State Owned Corporations Act 1989</i> .	28 29 30
Divi	ision	4 Transfer of assets, rights and liabilities	31
10	Trar	nsfer of specified assets, rights and liabilities	32
	(1)	The Minister may, with the concurrence of the voting shareholders, by order in writing, transfer to the Corporation such of the assets,	33 34

		rights and liabilities of the Ministerial Corporation, the State or a public or local authority as are specified or referred to in the order.	1 2
	(2)	The Minister may, with the concurrence of the voting shareholders, by order in writing, transfer to the Ministerial Corporation or to any other person or body on behalf of the State such of the assets, rights and liabilities of the Corporation, as are specified or referred to in the order.	3 4 5 6 7
	(3)	The Minister is not to make an order under subsection (1) or (2) unless the relevant person or body from whom, or to whom, the assets, rights or liabilities are to be transferred has consented to the transfer.	8 9 10 11
	(4)	The fee simple in land that comprises the bed of any river, lake or estuary is not to be transferred to the Corporation under this section unless the Minister administering the <i>Crown Lands Act 1989</i> has been consulted in relation to the transfer.	12 13 14 15
	(5)	Subsection (4) does not prevent the transfer to the Corporation of the ownership of any works installed in or on the bed of any river, lake or estuary.	16 17 18
	(6)	An order under this section may be made on such terms and conditions as are specified or referred to in the order.	19 20
	(7)	Schedule 1 applies to any transfer of assets, rights or liabilities under this section.	21 22
	(8)	Section 20C of the <i>State Owned Corporations Act 1989</i> does not apply to the transfer of assets, rights or liabilities to the Corporation.	23 24
Divis	sion 5	Operating licence	25
11	Gran	t of operating licence	26
	(1)	The Governor, on the recommendation of the portfolio Minister, may grant an operating licence to the Corporation to enable the Corporation, in accordance with this Act, to carry out its functions.	27 28 29
	(2)	Except to the extent to which this Act expressly provides, nothing in the operating licence limits the requirements imposed by or under any other Act or law with respect to the functions referred to in subsection (1).	30 31 32 33

12 Terms and conditions of operating licence	12	Terms and	conditions	of (operating	licence	
--	----	-----------	------------	------	-----------	---------	--

- (1) The operating licence is subject to the terms and conditions determined by the Governor, on the recommendation of the portfolio Minister, but must include terms or conditions under which the Corporation is required:
 - (a) to provide, construct, operate, manage and maintain efficient, co-ordinated and commercially viable systems and services to capture, store and release water, and
 - (b) to ensure that the systems and services meet the performance standards specified in the operating licence in relation to water delivery and any other applicable requirements set out in the operating licence.
- (2) The terms and conditions of the operating licence are to make provision for the preparation of operational audits by the Tribunal.
- (3) The terms and conditions of the operating licence may confer on the Corporation any specified functions of:
 - (a) the Minister administering the *Water Management Act 2000* under that Act or the *Water Act 1912*, or
 - (b) the Ministerial Corporation under any Act or law.
- (4) A function is not to be conferred under subsection (3) unless the Minister administering the *Water Management Act 2000* or the Premier provides his or her concurrence to the conferral of the function.
- (5) A function of the Minister referred to in subsection (3) (a) or of the Ministerial Corporation conferred on the Corporation under subsection (3) may also be exercised by the Minister or the Ministerial Corporation (as the case requires) despite that conferral. However, a function may be conferred exclusively on the Corporation if the Minister administering the *Water Management Act 2000* or the Premier provides his or her concurrence to the exclusive conferral of the function.
- (6) The conferral of functions under subsection (3) has effect according to its tenor.

13 Amendment of operating licence

(1) The Governor, on the recommendation of the portfolio Minister, may amend or substitute the operating licence or impose, amend or revoke conditions of the operating licence.

Page 9

	(2)	The portfolio Minister is to consult with the Corporation before making a recommendation to the Governor under subsection (1).	1 2
14	Tern	m of operating licence	3
	(1)	The initial term of the operating licence is to be for a maximum of 3 years, as determined by the Governor.	4 5
	(2)	After the initial term, the Governor may renew the operating licence for a maximum of 5 years at a time.	6 7
	(3)	The operating licence may be renewed even if its term has expired.	8
15	Area	a covered by operating licence	9
	(1)	The area of operations of the Corporation is the whole of the State, other than the following areas:	10 11
		(a) the area of operations of Sydney Water Corporation within the meaning of the <i>Sydney Water Act 1994</i> ,	12 13
		(b) the area of operations of Sydney Catchment Authority within the meaning of the <i>Sydney Water Catchment Management Act</i> 1998,	14 15 16
		(c) the area of operations of Hunter Water Corporation within the meaning of the <i>Hunter Water Act 1991</i> ,	17 18
		(d) the area of operations of a water supply authority.	19
	(2)	Despite subsection (1) (b) and (d), the area of operations of the Corporation includes the area of operations of the Corporation in its capacity as a water supply authority in relation to the Fish River water supply scheme.	20 21 22 23
	(3)	Despite subsection (1), the operating licence may authorise the Corporation to carry out any of its functions:	24 25
		(a) outside the State, or	26
		(b) in any of the areas referred to in subsection (1) (a)–(d) with the agreement of Sydney Water Corporation, Sydney Catchment Authority, Hunter Water Corporation or the water supply authority, respectively (the <i>relevant body</i>).	27 28 29 30
	(4)	If, under subsection (3) (b), the Corporation is to carry out its functions in more than one of the areas referred to in subsection (1) (a)–(d), the Corporation is to obtain the agreement of each relevant body in relation to the exercise of those functions.	31 32 33 34

(3)

(5)	Nothing in this Act affects the area of operations of Sydney Water Corporation, Sydney Catchment Authority or Hunter Water Corporation.	1 2 3
(6)	In this section, a reference to the <i>area of operations</i> of a water supply authority means the area of operations prescribed for that water supply authority by regulations made under section 289 (1) of the <i>Water Management Act 2000</i> .	4 5 6 7
Con	travention of operating licence	8
(1)	If, in the opinion of the portfolio Minister, the Corporation contravenes the operating licence, the portfolio Minister may cause a notice to be served on the Corporation requiring it to rectify the contravention within a specified period.	9 10 11 12
(2)	If, in the opinion of the portfolio Minister, the Corporation contravenes the operating licence, and whether or not a notice has been served under subsection (1) or the period specified in the notice has ended, the Governor may direct that the Corporation is to pay a monetary penalty of an amount to be determined by the Governor.	13 14 15 16 17 18
(3)	The fact that the Governor has directed that action be taken under this section does not prevent the Governor directing that the same or other action under this section be taken if the contravention continues or a fresh contravention occurs.	19 20 21 22
(4)	The operating licence may make provision for advice to be furnished to the portfolio Minister in connection with the exercise of the portfolio Minister's functions under this section.	23 24 25
(5)	A penalty imposed under this section may be recovered in any court of competent jurisdiction as if it were a debt due to the State.	26 27
Con	travention of operating licence: action by Tribunal	28
(1)	The Tribunal may impose a monetary penalty on the Corporation if the Corporation contravenes the operating licence.	29 30
(2)	The Tribunal may, instead of imposing a monetary penalty, require the Corporation to take such action as the Tribunal considers appropriate in the circumstances, including (for example) requiring the sending of information to customers or the publication of notices in newspapers.	31 32 33 34 35

The Tribunal may not require action to be taken under subsection (2) by the Corporation if the cost of that action would exceed the

(6)

(7)

The Tribunal must not take action under this section in respect of a

contravention if any action has already been taken under section 16

in respect of the contravention.

1 2

3

4

5

6

7

8

9

37

	(11)	respe	ect of	n this section affects any powers under section 16 in a contravention, whether or not the Tribunal has already on under this section in respect of the contravention.	1 2 3
	(12)			imposed under this section may be recovered in any court ent jurisdiction as if it were a debt due to the State.	4 5
18	Revi		certa	in decisions of Tribunal concerning operating	6 7
	(1)	actio	n unde	oration, if aggrieved by a decision of the Tribunal to take er section 17 in relation to the Corporation, may apply to istrative Decisions Tribunal for a review of the decision.	8 9 10
	(2)			3 (Internal reviews) of the <i>Administrative Decisions</i> act 1997 does not apply to such a decision of the Tribunal.	11 12
19	Can	cellatio	on of	operating licence	13
	(1)	The of if:	operat	ting licence may be cancelled by the Governor, but only	14 15
		(a)	opera the	Corporation ceases, otherwise than as authorised by the ating licence, to carry out its functions in accordance with operating licence in the area of operations of the poration for any reason, or	16 17 18 19
		(b)	the C	Corporation:	20
			(i)	is, in the opinion of the portfolio Minister, in material default in complying with the operating licence, viewed in terms of the operation of the operating licence as a whole, and	21 22 23 24
			(ii)	has not, within the time specified by the portfolio Minister in a notice to the Corporation, either rectified the default or shown cause, to the satisfaction of the portfolio Minister, why the operating licence should not be cancelled, or	25 26 27 28 29
		(c)	withing a	Corporation has been convicted on more than 3 occasions in a period of 12 months of offences that are punishable fine of at least \$10,000 or, if the Corporation were a ral person, imprisonment for 12 months or more.	30 31 32 33
	(2)			nder section 16 (1) can be regarded also as a notice for the of subsection (1) (b) (ii).	34 35

	(3)	may, Corp the o the o opinion Mini exerc	e operating licence is cancelled under this section, the Governor by order published in the Gazette, transfer to the Ministerial coration, the State or a public or local authority (as specified in order), from a date specified in the order, the assets and rights of Corporation that are specified in the order and that, in the ion of the portfolio Minister, are necessary to enable the sterial Corporation, the State or the public or local authority to cise such of the functions exercisable (or formerly exercisable)	1 2 3 4 5 6 7 8
	(4)	•	ne Corporation as appear to be necessary in the public interest.	10
	(4)	An o (a)	the Ministerial Corporation, the State or a public or local authority to assume those liabilities of the Corporation that the Governor considers appropriate and specifies in the order, or	11 12 13 14
		(b)	the Ministerial Corporation, the State or a public or local authority to pay the whole or any part of the liabilities of the Corporation.	15 16 17
	(5)		dule 1 applies to any transfer of assets, rights or liabilities under section.	18 19
Divi	sion (6	General	20
20	Four	ndatio	n charter of Corporation	21
		found remains Note. found of any Corporelation	the purposes of the <i>State Owned Corporations Act 1989</i> , the dation charter of the Corporation is this Part (but not the inder of this Act). Section 3 of the <i>State Owned Corporations Act 1989</i> defines the lation charter of a statutory State owned corporation (<i>SOC</i>) as the whole of Act by which a SOC is established for the purposes of the <i>State Owned Drations Act 1989</i> and, in particular, for the purpose of the provisions and to the legal capacity of statutory SOCs and assumptions that they have lied with that Act and their foundation charter.	22 23 24 25 26 27 28 29 30

Part 3		Powers of State Water Corporation	1
21	Owr	nership of works	2
	(1)	The Corporation is the owner of all works installed by, vested in or transferred to the Corporation in or on any land (including the bed of any river, lake or estuary) whether or not the land is owned by the Corporation.	3 4 5 6
	(2)	The Corporation may, subject to this and any other Act or law and for purposes consistent with its objectives:	7 8
		(a) build and install works, and	9
		(b) operate, repair, replace, maintain, remove, extend, expand, connect, disconnect, improve or do any other things that are necessary or appropriate to any of its works, and	10 11 12
		(c) sell, demolish or otherwise deal with any of its works.	13
	(3)	Part 3 and section 91 (b) and (c) of the <i>Public Works Act 1912</i> do not apply in respect of works owned by the Corporation.	14 15
22	Acq	uisition of land for purposes of this Act	16
	(1)	The Corporation may acquire land (including an interest in land) for the purposes of this Act.	17 18
	(2)	Other purposes for which land may be acquired under this section include the purposes of a future sale, lease or disposal, that is, to enable the Corporation to exercise its functions in relation to land under this Act.	19 20 21 22
	(3)	Land that the Corporation is authorised to acquire under this section may be acquired by agreement or by compulsory process in accordance with the <i>Land Acquisition (Just Terms Compensation) Act 1991</i> .	23 24 25 26
	(4)	For the purposes of the <i>Public Works Act 1912</i> :	27
		(a) an acquisition in accordance with this section is taken to be for an authorised work, and	28 29
		(b) the Corporation is, in relation to that work, taken to be the Constructing Authority, and	30 31
		(c) Part 3 and section 91 (b) and (c) of that Act do not apply in respect of that work.	32 33

	(5)	the Land Acquisition (Just Terms Compensation) Act 1991 for the purposes of this or any other Act, without the approval of the portfolio Minister.	;
	(6)	Any such acquisition is not void merely because it is expressed to be for the purposes of the Corporation or for the purposes of this Act.	; ;
23	Entr	y on land	8
	(1)	The Corporation has, for the purposes of exercising its functions under this or any other Act, the powers of entry on land that a water supply authority has under sections 296 and 297 of the <i>Water Management Act 2000</i> .	10 11 12
	(2)	For the purposes of this section, the reference in section 297 (1) (d) of the <i>Water Management Act 2000</i> to an offence against that Act is taken to include a reference to an offence under this Act.	1; 14 1;
24	Pow	er to break up roads	10
	(1)	The Corporation may, on giving reasonable notice to persons likely to be affected, open and break up:	11 18
		(a) the soil and pavement of a public road or public reserve, and	19
		(b) any sewer, drain or tunnel in or under a public road or public reserve,	20 21
		for the purpose of exercising its functions under this or any other Act.	2:
	(2)	The statutory body having the control and management of a public road or public reserve may, as prescribed by the regulations, require the Corporation to comply with conditions in exercising its powers under subsection (1), including conditions for restoration of the surface and removal of rubbish.	24 29 20 21 21
	(3)	If a public road or public reserve is damaged by a leakage from, or a bursting of, the Corporation's water main, the statutory body having the control and management of the public road or public reserve may require the Corporation to make good the damage without delay.	29 30 32 32
	(4)	If the Corporation fails:	34
		(a) to comply with a condition in force under subsection (2), or	3
		(b) to comply with a requirement under subsection (3),	36

works.

		the statutory body affected by the failure may remedy it and recover the cost of doing so in a court of competent jurisdiction as a debt owed to the statutory body by the Corporation.	1 2 3
25	Alte	ring position of conduits	4
	(1)	If:	5
	` ,	(a) the Corporation, in order to exercise its functions, needs an alteration to be made in the position of a conduit owned by another person, and	6 7 8
		(b) the alteration would not permanently damage the conduit or adversely affect its operation,	9 10
		the Corporation may serve on the person a written notice that complies with subsection (2).	11 12
	(2)	A notice must:	13
		(a) specify the alteration needed, and	14
		(b) require the alteration to be made within a reasonable time stated in the notice, and	15 16
		(c) include an undertaking by the Corporation to pay the reasonable cost of the alteration.	17 18
	(3)	If the alteration is not made as required by the notice, the Corporation may make the alteration in such a manner as not to damage the conduit permanently or adversely affect its operation on completion of the alteration.	19 20 21 22
	(4)	In this section, <i>conduit</i> means anything that is in or under a public road (or any other land on which no building or other structure is located) and is used for the conveyance of a substance, energy or signals.	23 24 25 26
26		ooration may use water management works to generate hydro- tricity	27 28
		The Corporation may authorise devices for generating electricity from water released in the exercise of the Corporation's functions under this Act to be placed on or in any of its water management	29 30 31

27	Obs	truction of water management works	1
	(1)	If a person places a structure or other thing in or near any of the Corporation's water management works in such a manner as to interfere with the work, the Corporation may:	2 3 4
		(a) demolish and remove the structure or other thing, and	5
		(b) repair the work, and	6
		(c) recover the cost of doing so in a court of competent jurisdiction as a debt owing to the Corporation by the person who placed the structure or other thing there.	7 8 9
	(2)	The Corporation may apply for and obtain an injunction to prevent a structure or other thing being placed as referred to in subsection (1).	10 11 12
28	Find	ling source of pollution of water supply	13
	(1)	If water captured, stored or released by the Corporation is being polluted, the Corporation may, after giving reasonable notice to persons likely to be affected by its action, dig up the ground and try to find the source of the pollution.	14 15 16 17
	(2)	If it is found that a person given notice under this section is not responsible for the pollution, the Corporation must bear the expenses of:	18 19 20
		(a) the digging, examination, repair and reinstatement of the broken ground, and	21 22
		(b) the repair of any damage caused by the Corporation to the property of the person.	23 24
	(3)	The Corporation may recover the expenses incurred by it in a court of competent jurisdiction as a debt due to the Corporation by any person responsible for the pollution.	25 26 27
29	Corp	poration may impose fees and charges	28
	(1)	The Corporation may impose fees and charges on any person to whom the Corporation provides a service in the exercise of its functions, including any person to whom the Corporation makes water available.	29 30 31 32
	(2)	The Corporation may impose different fees and charges according to specified factors or circumstances.	33 34

2

3 4

5 6 7

8 9

- (3) Any fee or charge imposed under this section is taken to be a debt due to the Corporation and is recoverable in a court of competent jurisdiction.
- (4) A fee or charge levied under this Act on the holder of an access licence (within the meaning of the *Water Management Act 2000*) and any costs awarded to the Corporation by a court in proceedings to recover the fee or charge are a charge on the access licence and may be registered in accordance with the *Water Management Act 2000*.

Page 19

Par	't 4	lı	ndependent Pricing and Regulatory Tribunal	1
30	Reg	ulator	y functions of Tribunal	2
	(1)	The follo	regulatory functions of the Tribunal under this Act are as ows:	3 4
		(a)	the function of making recommendations under subsection (2),	5 6
		(b)	the function of monitoring and reporting under subsection (3),	7
		(c)	the auditing functions of the Tribunal under subsection (4),	8
		(d)	the function of determining the operating licence fee (if any),	9
		(e)	the function of imposing monetary penalties or requiring other action to be taken under section 17,	10 11
		(f)	such other functions of the Tribunal under this Act as are specified by the regulations for the purposes of this section.	12 13
	(2)		Tribunal has the function of making recommendations to the folio Minister for or with respect to:	14 15
		(a)	the granting, amendment or cancellation of the operating licence, and	16 17
		(b)	the imposition, amendment or cancellation of conditions in relation to the operating licence, and	18 19
		(c)	action to be taken, and sanctions to be applied, in respect of a contravention of the operating licence, and	20 21
		(d)	remedial action that may be warranted as a result of a contravention of the operating licence.	22 23
	(3)	port	Tribunal has the function of monitoring and reporting to the folio Minister on compliance by the Corporation with the ating licence.	24 25 26
	(4)	it by	Tribunal has such functions as may be conferred or imposed on the operating licence in connection with operational audits of Corporation.	27 28 29
31	Ope	ration	al and other audits	30
	(1)		Tribunal is to prepare operational audits of the Corporation at imes directed by the portfolio Minister.	31 32
	(2)		portfolio Minister may direct the Tribunal to prepare an ational audit of specified matters only.	33 34

Independent Pricing and Regulatory Tribunal

(3) The Tribunal is to ensure that each operational audit of the Corporation is prepared in accordance with the operating licence.

1 2

-

Part 5		Miscellaneous	1	
32	Autl	Authorised officers		
	(1)	The Corporation may appoint authorised officers for the purposes of exercising its functions under this or any other Act.	3 4	
	(2)	On appointing an authorised officer under subsection (1), the Corporation must issue to the officer a certificate of authority.	5 6	
	(3)	A certificate of authority must:	7	
		(a) state that it is issued under the <i>State Water Corporation Act</i> 2004, and	8 9	
		(b) give the name of the person to whom it is issued, and	10	
		(c) state the date, if any, on which it expires, and	11	
		(d) describe the nature of the functions conferred and the source of the functions.	12 13	
	(4)	An authorised officer may exercise such of the Corporation's	14	
		functions under this or any other Act as are described in the officer's certificate of authority.	15 16	
	(5)	A certificate of authority may appoint the authorised officer to be an	17	
		authorised officer for the purposes of section 365 of the <i>Water Management Act 2000</i> , but only in relation to penalty notice	18 19	
		offences, within the meaning of that section, that occur in the area	20	
		of operations of the Corporation.	21	
	(6)	If an authorised officer serves a penalty notice under section 365 of	22	
		the <i>Water Management Act 2000</i> , a reference to the Ministerial Corporation in section 365 (7) of that Act is taken to be a reference	23 24	
		to the Corporation.	25	
33	Obs	truction of authorised officers	26	
		A person must not obstruct or hinder an authorised officer in the exercise of the authorised officer's functions.	27 28	
		Maximum penalty: 20 penalty units (in the case of an individual) and 50 penalty units (in any other case).	29 30	
34	Exc	lusion of personal liability	31	
		An act or omission of any of the following:	32	
		(a) the Minister, the Corporation, or a director of the Corporation,	33	
		(b) a member of staff of the Department or of the Corporation,	34	

Miscellaneous Part 5

		(c) a person acting under the direction of a person referred to in paragraph (a) or (b),	2
		does not subject a director, member of staff or person so acting personally to any action, liability, claim or demand if the act or omission was done, or omitted to be done, in good faith for the purpose of executing this or any other Act.	; ;
35	Natu	re of proceedings for offences	7
		Proceedings for an offence under this Act or the regulations may be dealt with summarily before a Local Court.	§
36	Tran	sfer of staff	10
		Schedule 2 has effect.	1
37	Reg	ulations	12
	(1)	The Governor may make regulations, not inconsistent with this Act, for or with respect to any matter that by this Act is required or permitted to be prescribed or that is necessary or convenient to be prescribed for carrying out or giving effect to this Act.	1; 14 15
	(2)	The regulations may create offences punishable by a penalty not exceeding 50 penalty units (in the case of an individual) and 100 penalty units (in any other case).	17 18 19
38	Ame	endment of Acts and regulations	20
		Each Act and regulation specified in Schedule 3 is amended as set out in that Schedule.	2 ²
39	Savi	ngs, transitional and other provisions	23
		Schedule 4 has effect.	24
40	Revi	ew of Act	25
	(1)	The Minister is to review this Act to determine whether the policy objectives of the Act remain valid and whether the terms of the Act remain appropriate for securing those objectives.	26 27 28
	(2)	The Minister is to make arrangements for public comment on the Act and consider those comments as part of the review.	29 30
	(3)	The review is to be undertaken as soon as possible after the period of 5 years from the date of assent to this Act.	3 ²

Clause 40 State Water Corporation Bill 2004

Part 5 Miscellaneous

(4) A report on the outcome of the review is to be tabled in each House of Parliament within 12 months after the end of the period of 5 years.

1

Page 24

SCI	neau	iie 1	(Sections 10 (7) and 19 (5))	2
1	Арр	licatio	on and interpretation	3
	(1)	This	Schedule applies to any transfer of assets, rights or liabilities:	4
		(a)	by order under section 10 or 19, or	5
		(b)	under clause 9 of Schedule 4.	6
	(2)	In th	nis Schedule, the person or body from which any assets, rights	7
	()	or li	abilities are transferred is called the <i>transferor</i> and the person	8
		or b	ody to which they are transferred is called the <i>transferee</i> .	9
2	Ves	ting o	f undertaking in transferee	10
	(1)		en any assets, rights or liabilities are transferred by a transfer to ch this Schedule applies, the following provisions have effect:	11 12
		(a)	the assets of the transferor vest in the transferee by virtue of	13
			this clause and without the need for any further conveyance, transfer, assignment or assurance,	14 15
		(b)	the rights or liabilities of the transferor become by virtue of this Schedule the rights or liabilities of the transferee,	16 17
		(c)	all proceedings relating to the assets, rights or liabilities	18
			commenced before the transfer by or against the transferor or	19 20
			a predecessor of the transferor and pending immediately before the transfer are taken to be proceedings pending by or	21
			against the transferee,	22
		(d)	any act, matter or thing done or omitted to be done in relation	23
			to the assets, rights or liabilities before the transfer by, to or in	24 25
			respect of the transferor or a predecessor of the transferor is (to the extent to which that act, matter or thing has any force	26
			or effect) taken to have been done or omitted by, to or in	27
			respect of the transferee,	28
		(e)	a reference in any Act, in any instrument made under any Act	29 30
			or in any document of any kind to:	30
			(i) the transferor, or	32
			(ii) any predecessor of the transferor,	33
			to the extent to which the reference relates to those assets, rights or liabilities, is taken to be, or include, a reference to the	33 34
			transferee.	35

	(2)	The operation of this Schedule is not to be regarded:	1
		(a) as a breach of contract or confidence or otherwise as a civil wrong, or	2
		(b) as a breach of any contractual provision prohibiting,	4 5
		restricting or regulating the assignment or transfer of assets, rights or liabilities, or	6
		(c) as giving rise to any remedy by a party to an instrument, or as	7
		causing or permitting the termination of any instrument, because of a change in the beneficial or legal ownership of	8 9
		any asset, right or liability, or	10
		(d) as an event of default under any contract or other instrument.	11
	(3)	No attornment to the transferee by a lessee from the transferor is required.	12 13
	(4)	A transfer is subject to the terms and conditions of the order by which it is effected.	14 15
3	No c	compensation payable	16
		No compensation is payable to any person or body in connection	17
		with a transfer to which this Schedule applies except to the extent (if any) to which the order giving rise to the transfer so provides.	18 19
4	Tran	sfer of interests in land	20
	(1)	An order under section 10 or 19 may transfer an interest in respect	21
		of land vested in the transferor without transferring the whole of the interests of the transferor in that land.	22 23
	(2)	If the interest transferred is not a separate interest, the order operates	24 25
		to create the interest transferred in such terms as are specified in the order.	26
	(3)	This clause does not limit any other provision of this Act.	27
5	Date	e of vesting	28
	(1)	An order under section 10 or 19 takes effect on the date specified in the order.	29 30
	(2)	A transfer under clause 9 of Schedule 4 takes effect on the commencement of Schedule 3.21 [1].	31 32

6	Con	sideration for vesting	
		The Minister may, by order in writing, specify the consideration on which a transfer to which this Schedule applies is made and the value or values at which the assets, rights or liabilities are transferred.	; ;
7	Stat	e taxes not chargeable	(
	(1)	State tax is not chargeable in respect of:	-
		(a) a transfer to which this Schedule applies, or	8
		(b) anything certified by the Minister as having been done in consequence of such a transfer (for example, the transfer or conveyance of an interest in land).	10 17
	(2)	In this clause:	12
		State tax includes application or registration fees or any other tax, rate, levy, duty, fee or charge imposed by any Act or other law of the State.	1; 14 15
8	Con	firmation of vesting	16
	(1)	The Minister may, by notice in writing, confirm a transfer of particular assets, rights or liabilities by operation of this Schedule.	17 18
	(2)	Such a notice is conclusive evidence of that transfer.	19

Scl	nedu	lle 2 Transfer of staff (Section 36)	1 2
1	Defi	nitions	3
		In this Schedule:	4
		<i>relevant agency</i> means the Department of Infrastructure, Planning and Natural Resources, the Department of Commerce, the Department of Energy, Utilities and Sustainability or the Ministerial Corporation.	5 6 7 8
2	Tran	nsfer of staff to Corporation	9
	(1)	The Minister may, by order in writing, transfer to the Corporation such of the staff of a relevant agency as are specified or referred to in the order.	10 11 12
	(2)	The members of staff of a relevant agency who are transferred to the Corporation by such an order are to be regarded for all purposes as having become employees of the Corporation, in accordance with the terms of the order, on a day specified in the order as being the day on which the transfer takes effect.	13 14 15 16 17
	(3)	The Minister is to consult with the Minister for Natural Resources before making an order transferring staff of the Department of Infrastructure, Planning and Natural Resources or the Ministerial Corporation.	18 19 20 21
	(4)	The Minister is to consult with the Minister for Commerce before making an order transferring staff of the Department of Commerce.	22 23
3	Gen	eral saving of conditions of employment	24
	(1)	A person who is transferred under this Schedule is (until other provision is duly made under any Act or law) to be continued to be employed in accordance with any awards, agreements and determinations that would have applied to the person if the person had not been transferred but had instead remained as a member of the staff of the relevant agency from which they were transferred.	25 26 27 28 29 30
	(2)	However, nothing in this clause affects the application of section 36 (1) of the <i>State Owned Corporations Act 1989</i> to the Corporation. Accordingly, the <i>Government and Related Employees Appeal Tribunal Act 1980</i> does not apply to the Corporation or any subsidiary of the Corporation.	31 32 33 34 35

Transfer of staff Schedule 2

4	Sav	ng of leave	
		A person who is transferred under this Schedule retains any rights to annual leave, extended service leave, sick leave, and other forms of leave, accrued or accruing in his or her employment with the relevant agency from which the person was transferred.	;
5	No p	payment out on transfer or dual benefits	(
	(1)	A person who is transferred under this Schedule is not entitled to receive any payment or other benefit merely because the person ceases to be a member of staff of the relevant agency from which the person was transferred.	10 10
	(2)	A person who is transferred under this Schedule is not entitled to claim, both under this Act and under any other Act, dual benefits of the same kind for the same period of service.	11 12 13

Sch	nedule 3 Amendment of Acts and regulations (Section 38)	1 2
3.1	Catchment Management Authorities Act 2003 No 104	3
	Schedule 4 Catchment contributions	4
	Insert ", State Water Corporation" after "the Hunter Water Corporation" in clause 9 (1) (b).	5 6
3.2	Conveyancing (General) Regulation 2003	7
[1]	Clause 51 Easements in gross	8
	Insert after clause 51 (1) (b):	9
	(b1) State Water Corporation,	10
[2]	Clause 52 Imposition of restrictions or public positive covenants on certain land vested in prescribed authorities	11 12
	Insert after clause 52 (d):	13
	(d1) State Water Corporation,	14
[3]	Clause 53 Regulation of use of land not held by a prescribed authority	15 16
	Insert after clause 53 (h):	17
	(i) State Water Corporation.	18
3.3	Dams Safety Act 1978 No 96	19
[1]	Section 8 Members	20
	Omit section 8 (2) (c). Insert instead:	21
	(c) a person nominated by State Water Corporation constituted under the <i>State Water Corporation Act</i> 2004,	22 23 24
[2]	Schedule 2 Provisions relating to the constitution and procedure of the Committee	25 26
	Omit "4" from clause 9. Insert instead "5".	27

3.4	Environmental Planning and Assessment Act 1979 No 203	•	
	Section 109J Restriction on issue of subdivision certificates	2	
	Omit "constituted under the <i>Water Supply Authorities Act 1987</i> " from paragraph (a) of the definition of <i>water supply authority</i> in section 109J (4).	; 2	
	Insert instead "within the meaning of the Water Management Act 2000".	(
3.5	First State Superannuation Act 1992 No 100	7	
	Schedule 1 Employers	8	
	Insert at the end of the Schedule:	9	
	State Water Corporation	10	
3.6	Heritage Act 1977 No 136	1	
	Section 123 Definitions		
	Omit paragraph (e) of the definition of rating or taxing authority.	13	
	Insert instead:	14	
	(e) a water supply authority within the meaning of the Water Management Act 2000,	15 16	
3.7	Independent Pricing and Regulatory Tribunal Act 1992 No 39	17	
[1]	Section 4 Government monopoly services	18	
	Insert after section 4 (6):	19	
	(7) To avoid doubt, the services for which fees and charges are payable under the <i>State Water Corporation Act 2004</i> are capable of being declared to be government monopoly services. State Water Corporation is taken to be the supplier of any such service.	20 22 23 24	
[2]	Section 24F Regulatory functions of Tribunal	25	
	Insert at the end of section 24F (e):	20	
	, and	27	
	(f) section 30 of the State Water Corneration Act 2004	28	

[3]	Section 24FC Licence auditing functions of Tribunal	1	
	Insert at the end of section 24FC (1) (d):	2	
	, and	3	
	(e) its functions in connection with operational audits under the <i>State Water Corporation Act 2004</i> .	4 5	
[4]	Schedule 1 Government agencies for which Tribunal has standing reference	6 7	
	Insert at the end of the Schedule:	8	
	State Water Corporation	9	
3.8	Local Government Act 1993 No 30	10	
[1]	Section 555 What land is exempt from all rates?	11	
	Omit "within the meaning of the <i>Water Supply Authorities Act 1987</i> " from section 555 (1) (d).		
	Insert instead "as declared by an order under section 302 of the Water Management Act 2000".		
[2]	Section 555 (1) (c2)	16	
	Insert after section 555 (1) (c1):	17	
	(c2) land that is vested in or owned by State Water Corporation and in, on or over which water supply works (within the meaning of the <i>Water Management Act 2000</i>) are installed,	18 19 20 21	
[3]	Section 611 Annual charge on rails, pipes etc	22	
	Insert ", State Water Corporation" after "the Hunter Water Corporation" in section 611 (6) (b).	23 24	
[4]	Section 741 Exemption from taxes	25	
	Omit section 741 (2). Insert instead:		
	(2) This section does not extend to any rate, charge or assessment made or levied by the following:	27 28	
	(a) another council,	29	
	(b) the Sydney Water Corporation,	30	

	(c) the Hunter Water Corporation,	1
	(d) State Water Corporation,	2
	(e) a water supply authority,	3
	(f) the Director-General of New South Wales Fire	4
	Brigades,	5
	(g) a person prescribed by the regulations.	6
3.9	Murray-Darling Basin Act 1992 No 65	7
	Section 4 Definitions	8
	Omit the definition of <i>relevant water authority</i> from section 4 (1).	9
	Insert instead:	10
	relevant water authority means State Water Corporation	11
	constituted under the State Water Corporation Act 2004 or	12 13
	such other body declared by the Minister by notice published in the Gazette to be the relevant water authority for the	14
	purposes of this Act.	15
3.10	Pipelines Act 1967 No 90	16
	Section 3 Definitions	17
	Insert "State Water Corporation," after "Hunter Water Board	18
	(Corporatisation) Act 1991," in the definition of statutory body	19
	representing the Crown in section 3 (1).	20
3.11	Public Finance and Audit Act 1983 No 152	21
	Schedule 2 Statutory bodies	22
	Omit "Administrator of the Fish River Water Supply".	23
3.12	Public Health Act 1991 No 10	24
[1]	Section 10A Definitions	25
	Omit paragraph (c) of the definition of <i>supplier of drinking water</i> (or <i>supplier</i>).	26 27
	Insert instead:	28
	(c) a water supply authority within the meaning of the Water Management Act 2000,	29 30

3
4
5
f the 6 Water 7 Water 8
ering 10
12
13
14
15
16
from 17
<i>1900</i> ".
20
21
22
23
n the 24 d as a 25 26
27 28
te V nist

	(c)	State Water Corporation,	1
	(d)	an energy services corporation within the meaning of the <i>Energy Services Corporations Act 1995</i> ,	2
	(e)	Rail Infrastructure Corporation.	4
3.15	State Authorit 1987 No 212	ties Non-contributory Superannuation Act	5 6
	Schedule 1 Em	ployers	7
	Insert at the end	of Part 1:	8
	State	e Water Corporation	9
3.16	State Authorit	ties Superannuation Act 1987 No 211	10
	Schedule 1 Em	ployers	11
	Insert at the end	of Part 1:	12
	State	e Water Corporation	13
3.17	Strata Scheme	es (Freehold Development) Act 1973 No 68	14
	Section 5 Defin	nitions	15
		ed under the Water Supply Authorities Act 1987" from the definition of water supply authority in section 5 (1).	16 17
	Insert instead "w	rithin the meaning of the Water Management Act 2000".	18
3.18	Strata Schem	es (Leasehold Development) Act 1986 No 219	19
	Section 4 Defin	nitions	20
		ed under the Water Supply Authorities Act 1987" from the definition of water supply authority in section 4 (1).	21 22
	Insert instead "w	rithin the meaning of the Water Management Act 2000".	23
3.19	Superannuati	on Act 1916 No 28	24
	Schedule 3 Lis	t of employers	25
	Insert at the end	of Part 1:	26
	State	e Water Corporation	27

3.20	Water Act 1912 No 44	1
	Schedule 3 Water management authorities	2
	Insert at the end of the Schedule:	3
	State Water Corporation	4
3.21	Water Management Act 2000 No 92	5
[1]	Chapter 5 Public works	6
	Omit Part 1.	7
[2]	Section 309 Connections	8
	Insert after section 309 (7):	9
	(8) Nothing in this section requires a water supply authority to allow a person to connect premises with the water supply authority's water main or sewer main.	10 11 12
[3]	Section 398 Exclusion of Crown liability	13
	Insert "or the <i>State Water Corporation Act 2004</i> " after "this Act" wherever occurring in section 398 (1) and (2).	14 15
[4]	Section 398 (3) (c)	16
	Insert at the end of section 398 (3) (b):	17
	, or	18
	(c) State Water Corporation.	19
[5]	Schedule 2 Major utilities	20
	Insert in alphabetical order:	21
	State Water Corporation	22
[6]	Schedule 3 Water supply authorities	23
	Insert at the end of Part 3:	24
	State Water Corporation (but only in relation to the Fish River water supply scheme within the meaning of the <i>State Water Corporation Act 2004</i>)	25 26 27

[7]	Schedule 8.30 Water Management Act 2000	1	
	Omit item [1].	2	
[8]	Schedule 9 Savings, transitional and other provisions		
	Insert at the end of clause 1 (1):		
	State Water Corporation Act 2004 (but only in relation to the amendments made to this Act)	5 6	

Scł	nedu	ule 4 Savings, transitional and other provisions (Section 39)	1 2
Part 1		General	3
1	Reg	julations	4
	(1)	The regulations may contain provisions of a savings or transitional nature consequent on the enactment of the following Acts:	5 6
		this Act	7
	(2)	Any such provision may, if the regulations so provide, take effect from the date of assent to the Act concerned or a later date.	8
	(3)	To the extent to which any such provision takes effect from a date that is earlier than the date of its publication in the Gazette, the provision does not operate so as:	10 11 12
		(a) to affect, in a manner prejudicial to any person (other than the State or an authority of the State), the rights of that person existing before the date of its publication, or	13 14 15
		(b) to impose liabilities on any person (other than the State or an authority of the State) in respect of anything done or omitted to be done before the date of its publication.	16 17 18
Par	rt 2	Provisions consequent on enactment of this Act	19 20
2	Prev	vious acts, matters or things	21
	(1)	Any act, matter or thing done before the commencement of this clause:	22 23
		(a) by the Ministerial Corporation, the Department of Infrastructure, Planning and Natural Resources or the Department of Energy, Utilities and Sustainability in respect of the capture, storage or release of water or any other function of the Corporation in the area of operations of the Corporation, or	24 25 26 27 28 29
		(b) by the Minister administering the Fish River water supply scheme in respect of the supply of water from that scheme,	30 31
		or any associated functions, continues to have effect after that commencement as if the act, matter or thing were done by the Corporation.	32 33 34

	(2)	The Corporation may vary or revoke (if otherwise permitted under this Act or the regulations or any other applicable Act or law) any	1 2	
		act, matter or thing continued under this clause.	3	
3	Prices for bulk water			
	(1)	In this clause:	5	
		<i>IPART determination</i> means determination No 3, 2001 made by the Tribunal and published in Gazette No 30 of 25 January 2002 at pages 563–577.	6 7 8	
	(2)	For the purposes of the <i>Independent Pricing and Regulatory Tribunal Act 1992</i> , the IPART determination continues to apply to water released by the Corporation until a replacement determination is issued.	9 10 11 12	
	(3)	Despite subclause (2), the prices in the IPART determination that applied to water supplied immediately before 30 June 2004 are to be increased by 2% in relation to water supplied on or after 1 July 2004.	13 14 15	
	(4)	Nothing in this clause prevents the IPART determination being replaced, or a further determination being issued for the Corporation.	16 17 18	
4	Price	es for water from Fish River water supply scheme	19	
	(1)	In this clause:	20	
		order of the Minister means the order of the Minister under section 243 (3) of the Water Management Act 2000 that had effect immediately before the repeal of section 243 of that Act by Schedule 3.21 [1].	21 22 23 24	
	(2)	The order of the Minister continues to apply to water supplied from the Fish River water supply scheme until a determination under section 315 of the <i>Water Management Act 2000</i> in respect of that scheme takes effect.	25 26 27 28	
5	Time	etable for first statement of corporate intent	29	
		A period within which any matter is required to be done under this Act or the <i>State Owned Corporations Act 1989</i> in relation to a statement of corporate intent, in connection with the first statement of corporate intent of the Corporation, may be extended by the voting shareholders of the Corporation.	30 31 32 33 34	

6	Exis	ting development applications and other matters	1
	(1)	This clause applies to development or an activity relating to:	2
		(a) water management works or other infrastructure or assets	3
		transferred to the Corporation from the Ministerial	4
		Corporation, the State or a public or local authority under this	5
		Act, or	6
		(b) a function conferred on the Corporation under this Act that	7
		was, immediately before its conferral, conferred on the	8 9
		Ministerial Corporation, the State or a public or local authority.	10
	(2)	A development application or environmental impact statement	11
	` ′	relating to a matter referred to in subclause (1) made or prepared by	12
		the Ministerial Corporation, the State or a public or local authority	13
		under the Environmental Planning and Assessment Act 1979 before	14 15
		its conferral, and not finally determined (in the case of a development application) or considered (in the case of an	16
		environmental impact statement) before that commencement, is	17
		taken to have been made or prepared by the Corporation.	18
7	Lice	nces and other authorisations	19
	(1)	This clause applies to an authorisation granted to the Ministerial	20
		Corporation, the State or a public or local authority under any of the	21
		following Acts or under a regulation under any of those Acts, and in	22 23
		force immediately before the commencement of this clause:	
		(a) Dangerous Goods Act 1975,	24
		(b) Environmental Planning and Assessment Act 1979,	25
		(c) Occupational Health and Safety Act 2000,	26
		(d) Protection of the Environment Operations Act 1997,	27
		(e) <i>Water Act 1912</i> ,	28
		(f) Water Management Act 2000,	29
		(g) any other Act prescribed by the regulations.	30
	(2)	An authorisation is, to the extent that it relates to transferred	31
		functions or assets, taken to be held by the Corporation on the same	32 33
		terms and conditions as the Ministerial Corporation, the State or the public or local authority held the authorisation immediately before	33 34
		the commencement of this clause.	35
	(3)	The regulations may exempt an authorisation from the operation of	36
	(3)	this clause.	37

	(4)	Nothing in this clause prevents an authorisation from being varied, cancelled or replaced.	1
	(5)	In this clause:	3
		authorisation includes a licence, permit or approval.	4
		transferred functions or assets means functions conferred on, or assets, rights or liabilities vested in, the Corporation by or under this Act, that were, immediately before the conferral or vesting, conferred on, or vested in, the Ministerial Corporation, the State or a public or local authority.	5 6 7 8 9
8	Dee	med licences and approvals	10
	(1)	For the purposes of Part 9 of the <i>Water Act 1912</i> , the Corporation is taken, at the time of transfer, to have been granted a water management licence under section 188 of that Act, for each water management work transferred to the Corporation by or under this Act (a <i>deemed water management licence</i>).	11 12 13 14 15
	(2)	A deemed water management licence (other than a deemed water management licence for the Fish River water supply scheme) does not authorise the Corporation to take and use water from any water source.	16 17 18 19
	(3)	The Ministerial Corporation is not required to comply with section 189 (3) of the <i>Water Act 1912</i> in relation to any condition that it imposes on a deemed water management licence within 6 months after the date that the licence is taken to have been granted.	20 21 22 23
	(4)	If water management works are transferred to the Corporation by or under this Act, the Corporation is taken on the date of the transfer to have been granted all relevant approvals under Part 3 of Chapter 3 of the <i>Water Management Act 2000</i> required to allow the Corporation to use those works in accordance with the Corporation's functions (a <i>deemed approval</i>).	24 25 26 27 28 29
	(5)	A deemed approval is subject to the provisions of the <i>Water Management Act 2000</i> as if the approval had been granted under Division 2 of Part 3 of Chapter 3 of that Act at the time of the transfer of the relevant water management works, and accordingly it may be subjected to conditions, suspended or cancelled in accordance with that Act.	30 31 32 33 34 35

(6)

months after the date that the approval is taken to have been granted.

(7) Part 5 of the *Environmental Planning and Assessment Act 1979* does not apply to or in respect of a deemed water management licence or a deemed approval.

The Minister administering the Water Management Act 2000 is not

required to comply with section 102 (1) of that Act in relation to any

discretionary condition imposed on a deemed approval within 6

- (8) The Corporation is taken to hold any other licence or approval necessary under the *Water Management Act 2000* or the *Water Act 1912* to allow it to take and use water in the exercise of its functions.
- (9) Any licence or approval under subclause (8) is taken to have effect for a period of 12 months commencing on the date of commencement of this clause or for such longer period as may be prescribed by the regulations.

9 Fish River water supply scheme assets

- (1) All assets, rights and liabilities of the Ministerial Corporation, the State or a public or local authority comprising the Fish River water supply scheme are transferred to the Corporation on the commencement of Schedule 3.21 [1].
- (2) Any money in, or required to be paid into, the Fish River Water Supply Account immediately before the commencement of Schedule 3.21 [1], less any amount required, at that time, to be repaid to the Treasurer under section 251 (2) of the *Water Management Act 2000*, is to be paid to the Corporation.
- (3) Any amount owing to the Minister immediately before the commencement of Schedule 3.21 [1] in relation to the supply of water from the Fish River water supply scheme, is to be paid to the Corporation and may be recovered by the Corporation as a debt in a court of competent jurisdiction.
- (4) On and after the commencement of Schedule 3.21 [1], the Corporation is entitled to the benefit and subject to the burden of, and taken to be a party to, any contract or arrangement in relation to the Fish River water supply scheme entered into by the Minister (or by a person on behalf of the Minister) with any person and having force immediately before the commencement of Schedule 3.21 [1].
- (5) Schedule 1 applies to any transfer of assets, rights or liabilities under this clause.

	(6)	In this clause:	•
		<i>Fish River Water Supply Account</i> has the same meaning as in Division 4 of Part 1 of Chapter 5 of the <i>Water Management Act</i> 2000, before the repeal of that Division by Schedule 3.21 [1].	2
		<i>Minister</i> means the Minister administering the Fish River water supply scheme immediately before the commencement of Schedule 3.21 [1].	(-
10	Tran	sferred easements	8
		For the purposes of any easement, the benefit of which is transferred to the Corporation by or under this Act, the Corporation is taken to be a body representing the Crown.	10 10
11	Exis	ting hydro-electric works	12
		Any device for generating electricity from water released in accordance with this Act, that was on or in any water management work immediately before that work was transferred to the Corporation by or under this Act, is taken to have been authorised under section 26.	1; 14 1; 16 17
12	Inte	rim operating licence	18
	(1)	Despite any other provision of this Act, the Governor may, on the recommendation of the portfolio Minister, grant an interim operating licence to the Corporation.	19 20 21
	(2)	The interim operating licence is subject to the terms and conditions determined by the Governor.	22 23
	(3)	Subject to subclause (4), the interim operating licence is taken to be an operating licence and the provisions of this Act apply accordingly.	24 25 26
	(4)	Section 12 (1) and (2) and section 14 do not apply in relation to the interim operating licence.	27 28

State Water Corporation Bill 2004

Schedule 4 Savings, transitional and other provisions

(5)	The interim operating licence ceases to have effect:		
	(a)	on the granting of an operating licence under section 11, or	:
	(b)	1 year after the date of assent to this Act,	;
	whichever occurs first.		