

INTRODUCTION COPY

ELECTRICITY CORPORATION OF NEW ZEALAND BILL

EXPLANATORY NOTE

This Bill prevents the announced split of ECNZ by limiting the electricity generating State-owned enterprises listed in the First and Second Schedules of the State-Owned Enterprises Act 1986 to the Electricity Corporation of New Zealand.

State-owned enterprises may be added to the Act by Order in Council under section 10A of the State-Owned Enterprises Act 1986. This Bill, if passed, ensures that the addition of a second electricity generation company cannot occur by that process.

State-owned enterprises may only be removed from the State-Owned Enterprises Act 1986 by Parliamentary authority. Thus any attempt to privatise an SOE is already subject to approval by Parliament.

Pete Hodgson

ELECTRICITY CORPORATION OF NEW ZEALAND

ANALYSIS

Title	
1. Short Title	2. Power to add to First or Second Schedule to State-Owned Enterprises Act 1986 by Order in Council restricted

A BILL INTITULED

An Act to prohibit the formation of any new State enterprise carrying out the generation of electricity

BE IT ENACTED by the Parliament of New Zealand as follows:

5 **1. Short Title**—This Act may be cited as the Electricity Corporation of New Zealand Act 1995.

10 **2. Power to add to First or Second Schedule to State-Owned Enterprises Act 1986 by Order in Council restricted**—No Order in Council made under section 10A of the State-Owned Enterprises Act 1986 shall add to the First Schedule or the Second Schedule to that Act the name of a company or other body corporate or the name of a company to be formed which carries out or is to carry out the generation of electricity.