

# Water Industry Act 1991

# **1991 CHAPTER 56**

# PART II

## APPOINTMENTMENT AND REGULATION OF UNDERTAKERS

# CHAPTER II

## ENFORCEMENT OF INSOLVENCY

Restrictions on voluntary winding up and insolvency proceedings

## 26 Restrictions on voluntary winding up and insolvency proceedings.

- (1) Where a company holds an appointment under Chapter I of this Part or is a [<sup>F1</sup>qualifying water supply licensee or a qualifying sewerage licensee]—
  - (a) the company shall not be wound up voluntarily;
  - [<sup>F2</sup>(b) an administrator may not be appointed in relation to the company, whether by court order or otherwise, under Schedule B1 to the Insolvency Act 1986;
  - (ba) any step taken by any person for the purported purpose of appointing an administrator of the company under Schedule B1 to the Insolvency Act 1986 has no legal effect;]
  - (c) no step shall be taken by any person to enforce any security over the company's property except where that person has served fourteen days' notice of his intention to take that step on the Secretary of State and on the Director.
- (2) In this section "security" and "property" have the same meanings as in Parts I to VII of the <sup>M1</sup>Insolvency Act 1986.

### **Textual Amendments**

F1 Words in s. 26(1) substituted (1.4.2017 except as it relates to qualifying sewerage licensees) by Water Act 2014 (c. 21), s. 94(3), Sch. 7 para. 38; S.I. 2017/462, art. 3(k)(vi)

**Changes to legislation:** Water Industry Act 1991, Section 26 is up to date with all changes known to be in force on or before 26 May 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes

F2 S. 26(1)(b)(ba) substituted for s. 26(1)(b) (15.3.2024) by The Water Industry (Special Administration) Regulations 2024 (S.I. 2024/205), regs. 2(2), 54(2) (with reg. 64)

## Modifications etc. (not altering text)

C1 S. 26 applied (with modifications) (28.6.2013) by The Water Industry (Specified Infrastructure Projects) (English Undertakers) Regulations 2013 (S.I. 2013/1582), reg. 1(1)(b), Sch. 1 para. 7(6) (with reg. 1(1)(c))

#### **Marginal Citations**

M1 1986 c. 45.

## **Changes to legislation:**

Water Industry Act 1991, Section 26 is up to date with all changes known to be in force on or before 26 May 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. View outstanding changes

Changes and effects yet to be applied to the whole Act associated Parts and Chapters: Whole provisions yet to be inserted into this Act (including any effects on those provisions): Pt. 3 Ch. 2B inserted by 2014 c. 21 s. 12 \_ s. 17(2)(aa) inserted by S.I. 2019/93, Sch. 1 para. 4(4)(b) (as substituted) by S.I. 2019/1245 reg. 21 (This amendment not applied to legislation.gov.uk. The affecting statutory instrument has no legal effect. It was made under a procedure which meant that it ceased to have effect 28 days after signing unless it was debated and approved in Parliament within that time. It was not debated and approved within 28 days, so it has expired with no effect.) s. 17A(c) repealed by 2014 c. 21 Sch. 5 para. 4(2(c) s. 17A(d) repealed by 2014 c. 21 Sch. 5 para. 4(2)(c) s. 17A(2)(ba) and word inserted by 2014 c. 21 Sch. 5 para. 4(2)(b) s. 17R(2)(aa) inserted by S.I. 2019/93, Sch. 1 para. 4(7)(b) (as substituted) by S.I. 2019/1245 reg. 21 (This amendment not applied to legislation.gov.uk. The affecting statutory instrument has no legal effect. It was made under a procedure which meant that it ceased to have effect 28 days after signing unless it was debated and approved in Parliament within that time. It was not debated and approved within 28 days, so it has expired with no effect.) s. 17AA(1)(ba)(bb) inserted by 2014 c. 21 Sch. 5 para. 5(2) s. 17BA(5A) inserted by 2014 c. 21 Sch. 5 para. 7(3) s. 17HA(9)(b)(ia) inserted by 2014 c. 21 Sch. 5 para. 16(2) s. 23(2AA) inserted by 2014 c. 21 Sch. 7 para. 35(4) s. 23(8)(9) inserted by 2014 c. 21 Sch. 7 para. 35(10) s. 39E-39H inserted by 2021 c. 30 s. 78(7) s. 87(7C)-(7F) inserted by 2012 c. 7 s. 35(6) s. 94A-94E inserted by 2021 c. 30 s. 79 s. 95ZA(6) inserted by 2014 c. 21 Sch. 5 para. 39(4) s. 96ZA(2)-(5) substituted for s. 96ZA(2) by 2014 c. 21 Sch. 5 para. 40 s. 106B(3A) inserted by 2014 c. 21 Sch. 7 para. 94 s. 117G(2)(aa) inserted by 2014 c. 21 Sch. 5 para. 41(2) s. 117G(4)-(4D) substituted for s. 117(4) by 2014 c. 21 Sch. 5 para. 41(3) s. 117G(6)(aa) inserted by 2014 c. 21 Sch. 5 para. 41(4) s. 117K(2)(aa) inserted by 2014 c. 21 Sch. 5 para. 42(2) \_ s. 117K(5)(5A) substituted for s. 117(5) by 2014 c. 21 Sch. 5 para. 42(3) s. 117L(9) inserted by 2014 c. 21 Sch. 5 para. 43(3) s. 117N(4)(aa) inserted by 2014 c. 21 Sch. 5 para. 45(2) s. 117N(8)(aa) inserted by 2014 c. 21 Sch. 5 para. 45(3) s. 117N(11)(aa) inserted by 2014 c. 21 Sch. 5 para. 45(4) s. 117O(4)(aa) inserted by 2014 c. 21 Sch. 5 para. 46(2) s. 117O(8)(aa) inserted by 2014 c. 21 Sch. 5 para. 46(3) s. 117S(7)-(9) inserted by 2014 c. 21 Sch. 5 para. 49 s. 119(2)(ab) inserted by 2003 c. 37 s. 89(1)(a) s. 119(3) inserted by 2003 c. 37 s. 89(1)(b) s. 121(1)(ba) inserted by 2003 c. 37 s. 89(2)(a) s. 141DC inserted by 2021 c. 30 s. 83 s. 177K(7)(aa) inserted by 2014 c. 21 Sch. 5 para. 42(4) s. 207D and cross-heading inserted by 2014 c. 21 s. 39 \_ \_ s. 207D(5) word repealed by 2014 c. 21 Sch. 5 para. 52(a) s. 207D(5) words inserted by 2014 c. 21 Sch. 5 para. 52(b) s. 213(1ZA) inserted by 2014 c. 21 Sch. 7 para. 119(3)

\_

s. 213(1ZA) repealed by 2014 c. 21 Sch. 5 para. 53