

New South Wales

Water Management Amendment (Transparency of Water Rights) Bill 2020

Explanatory note

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

Overview of Bill

The object of this Bill is to amend the Water Management Act 2000 (the Act), the Water Management (General) Regulation 2018 (the Water Regulation), the Constitution Act 1902 and the Constitution (Disclosures by Members) Regulation 1983 as follows—

- (a) to facilitate public access to information relating to water access licences (within the meaning of the Act) and recorded in the Water Access Licence Register established by the Act (the *Access Register*),
- (b) to impose requirements relating to maintaining and updating the Access Register,
- (c) to provide for the independent audit of the Access Register,
- (d) to impose requirements relating to the information to be provided in applications for water access licences.
- (e) to require the public disclosure of interests in water access licences held by Members of Parliament and the spouses of Members of Parliament,
- (f) to make other consequential amendments,
- (g) to insert provisions of a transitional nature consequent on the enactment of the proposed Act.

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.

Schedule 1 Amendment of Water Management Act 2000 No 92

Schedule 1[1] amends section 71 to provide that the Minister for Water, Property and Housing (the *Minister*) may determine the form and manner of the Access Register subject to requirements imposed by substituted section 71J and proposed section 71JA. The proposed amendment also clarifies that the purposes of the Access Register include creating, maintaining and updating records relating to water access licences and licence holders and facilitating public access to those records.

Schedule 1[2] inserts proposed section 71CA, which provides for the independent audit of the Access Register by the Natural Resources Commission by 31 December 2020 and at subsequent intervals of 2 years.

Schedule 1[5] requires the Minister to ensure that the Access Register is kept up to date and, in particular, that the Access Register is amended to record changes of details of water access licences.

Schedule 1[6] regulates access to information recorded in the Access Register. Substituted section 71J provides for the information to be made publicly available through an electronic search facility and prohibits restrictions being placed on access to the information (other than a requirement for payment of an approved fee). The substituted section also creates a regulation-making power for or with respect to the authentication of searches and certification of search results. Proposed section 71JA requires the Access Register to be searchable by means of the entry of certain details relating to water access licences. **Schedule 1[3], [4] and [7]** make consequential amendments.

Schedule 1[8] inserts additional categories of information relating to water access licences that are to be recorded in the Access Register by the Minister when registering those licences.

Schedule 1[9] inserts a transitional provision requiring the holder or co-holder of a water access licence that is in force on the day on which the proposed Act commences, or for which an application was made but not determined by that day, to provide the Minister with additional information relating to that licence. The information corresponds with information that the proposed Act requires to be included in the approved form for a water access licence application. A failure to comply may result in the cancellation of the relevant water access licence and will make the holder or co-holder ineligible to apply for further water access licences for the duration of the non-compliance. The Minister is to ensure that the additional information is recorded in the Access Register.

Schedule 2 Amendment of other legislation

Schedule 2.1[1] inserts proposed section 14A(1A) in the *Constitution Act 1902*. The proposed subsection clarifies that a regulation made under section 14A(1) of that Act may require the disclosure of pecuniary interests or other matters held by or relating to spouses of Members of either House of Parliament. **Schedule 2.1[2]** makes a consequential amendment.

Schedule 2.2[3] inserts proposed clause 8A in the *Constitution (Disclosures by Members)* Regulation 1983. The proposed clause requires a Member of Parliament to disclose, with limited exceptions, the water access licence number of each water access licence in which the Member or the Member's spouse (if any) has an interest (or had an interest at any time during the period of 5 years ending on the date on which the Member takes the pledge of loyalty) and the nature of that interest. **Schedule 2.2[1]**, [2] and [4]–[11] make consequential amendments.

Schedule 2.3[2] amends the Water Regulation to require an application for a water access licence under Part 2 of Chapter 3 of the Act to be verified by statutory declaration.

Schedule 2.3[3] inserts proposed clause 9(1A) in the Water Regulation. The proposed subclause specifies information that is to be required by the approved form for an application for a water access licence under Part 2 of Chapter 3 of the Act. **Schedule 2.3[1]** makes a consequential amendment.

Schedule 2.3[4] amends the Water Regulation to require the holder or co-holder of a water access licence to notify the Minister of any change of details of the licence recorded in the Access Register within 28 days of becoming aware of the change.



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Water Management Amendment (Transparency of Water Rights) Bill 2020

No , 2020

A Bill for

An Act to amend the *Water Management Act 2000* with respect to the provision, maintenance and accessibility of information relating to water access licences; and for other purposes.

The Legislature of New South Wales enacts—		
1	Name of Act	2
	This Act is the Water Management Amendment (Transparency of Water Rights) Act 2020.	3
2	Commencement	5
	This Act commences on the date of assent to this Act	6

Schedule 1		Amendment of Water Management Act 2000 No 92			
[1]	Sect	ion 71	Wate	r Access Licence Register	3
	Omit	t section	on 71(3	3) and (4). Insert instead—	4
		(3)		ect to sections 71J and 71JA, the Access Register is to be kept in the form manner determined by the Minister.	5 6
		(4)	The	purposes of the Access Register include the following—	7
			(a)	to create, maintain and update records of the rights, interests and entitlements held in and claimed over access licences and the persons holding or claiming those rights, interests and entitlements,	8 9 10
			(b)	to facilitate public access to those records.	11
				Public registers are subject to Part 6 of the <i>Privacy and Personal Information ection Act 1998</i> .	12 13
[2]	Sect	ion 71	CA		14
	Inser	t after	section	n 71C—	15
	71CA	Aud	it of A	ccess Register	16
		(1)		Minister is to ensure that the Access Register is audited in accordance this section.	17 18
		(2)		audit of the Access Register is to be carried out for the purpose of rtaining whether the provisions of this Division are being given effect to.	19 20
		(3)		audit under this section is to be carried out by the Natural Resources mission.	21 22
		(4)	An a	audit is to be completed—	23
			(a)	by 31 December 2020, and	24
			(b)	at intervals of 2 years after 31 December 2020.	25
		(5)	each	Natural Resources Commission is to provide the Minister with a report on audit under this section as soon as reasonably practicable after the audit empleted.	26 27 28
		(6)	Hou	Minister is to table a response to each audit under this section in each se of Parliament within 6 months after receiving the Natural Resources mission's report on the audit.	29 30 31
[3]	Sect	ion 71	FA		32
	Inser	t befor	re sect	ion 71G—	33
	71FA	Defi	nition		34
				his Subdivision, <i>details</i> of an access licence means the following rmation recorded in the Access Register—	35 36
			(a)	matters recorded under section 71A in relation to the licence,	37
			(b)	matters recorded under Part 1 of Schedule 1A in relation to the licence.	38
[4]	Sect	ion 71	H Sea	arches of the Access Register	39
	Omit the section				40

[5]	Sect	ion 71	II Correction and amendment of Access Register	1
	Inser	t at the	e end of the section—	2
		(2)	The Minister is to ensure that the Access Register is kept up to date and, in particular, that the Access Register is updated to record changes of details of access licences that are notified by holders or co-holders of those licences or of which the Minister becomes aware.	3 2 5
[6]	Sect	ions 7	71J and 71JA	7
	Omit	section	on 71J. Insert instead—	8
	71J	Publ	lic access to information in Access Register	g
		(1)	The Minister is to make the information recorded in the Access Register available to members of the public in accordance with this section.	10 11
		(2)	The information is to be made available through an electronic search facility on a publicly accessible website.	12 13
		(3)	The information is to be made available on payment of the fee (if any) approved by the Minister.	14 15
		(4)	A fee approved under subsection (3)—	16
			(a) may be charged in relation to searches carried out within a specified period of time, in relation to individual searches or on another basis, and	17 18
			(b) if charged in relation to individual searches—is not to exceed \$10 per search.	19 20
		(5)	Except as provided by subsections (3) and (4), access to the information is not to be restricted in any way.	21 22
		(6)	The regulations may make provision for or with respect to—	23
			(a) the authentication of searches of the Access Register, and	24
			(b) the certification of the results of those searches.	25
7	71JA	Stan	ndards for Access Register search facility	26
			The electronic search facility referred to in section 71J(2) is to enable details of access licences to be obtained by means of the entry of any of the following—	27 28 29
			(a) the name of an individual or corporation,	30
			(b) an ABN,	31
			(c) the name of a government department,	32
			(d) the name of an irrigation scheme,	33
			(e) the number of an access licence,	34
			(f) the number of a water supply work approval,	35
			(g) any other matter prescribed by the regulations for the purposes of this section.	36 37
[7]	Sche	edule '	1A Access Register	38
	Omit	in su	uch form as the Minister considers appropriate" from clause 1(1).	39
[8]	Sche	edule '	1A, clause 1(1)(f)–(j)	40
	Inser	t after	clause 1(1)(e)—	41

		(f)	the category or subcategory of the licence,	1
		(g)	the date on which the licence was granted and (if applicable) on which the licence is cancelled,	2
		(h)	the purchase price (if any) of the licence,	4
		(i)	the water access licence number of the licence,	5
		(j)	any other information required by the approved form for the licence application.	6 7
[9]	Schedule 9	9 Savi	ngs, transitional and other provisions	8
	Insert at the	e end c	of the Schedule, with appropriate Part and clause numbering—	9
	Part	Ma	ovisions consequent on enactment of Water nagement Amendment (Transparency of Water phts) Act 2020	10 11 12
	Defi	nition		13
			his Part, amending Act means the Water Management Amendment nsparency of Water Rights) Act 2020.	14 15
	Prov	ision	of additional details for Access Register	16
	(1)	This	clause applies to access licences—	17
		(a)	that were in force on the day on which the amending Act commenced, or	18
		(b)	for which an application was made before the day on which the amending Act commenced but was not determined on or before that day.	19 20 21
	(2)	with Mini if the	older or co-holder of an access licence to which this clause applies must, in 12 months of the commencement of the amending Act, provide the ister with information that would have been required by the approved form the licence had been applied for on or after the day on which the amending commenced.	22 23 24 25 26
	(3)		holder or co-holder of an access licence to which this clause applies fails omply with subclause (2)—	27 28
		(a)	the Minister may cancel the licence, and	29
		(b)	the holder or co-holder is not eligible to apply for further access licences until the required information is provided.	30 31
	(4)		Minister is to ensure that information provided under this clause is rded in the Access Register.	32 33

Scł	nedul	e 2	Amendment of other legislation	1	
2.1	Cons	tituti	ion Act 1902 No 32	2	
[1]	Section	n 14A	A Disclosure of pecuniary interests and other matters by Members	3	
	Insert	after s	section 14A(1)—	4	
	(1	ĺ	To avoid doubt, and without limiting subsection (1), a regulation made under subsection (1) may require the disclosure of pecuniary interests or other matters held by or relating to spouses of Members of either House of Parliament.	5 6 7 8	
[2]	Section	n 14A	A(8)	9	
	Insert	after s	section 14A(7)—	10	
		(8)	In this section—	11	
			<i>spouse</i> , of a person, means the following but, if more than one person would qualify as the person's spouse, means only the latest person to qualify—	12 13	
			(a) a person to whom the person is legally married (including a husband or wife of the person),	14 15	
			(b) the person's de facto partner.	16	
2.2	Cons	tituti	ion (Disclosures by Members) Regulation 1983	17	
[1]	Claus	e 6A S	Supplementary ordinary returns	18	
	Insert	", 8A"	'after "8" in clause 6A(4)(a).	19	
[2]	Clause 7 Interpretation—Part 3				
	Insert	•	habetical order in clause 7(1)—	21	
			spouse, of a person, has the same meaning as in section 14A of the Act.	22	
			water access licence means an access licence within the meaning of the Water Management Act 2000.	23 24	
[3]	Claus	e 8A		25	
	Insert	after c	clause 8—	26	
	8A	Water	r access licences	27	
		(1)	A Member must disclose in a primary return and an ordinary return—	28	
			(a) the water access licence number of each water access licence in which the Member or the Member's spouse (if any) had an interest—	29 30	
			(i) in the case of a primary return—on the primary return date or at any time during the period of 5 years ending on the primary return date, or	31 32 33	
			(ii) in the case of an ordinary return—at any time during the ordinary return period, and	34 35	
			(b) the nature of the interest in each water access licence.	36	
			An interest in a water access licence need not be disclosed by a Member in a primary return or an ordinary return if—	37 38	
			(a) the Member or Member's spouse had the interest only in his or her capacity as the executor or administrator of the estate of a deceased	39 40	

(b)	beneficiary under the	•		
(b) the Member or Member's spouse had the interest only in his capacity as a trustee and acquired the interest in the ordinary co- any occupation which is not related to the Member's dutie Member.				
Schedule 1 Forn	ns			
Insert ", 8A" afte	r "8" in item 2 of the ma	atter headed "Directions" in Form 1.		
Schedule 1, For	m 1, Section 1, Part 1A			
Insert after Part 1	_			
Under clause 8A lisclose in Part icence in which bledge of loyalty nature of the interpretation.	A of the return the way you or your spouse had (or at any time during the erest in the water access parated by a line, in Par	closures by Members) Regulation 1983, you must access licence number of each water access d an interest on the date on which you took the he period of 5 years ending on that date) and the s licence. Make a separate entry for each water t 1A of the return.		
Water access lie		Nature of interest		
WAL12345678		Co-holder		
WAL87654321 Schedule 1, For	m 1, Section 2, Part 1A	Holder		
WAL87654321 Schedule 1, Fore Insert after Part 1 Part 1A Water ac	ccess licences	Holder		
WAL87654321 Schedule 1, Formula	ccess licences	Holder		
WAL87654321	ccess licences	Holder		

Part 1A Water access licences

Under clause 8A of the *Constitution (Disclosures by Members) Regulation 1983*, you must disclose in Part 1A of the return the water access licence number of each water access licence in which you or your spouse had an interest at any time during the ordinary return period and the nature of the interest in the water access licence. Make a separate entry for each water access licence, separated by a line, in Part 1A of the return.

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Example entries only—

Water access licence number	Nature of interest
WAL12345678	Co-holder
WAL87654321	Holder

[8] Schedule 1, Form 2, Section 2, Part 1A

Insert after Part 1—

Part 1A Water access licences

Water access licence number	Nature of interest		

[9] Schedule 1, Form 3, Section 1, item 3(a1)

Insert after item 3(a)—

(a1) held any interests in water access licences, or your spouse has held any interests in water access licences, which are additional to those already disclosed in your most recent return, or

[10] Schedule 1, Form 3, Section 1, Part 1A

Insert after Part 1—

Part 1A Water access licences

List in Part 1A in Division B of the return the water access licence number of each water access licence in which you or your spouse had an interest during the supplementary ordinary return period that is additional to the interests in water access licences that you have already disclosed in your most recent return.

Example entries only-

Water access licence number	Nature of interest
WAL12345678	Co-holder

	Water access licence number Nature of interest				
	WAL87654321 Holder				
[11]	Schedule 1, Form 3, Section 2, Division B, Part 1A Insert after Part 1— Part 1A Water access licences				
	Water access licence number Nature of interest				
2.3	Water Management (General) Regulation 2018	4			
[1]	Clause 9 Applications generally	5			
	Insert "and contain or be accompanied by any information required by the approved form" after "approved form" in clause 9(1)(a).	6 7			
[2]	Clause 9(1)(b)	8			
	Insert "and verified by statutory declaration" after "each applicant".	9			
[3]	Clause 9(1A)	10			
	Insert after clause 9(1)—	11			
	 (1A) Without limiting subclause (1), the information required by the approved form for an application under Part 2 of Chapter 3 of the Act is to include the following in relation to each applicant— (a) the applicant's name, (b) details of any existing interests in access licences held by the applicant, (c) if the applicant is an individual—the applicant's address and contact details, (d) if the applicant is a corporation— (i) the corporation's registered address, and 	12 13 14 15 16 17 18 19 20			

			(iv)	details of any other corporation that is a related body corporate of the applicant (within the meaning of the <i>Corporations Act 2001</i> of the Commonwealth), and	1 2 3
			(v)	the names of the directors of the corporation, and	4
			(vi)	the name of any person entitled to 20% or more of the voting shares in the corporation,	5
		(e)		e access licence is to be co-held—details of any proposed tenancy agements,	7 8
		(f)		ils of any water source from which water is proposed to be acted,	9 10
		(g)	if ap licen	oplicable—the proposed category or subcategory of the access uce,	11 12
		(h)	detai	ils of the purpose for which the access licence is sought,	13
		(i)		ils of the volume of water applied for and the basis of the calculation at volume,	14 15
		(j)	detai used	ils of any land where water taken under the access licence will be	16 17
		(k)	detai work	ils of the water supply work approval number for any water supply as that are to be nominated on the access licence.	18 19
Clau	se 11 <i>A</i>	4			20
Inser	t after	clause	11—		21
11A	Upda	ates to	detai	ls in Water Access Licence Register	22
	(1)		ge of	or co-holder of an access licence is to notify the Minister of any details of the licence within 28 days of becoming aware of the	23 24 25
	(2)			se (1), <i>details</i> of an access licence has the same meaning as in a 4 of Division 3A of Part 2 of Chapter 3 of the Act.	26 27

[4]

11A