



Statutory Water Companies Act 1991

1991 CHAPTER 58

PART I PART I

POWERS OF STATUTORY WATER COMPANIES

Relaxation of restrictions affecting raising of capital

7 Relaxation of restrictions on applications of profits

- (1) Notwithstanding the provisions of any local statutory provision, every statutory water company shall have power to form and maintain reserve and contingency funds by setting apart such sums in such circumstances, and to invest those funds in such manner, as it thinks fit.
- (2) Nothing in subsection (1) above shall authorise any failure by a statutory water company to meet any obligation imposed on it by virtue of any local statutory provision to pay any sum to any other person.
- (3) Nothing in any local statutory provision shall have effect so as to impose a limit on the amount that may be carried forward at the end of any period to the credit of the profit and loss (net revenue) account of a statutory water company.