

## CLAUSE NOTES

### *Water and Sewerage Corporation Amendment (Crown Involvement Facilitation) Bill 2018*

- Clause 1** Short title.
- Clause 2** This clause provides that the Act will commence on the day it receives Royal Assent.
- Clause 3** The *Water and Sewerage Corporation Act 2012* is the Principal Act for the purposes of the Bill.
- Clause 4** This clause includes a new section 43A in the Principal Act.
- The new section 43A of the Principal Act provides that despite any other provision in the Act, any other law or the corporation's constitution, the members of the corporation may resolve to issue shares in the corporation, make changes to the constitution and the shareholders' letter of expectation, for the purposes of implementing or enabling the implementation of the memorandum of understanding signed by the Crown, the Chief Owners' Representative and the corporation on 1 May 2018.
- The new subsection 5(a) provides that the resolutions are to be made after the commencement of the Act and before the introduction of the *Water and Sewerage Legislation (Corporate Governance and Pricing) Amendment Bill 2018*.
- The new subsection 5(b) provides that the resolutions must require that any share issue, amendments to the constitution or to the shareholders' letter of expectation are only to occur after amendments to the Principal Act that allow the Crown to own shares have commenced.
- Clause 5** The Act will be repealed one year after its commencement.