

MINUTES OF A MEETING OF THE CLARENCE CITY COUNCIL HELD AT THE COUNCIL CHAMBERS, BLIGH STREET, ROSNY PARK, ON MONDAY 26 SEPTEMBER 2016
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HOURL CALLED: 7.30pm

PRESENT: The meeting commenced at 7.30pm with the Mayor (Ald D C Chipman) in the Chair and with Aldermen:

N M Campbell
H Chong
P Cusick
D Doust
D Hulme
R H James
P K McFarlane
J Peers
D Thurley
S von Bertouch
J Walker; present.

1. APOLOGIES Nil.

ORDER OF BUSINESS Items 1 – 13

IN ATTENDANCE

General Manager
(Mr A Paul)

Corporate Secretary
(Mr A van der Hek)

Acting Group Manager Asset Management
(Mr R Graham)

Manager City Planning
(Mr R Lovell)

Manager Health and Community Development
(Mr J Toohey)

Co-ordinator Council Support
(Ms J Ellis)

The Meeting closed at 8.46pm.

Prior to the commencement of the meeting, the Mayor made the following declaration:

“I acknowledge the Tasmanian Aboriginal Community as the traditional custodians of the land on which we meet today, and pay respect to elders, past and present”.

The Mayor also advised the Meeting and members of the public that Council Meetings, not including Closed Meeting, are audio-visually recorded and published to Council’s website.

COUNCIL MEETING
MONDAY 26 SEPTEMBER 2016

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1. ATTENDANCE AND APOLOGIES

Refer to cover page.

2. CONFIRMATION OF MINUTES

(File No 10/03/01)

RECOMMENDATION:

That the Minutes of the Council Meeting held on 5 September 2016, as circulated, be taken as read and confirmed.

Decision: **MOVED** Ald Chong **SECONDED** Ald Cusick

“That the Minutes of the Council Meeting held on 5 September 2016, as circulated, be taken as read and confirmed”.

CARRIED UNANIMOUSLY

3. MAYOR’S COMMUNICATION

The Mayor introduced a **Procedural Motion** to allow consideration of an urgent item, 11.3.8 (refer to Page 29)

Decision: **PROCEDURAL MOTION**
MOVED Ald Hulme **SECONDED** Ald McFarlane

“That pursuant to the provisions of Regulation (8) of the Local Government (Meeting Procedures) Regulations 2015, the Council gives Leave of the Meeting to consider the late item, 11.3.8, regarding Clarence Interim Planning Scheme – Kangaroo Bay Urgent Amendment”.

CARRIED UNANIMOUSLY

4. COUNCIL WORKSHOPS

In addition to the Aldermen's Meeting Briefing (workshop) conducted on Friday immediately preceding the Council Meeting the following workshops were conducted by Council since its last ordinary Council Meeting:

PURPOSE	DATE
Commercial Land at Glebe Hill	
Bellerive Oval Traffic Plan	
Council's Strategic Buildings – Bellerive Precinct	
Tenure of Alderman Appointments	
Voluntary Mergers	12 September
Mission Australia Draft Master Plan	
Voluntary Mergers	19 September

RECOMMENDATION:

That Council notes the workshops conducted.

Decision: **MOVED** Ald Chong **SECONDED** Ald McFarlane

“That the Recommendation be adopted”.

CARRIED UNANIMOUSLY

5. DECLARATIONS OF INTERESTS OF ALDERMAN OR CLOSE ASSOCIATE (File No)

In accordance with Regulation 8 of the Local Government (Meeting Procedures) Regulations 2015 and Council's adopted Code of Conduct, the Mayor requests Aldermen to indicate whether they have, or are likely to have a pecuniary interest (any pecuniary benefits or pecuniary detriment) or conflict of interest in any item on the Agenda.

INTEREST DECLARED: **NIL**

6. TABLING OF PETITIONS
(File No 10/03/12)

Nil.

7. PUBLIC QUESTION TIME

Public question time at ordinary Council meetings will not exceed 15 minutes. An individual may ask questions at the meeting. Questions may be submitted to Council in writing on the Friday 10 days before the meeting or may be raised from the Public Gallery during this segment of the meeting.

The Chairman may request an Alderman or Council officer to answer a question. No debate is permitted on any questions or answers. Questions and answers are to be kept as brief as possible.

7.1 PUBLIC QUESTIONS ON NOTICE

(Seven days before an ordinary Meeting, a member of the public may give written notice to the General Manager of a question to be asked at the meeting). A maximum of two questions may be submitted in writing before the meeting.

Questions on notice and their answers will be included in the minutes.

Nil.

7.2 ANSWERS TO QUESTIONS ON NOTICE

The Mayor may address Questions on Notice submitted by members of the public.

Nil.

7.3 ANSWERS TO PREVIOUS QUESTIONS TAKEN ON NOTICE

Nil.

7.4 QUESTIONS WITHOUT NOTICE

The Chairperson may invite members of the public present to ask questions without notice.

Questions are to relate to the activities of the Council. Questions without notice will be dependent on available time at the meeting.

Council Policy provides that the Chairperson may refuse to allow a question on notice to be listed or refuse to respond to a question put at a meeting without notice that relates to any item listed on the agenda for the Council meeting (note: this ground for refusal is in order to avoid any procedural fairness concerns arising in respect to any matter to be determined on the Council Meeting Agenda).

When dealing with Questions without Notice that require research and a more detailed response the Chairman may require that the question be put on notice and in writing. Wherever possible, answers will be provided at the next ordinary Council Meeting.

8. DEPUTATIONS BY MEMBERS OF THE PUBLIC
(File No 10/03/04)

Nil.

9. MOTIONS ON NOTICE

Nil.

10. REPORTS FROM OUTSIDE BODIES

This agenda item is listed to facilitate the receipt of both informal and formal reporting from various outside bodies upon which Council has a representative involvement.

10.1 REPORTS FROM SINGLE AND JOINT AUTHORITIES

Provision is made for reports from Single and Joint Authorities if required

Council is a participant in the following Single and Joint Authorities. These Authorities are required to provide quarterly reports to participating Councils, and these will be listed under this segment as and when received.

- **SOUTHERN TASMANIAN COUNCILS AUTHORITY**

Representative: Ald Doug Chipman, Mayor or nominee

Quarterly Reports

September Quarterly Report pending.

Representative Reporting

- **COPPING REFUSE DISPOSAL SITE JOINT AUTHORITY**

Representatives: Ald Jock Campbell
(Ald Peter Cusick, Deputy Representative)

Quarterly Reports

September Quarterly Report pending.

Representative Reporting

- **SOUTHERN WASTE STRATEGY AUTHORITY**

Representative: Ald Richard James
(Ald Sharyn von Bertouch, Proxy)

Quarterly Reports

September Quarterly Report pending.

Representative Reporting

- **TASWATER CORPORATION**

The Mayor tabled the 2015-2016 Annual Report.

10.2 REPORTS FROM COUNCIL AND SPECIAL COMMITTEES AND OTHER REPRESENTATIVE BODIES

Lindisfarne Community Activities Centre Management Committee

- Ald Peers tabled the Minutes of a Meeting held on 15 September 2016.

Tracks and Trails Committee

- Ald James tabled the Minutes of a Meeting held on 11 August 2016 and the Minutes of a Special Meeting held on 15 September 2016.

Clarence Positive Ageing Advisory Committee

- Ald von Bertouch tabled upcoming activities of the Committee.

11. REPORTS OF OFFICERS**11.1 WEEKLY BRIEFING REPORTS**

(File No 10/02/02)

The Weekly Briefing Reports of 5, 12 and 19 September 2016 have been circulated to Aldermen.

RECOMMENDATION:

That the information contained in the Weekly Briefing Reports of 5, 12 and 19 September 2016 be noted.

Decision: **MOVED** Ald Thurley **SECONDED** Ald Cusick

“That the Recommendation be adopted”.

CARRIED UNANIMOUSLY

11.2 DETERMINATION ON PETITIONS TABLED AT PREVIOUS COUNCIL MEETINGS

Nil.

11.3 PLANNING AUTHORITY MATTERS

In accordance with Regulation 25 (1) of the Local Government (Meeting Procedures) Regulations 2015, the Mayor advises that the Council intends to act as a Planning Authority under the Land Use Planning and Approvals Act 1993, to deal with the following items:

11.3.1 DEVELOPMENT APPLICATION D-2016/326 - 141 DERWENT AVENUE, LINDISFARNE - DWELLING ADDITIONS
(File No D-2016/326)**EXECUTIVE SUMMARY****PURPOSE**

The purpose of this report is to consider the application made for Dwelling additions at 141 Derwent Avenue, Lindisfarne.

RELATION TO PLANNING PROVISIONS

The land is zoned General Residential and subject to the Parking and Access Code under the Clarence Interim Planning Scheme 2015 (the Scheme). In accordance with the Scheme the proposal is a Discretionary development.

LEGISLATIVE REQUIREMENTS

The report on this item details the basis and reasons for the recommendation. Any alternative decision by Council will require a full statement of reasons in order to maintain the integrity of the Planning approval process and to comply with the requirements of the Judicial Review Act and the Local Government (Meeting Procedures) Regulations 2015.

Council is required to exercise a discretion within the statutory 42 day period which has been extended with the consent of the applicant and now expires on 29 September 2016.

CONSULTATION

The proposal was advertised in accordance with statutory requirements and 2 representations were received raising the following issues:

- impact upon solar access;
- privacy;
- visual impact;
- noise; and
- accuracy of plans.

RECOMMENDATION:

A. That the Development Application for Dwelling additions at 141 Derwent Avenue, Lindisfarne (CI Ref D-2016/326) be approved subject to the following conditions and advice.

1. GEN AP1 – ENDORSED PLANS.
2. GEN AP3 – AMENDED PLAN [the screening of the deck to a height of 1.7m above the finished surface level and with a uniform transparency of no more than 25 percent along the side of the deck facing the western boundary].

- B. That the details and conclusions included in the Associated Report be recorded as the reasons for Council's decision in respect of this matter.

Decision: **MOVED** Ald Peers **SECONDED** Ald Cusick

“That the Recommendation be adopted”.

CARRIED UNANIMOUSLY

11.3.2 DEVELOPMENT APPLICATION D-2016/325 - 6A LENNA STREET, ROSE BAY (CT 171609/2) - DWELLING
(File No D-2016/325)**EXECUTIVE SUMMARY****PURPOSE**

The purpose of this report is to consider the application made for a Dwelling at 6A Lenna Street, Rose Bay (CT 171609/2).

RELATION TO PLANNING PROVISIONS

The land is zoned General Residential Zone and subject to the Parking and Access Code and Stormwater Management Code under the Clarence Interim Planning Scheme 2015 (the Scheme). In accordance with the Scheme the proposal is a Discretionary development.

LEGISLATIVE REQUIREMENTS

The report on this item details the basis and reasons for the recommendation. Any alternative decision by Council will require a full statement of reasons in order to maintain the integrity of the Planning approval process and to comply with the requirements of the Judicial Review Act and the Local Government (Meeting Procedures) Regulations 2015.

Council is required to exercise a discretion within the statutory 42 day period which expires with the consent of the applicant on the 28 September 2016.

CONSULTATION

The proposal was advertised in accordance with statutory requirements and 1 representation was received raising the following issues:

- excessive height;
- loss of privacy;
- loss of sunlight;
- visual impacts and loss of views; and
- inadequate on-site car parking.

RECOMMENDATION:

- A. That the Development Application for Dwelling at 6A Lenna Street, Rose Bay (CT 171609/2) (CI Ref D-2016/325) be approved subject to the following conditions and advice.
1. GEN AP1 – ENDORSED PLANS.
 2. The development must meet all required Conditions of Approval specified by TasWater notice dated 19 August 2016 (TWDA 2016/01115-CCC).
- B. That the details and conclusions included in the Associated Report be recorded as the reasons for Council's decision in respect of this matter.

/ Refer to Page 19 for decision on this Item...

**DEVELOPMENT APPLICATION D-2016/325 - 6A LENNA STREET, ROSE BAY
(CT 171609/2) – DWELLING /contd...**

Decision:

MOVED Ald McFarlane **SECONDED** Ald Thurley

“That the Recommendation be adopted”.

CARRIED UNANIMOUSLY

11.3.3 DEVELOPMENT APPLICATION D-2016/233 - 56 ESPLANADE, LINDISFARNE - DEMOLITION OF EXISTING DWELLING AND CONSTRUCTION OF 2 MULTIPLE DWELLINGS
(File No D-2016/233)**EXECUTIVE SUMMARY****PURPOSE**

The purpose of this report is to consider the application made for the demolition of the existing dwelling and construction of 2 Multiple Dwellings at 56 Esplanade, Lindisfarne.

RELATION TO PLANNING PROVISIONS

The land is zoned General Residential and subject to the Parking and Access Code, Stormwater Management Code, Inundation Prone Areas Code and Coastal Erosion Hazard Code under the Clarence Interim Planning Scheme 2015 (the Scheme). In accordance with the Scheme the proposal is a Discretionary development.

LEGISLATIVE REQUIREMENTS

The report on this item details the basis and reasons for the recommendation. Any alternative decision by Council will require a full statement of reasons in order to maintain the integrity of the Planning approval process and to comply with the requirements of the Judicial Review Act and the Local Government (Meeting Procedures) Regulations 2015.

Council is required to exercise a discretion within the statutory 42 day period which has been extended to 28 September 2016 with the written agreement of the applicant.

CONSULTATION

The proposal was advertised in accordance with statutory requirements and 2 representations were received raising the following issues:

- overshadowing; and
- identification of correct side and rear boundaries.

RECOMMENDATION:

A. That the Development Application for the demolition of existing dwelling and construction of 2 Multiple Dwellings at 56 Esplanade, Lindisfarne (CI Ref D-2016/233) be approved subject to the following conditions and advice.

1. GEN AP1 – ENDORSED PLANS.
2. ENG A2 – CROSSOVER CHANGE [5.5m].
3. ENG A5 – SEALED CAR PARKING.
4. ENG A7 – REDUNDANT CROSSOVER.
5. ENG S1 – INFRASTRUCTURE REPAIR.
6. ENG S11 – SEALING OF SERVICES.

7. ENG M1 – DESIGNS DA [Access, carpark and driveways and service upgrades or relocations].
8. ENG M5 – EROSION CONTROL.
9. The footings for this development are to be designed by a certified engineer with suitable experience in coastal, civil and/or hydraulic engineering, in order to ensure that the footings extend to a stable foundation layer and will not be affected by coastal erosion or inundation. Engineering certification must be provided to the satisfaction of Council's Group Manager Asset Management prior to the issue of a Building Permit.
10. The development must meet all required Conditions of Approval specified by TasWater notice dated 15 June 2016 (TWDA 2016 00814-CCC).
11. **ADVICE** – It is advised that a legal agreement is in place which binds the property owner with the owner of 81 and 83-85 East Derwent Highway, Lindisfarne to reconstruct the existing side and rear boundary fencing separating these 2 properties as a result of any redevelopment of the site. It is advised that you seek legal advice concerning this agreement.

- B. That the details and conclusions included in the Associated Report be recorded as the reasons for Council's decision in respect of this matter.

Decision:	MOVED Ald Hulme SECONDED Ald Thurley	
	"That the Recommendation be adopted".	
	CARRIED	
	FOR	AGAINST
	Ald Campbell	Ald James
	Ald Chipman	
	Ald Chong	
	Ald Cusick	
	Ald Doust	
	Ald Hulme	
	Ald McFarlane	
	Ald Peers	
	Ald Thurley	
	Ald von Bertouch	
	Ald Walker	

11.3.4 DEVELOPMENT APPLICATION D-2016/292 - 25 BRIDGE STREET, RICHMOND - CHANGE OF USE TO VISITOR ACCOMMODATION AND GENERAL RETAIL AND HIRE AND FUNCTION CENTRE

(File No D-2016/292)

EXECUTIVE SUMMARY**PURPOSE**

The purpose of this report is to consider the application made for a Change of Use to Visitor Accommodation and General Retail and Hire at 25 Bridge Street, Richmond and includes the use of the retail component for occasional functions.

RELATION TO PLANNING PROVISIONS

The land is zoned Community Purpose and subject to the Historic Heritage Code under the Clarence Interim Planning Scheme 2015 (the Scheme). In accordance with the Scheme the proposal is a Discretionary development.

LEGISLATIVE REQUIREMENTS

The report on this item details the basis and reasons for the recommendation. Any alternative decision by Council will require a full statement of reasons in order to maintain the integrity of the Planning approval process and to comply with the requirements of the Judicial Review Act and the Local Government (Meeting Procedures) Regulations 2015.

Council is required to exercise a discretion within the statutory 42 day period which was extended with the consent of the applicant until 28 September 2016.

CONSULTATION

The proposal was advertised in accordance with statutory requirements and 2 representations were received raising the following issues:

- noise from parties/functions at night;
- impact of internal alterations on heritage value of the church; and
- use of building not consistent with zoning of site.

RECOMMENDATION:

A. That the Development Application for Change of Use to Visitor Accommodation and General Retail and Hire at 25 Bridge Street, Richmond (CI Ref D-2016/292) be approved subject to the following conditions and advice.

1. GEN AP1 – ENDORSED PLANS.
2. GEN S1 – SIGN CONSENT.
3. GEN AM5 – TRADING HOURS
[8.00am to 8.00pm]
[9.00am to 6.00pm]
[10.00am to 5.00pm]
[10.00am to 5.00pm].

4. ENG A1 – NEW CROSSOVER [TSD – R03V1] Replace the first word “Each” with “The”. Add “and the Richmond Townscape Study” after “(copy available from Council)”.
 5. ENG A6 – GRAVELLED CAR PARKING.
 6. ENG M1 – DESIGNS DA.
 7. LAND 1A – LANDSCAPE PLAN add additional dot point “materials used in the car parking space to have regard to the Richmond Townscape Study”.
 8. LAND 3 – LANDSCAPE BOND (COMMERCIAL).
 9. The development must meet all conditions specified by the Tasmanian Heritage Council notice dated 1 September 2016 (THC ref 5073).
 10. The development must meet all required Conditions of Approval specified by TasWater notice dated 19 July 2016 (TWDA 2016/01012-CCC).
 11. ADVICE – An application for works in the Council road reserve must be submitted and approved by Council’s Group Manager Asset Management prior to the commencement of any works and must have regard to the Richmond Townscape Study.
 12. ADVICE 6 – FOOD REGISTRATION ADVICE.
- B. That the details and conclusions included in the Associated Report be recorded as the reasons for Council’s decision in respect of this matter.

Decision:	MOVED Ald Chong SECONDED Ald McFarlane “That the Recommendation be adopted”. CARRIED UNANIMOUSLY
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11.3.5 DEVELOPMENT APPLICATION D-2016/291 - 65 RIAWENA ROAD, MONTAGU BAY - 3 MULTIPLE DWELLINGS (1 EXISTING AND 2 NEW)
(File No D-2016/291)**EXECUTIVE SUMMARY****PURPOSE**

The purpose of this report is to consider the application made for 3 Multiple Dwellings (1 existing and 2 new) at 65 Riawena Road, Montagu Bay.

RELATION TO PLANNING PROVISIONS

The land is zoned General Residential and subject to the Parking and Access Code under the Clarence Interim Planning Scheme 2015 (the Scheme). In accordance with the Scheme the proposal is a Discretionary development.

LEGISLATIVE REQUIREMENTS

The report on this item details the basis and reasons for the recommendation. Any alternative decision by Council will require a full statement of reasons in order to maintain the integrity of the Planning approval process and to comply with the requirements of the Judicial Review Act and the Local Government (Meeting Procedures) Regulations 2015.

Council is required to exercise a discretion within the statutory 42 day period which was extended with the consent of the applicant until 28 September 2016.

CONSULTATION

The proposal was advertised in accordance with statutory requirements and 1 representation with 15 signatures was received raising the following issues:

- density;
- lack of on-street car parking;
- increased risk to cyclists due to additional dwellings; and
- impact on buses and pedestrians from the additional traffic generated by development.

RECOMMENDATION:

A. That the Development Application for 3 Multiple Dwellings (1 existing and 2 new) at 65 Riawena Road, Montagu Bay (Cl Ref D-2016/291) be approved subject to the following conditions and advice.

1. GEN AP1 – ENDORSED PLANS.
2. GEN AP3 – AMENDED PLAN
 - [• a screen with a minimum height of 1.7m located on the southern side of Parking space 2;
 - a storage area, for waste and recycling bins in accordance with Clause 10.4.8 of the Scheme].
3. ENG A1 – NEW CROSSOVER [TSD-R09] Replace 3m with 3.6m.
4. ENG A5 – SEALED CAR PARKING.

5. ENG S1 – INFRASTRUCTURE REPAIR.
 6. ENG S4 – STORMWATER CONNECTION.
 7. ENG M1 – DESIGNS DA.
 8. The development must meet all required Conditions of Approval specified by TasWater notice dated 21 July 2016 (TWDA 2016/01006).
- B. That the details and conclusions included in the Associated Report be recorded as the reasons for Council’s decision in respect of this matter.

Decision:	MOVED Ald Thurley SECONDED Ald Walker	
	“That the Recommendation be adopted”.	
	CARRIED	
	FOR	AGAINST
	Ald Campbell	Ald James (abstained)
	Ald Chipman	
	Ald Chong	
	Ald Cusick	
	Ald Doust	
	Ald Hulme	
	Ald McFarlane	
	Ald Peers	
	Ald Thurley	
	Ald von Bertouch	
	Ald Walker	

**11.3.6 AMENDMENT APPLICATION A-2016/1 – INTRODUCTION OF THE
BELLERIVE BLUFF SPECIFIC AREA PLAN**
(File No A-2016/1)**EXECUTIVE SUMMARY****PURPOSE**

The purpose of this report is to consider the adoption of the Bellerive Bluff precinct Neighbourhood Character and Urban Design Framework Study by Leigh Woolley dated April 2016 and the introduction of a Bellerive Bluff Specific Area Plan, as a planning scheme amendment.

RELATION TO PLANNING PROVISIONS

The land the subject of this application is Bellerive Bluff (the Bluff) and can broadly be described as containing the residential area development fronting and to the west of Queen Street and Battery as shown in the attachments.

The majority of the Bluff is zoned General Residential under the provisions of the Clarence Interim Planning Scheme 2015 (the Scheme), the Battery and foreshore environs are zoned Open Space and the remainder is zoned Community Purpose comprising of the Church at 8 Petchy Street and the Cottage School at 4 Queen Street. The Bluff contains 38 Properties identified in the Scheme's Historic Heritage Code and parts of the foreshore areas are subject to the Waterway and Protection, Inundation and Coastal Erosion Hazard Codes.

LEGISLATIVE REQUIREMENTS

The report on this item details the basis and reasons for the recommendation. Any alternative decision by Council will require a full statement of reasons in order to maintain the integrity of the Planning approval process and to comply with the requirements of the Judicial Review Act and the Local Government (Meeting Procedures) Regulations 2015.

CONSULTATION

Applications for a planning scheme amendment are not formally open for public comment until after Council has agreed to certify the Amendment and it has been publicly advertised.

RECOMMENDATION:

- A. That Council adopt the Bellerive Bluff precinct Neighbourhood Character and Urban Design Framework Study by Leigh Woolley dated April 2016 (the Report), noting that the Report provides the foundation for a suitable planning scheme amendment that recognises and reinforces the setting and character of Bellerive Bluff.
- B. That Council resolves, under Section 30O (1) of the Land Use Planning and Approvals Act, 1993 that the draft Amendment A-2016/1 is practical and consistent with the Southern Tasmanian Regional Land Use Strategy 2010-2035.

- C. That Council resolves, under Section 34(1)(b) of the Land Use Planning and Approvals Act, 1993 to initiate draft Amendment A-2016/1.
- D. That Council resolves, under Section 35(1) of the Land Use Planning and Approvals Act, 1993 that draft Amendment A-2016/1 meets the requirements specified under Section 32.
- E. That Council resolves, under Section 35(2) of the Land Use Planning and Approvals Act, 1993 to prepare and certify draft Amendment A-2016/1 and sign the instrument as required.
- F. That Council request the Tasmanian Planning Commission to prepare a Planning Purposes Notice pursuant to Section 30EA specifying that the Bellerive Bluff Specific Area Plan controls over-ride the relevant provisions in the underlying General Residential Zone, as detailed at Section 3.2 of the officer's report.
- G. That Council exhibit the Report concurrently with statutory exhibition of Draft Amendment A-2016/1.
- H. That the details and conclusions included in the Associated Report be recorded as the reasons for Council's decision in respect of this matter.

Decision: **MOVED** Ald McFarlane **SECONDED** Ald Thurley

“That the Recommendation be adopted”.

CARRIED UNANIMOUSLY

11.3.7 RICHMOND TOWNSCAPE STUDY REVIEW

(File No 20-09-02)

EXECUTIVE SUMMARY**PURPOSE**

The purpose of this report is to review and update the materials schedule of the Richmond Townscape Study (RTS) 2014.

RELATION TO PLANNING PROVISIONS

The streetscape principles and materials proposed by the Study will provide a consistent basis for future works within the road reserve. Such works will include on-going maintenance and new projects.

LEGISLATIVE REQUIREMENTS

There are no legislative requirements which are applicable to the Study.

CONSULTATION

The Richmond Advisory Committee has previously been consulted and provided feedback when the Study was reviewed in 2014.

FINANCIAL IMPLICATIONS

The proposed changes identify uniformity of materials but do not set budgets or work schedules. Whilst there are resource implications in undertaking streetscape works the Study does not identify annual works and budgets.

RECOMMENDATION:

- A. That Council adopts the revised materials schedule.
- B. That the Richmond Townscape Study be revised to include the updated materials schedule.
- C. That the revised Richmond Townscape Study be displayed on Council's website and the Richmond Advisory Committee be notified.
- D. That Council delegate to the Group Manager Asset Management the decision to vary the materials schedule where necessary if materials cannot be reasonably sourced or where the desired outcomes (such as colour mixes) cannot be achieved within the specifications prescribed.
- E. That the details and conclusions included in the Associated Report be recorded as the reasons for Council's decision in respect of this matter.

Decision: **MOVED** Ald Chong **SECONDED** Ald von Bertouch

“That the Recommendation be adopted”.

CARRIED UNANIMOUSLY

Refer to Page 5 for the Procedural Motion on this Item.

11.3.8 URGENT ITEM - CLARENCE INTERIM PLANNING SCHEME - KANGAROO BAY URGENT AMENDMENT

(File No 20-10-23)

EXECUTIVE SUMMARY**PURPOSE**

The purpose of this report is to consider requesting the Tasmanian Planning Commission to initiate an Urgent Amendment under Section 30IA of the Land Use Planning and Approvals Act, 1993 to the Clarence Interim Planning Scheme 2015 (CIPS2015).

RELATION TO PLANNING PROVISIONS

This report is limited to a potential Amendment to the Scheme's Particular Purpose Zone 4 – Kangaroo Bay Use Table at Section 35.2.

LEGISLATIVE REQUIREMENTS

This item is presented to Council as an urgent matter of business in accordance with Regulation 8(6) of the Local Government (Meeting Procedures) Regulations 2015. The nature and details of this matter were not known at the time of Agenda preparation of this meeting. The General Manager has certified under Section 65 of the Local Government Act, 1993 that the qualified advice required in this matter has been obtained and taken into account in the preparation of this report.

The report on this item details the basis and reasons for the recommendation. Any alternative decision by Council will require a full statement of reasons in order to maintain the integrity of the Planning approval process and to comply with the requirements of the Judicial Review Act and the Local Government (Meeting Procedures) Regulations 2015.

CONSULTATION

If approved by the Minister, public notification of the amendment will be required to be published in "The Mercury" as prescribed under Section 30IA(f) of the Land Use Planning and Approvals Act, 1993.

RECOMMENDATION:

- A. That Council request the Tasmanian Planning Commission to initiate an Urgent Amendment under Section 30IA of the Land Use Planning and Approvals Act 1993 as detailed in Attachment 2 to this report.
- B. That the details and conclusions included in the Associated Report be recorded as the reasons for Council's decision in respect of this matter.

/ Refer to Page 30 for Decision on this Item...

**URGENT ITEM - CLARENCE INTERIM PLANNING SCHEME - KANGAROO BAY
URGENT AMENDMENT /contd...**

Decision:	MOVED Ald Chong SECONDED Ald Hulme	
	“That the Recommendation be adopted”.	
	CARRIED	
	FOR	AGAINST
	Ald Campbell	Ald von Bertouch
	Ald Chipman	
	Ald Chong	
	Ald Cusick	
	Ald Doust	
	Ald Hulme	
	Ald James	
	Ald McFarlane	
	Ald Peers	
	Ald Thurley	
	Ald Walker	

Council now concludes its deliberations as a Planning Authority under the Land Use Planning and Approvals Act, 1993.

11.4 CUSTOMER SERVICE

Nil Items.

11.5 ASSET MANAGEMENT

Nil Items.

11.6 FINANCIAL MANAGEMENT

The General Manager tabled the Audit Report and Financial Statements for the year ended 30 June 2016.

Independent Auditor's Report

To the Aldermen of Clarence City Council

Financial Report for the Year Ended 30 June 2016

Report on the Financial Report

I have audited the accompanying financial report of Clarence City Council (Council), which comprises the balance sheet as at 30 June 2016 and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the General Manager's statement.

Auditor's Opinion

In my opinion Council's financial report:

- (a) presents fairly, in all material respects, its financial position as at 30 June 2016 and financial performance, cash flows and changes in equity for the year then ended
- (b) is in accordance with the *Local Government Act 1993* and Australian Accounting Standards.

The Responsibility of the General Manager for the Financial Report

The General Manager is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Section 84 of the *Local Government Act 1993*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based upon my audit. My audit was conducted in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance as to whether the financial report is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on my judgement, including the assessment of risks of material misstatement of the financial report, whether due to fraud or error. In making those

...1 of 2

risk assessments, I considered internal control relevant to the General Manager's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate to the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Council's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the General Manager, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

My audit responsibility does not extend to the budget figures included in the income statement and the asset renewal funding ratio disclosed in note 40 to the financial report and accordingly, I express no opinion on them. Furthermore, I express no opinion on the General Manager's determination that Council did not have any Significant Business Activities for inclusion in the financial report as required by Section 84(2)(da) of the *Local Government Act 1993*.

Independence

In conducting this audit, I have complied with the independence requirements of Australian Auditing Standards and other relevant ethical requirements.

The *Audit Act 2008* promotes the independence of the Auditor-General. The Auditor-General is the auditor of all Tasmanian public sector entities and can only be removed by Parliament. The Auditor-General may conduct an audit in any way considered appropriate and is not subject to direction by any person about the way in which audit powers are to be exercised. The Auditor-General has for the purposes of conducting an audit, access to all documents and property and can report to Parliament matters which in the Auditor-General's opinion are significant.

Tasmanian Audit Office



E R DeSanti
Deputy Auditor-General
Delegate of the Auditor-General

Hobart
20 September 2016



CLARENCE CITY COUNCIL


FINANCIAL STATEMENTS

FOR THE YEAR

1 JULY 2015 TO 30 JUNE 2016

CLARENCE CITY COUNCIL
FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 JUNE 2016

Pursuant to Section 84(3) of the *Local Government Act 1993* I certify that the attached financial statements fairly represent the financial position of the Council as at 30 June 2016, and the results of the Council's operations and its cash flow for the year then ended.


.....

ANDREW PAUL
GENERAL MANAGER
15 AUGUST 2016

Clarence City Council
Income Statement
For the year ended 30 June 2016

Page 2

	Notes	Budget* 2016 \$'000	2016 \$'000	2015 \$'000
Continuing Operations				
Recurrent Income				
Rates	3	44,744	44,629	44,091
User charges	4	4,987	5,131	5,170
Interest		2,046	2,010	2,213
Government subsidies		2,269	2,670	2,404
Grants	5	3,773	5,090	7,677
Dividends		3,300	3,317	3,318
Contributions of capital		200	1,671	219
Other revenues from continuing activities		457	491	398
Total recurrent income	2	61,776	65,008	65,490
Capital Income				
Contribution and recognition of assets	6	-	8,450	4,941
Recognition of land under roads	16,18	-	-	97,690
Share of net result of associates accounted for using the equity method	7	-	168	39
Gain/(Loss) on retirement or disposal of assets	8	-	(2,319)	(2,015)
Total capital income		-	6,299	100,655
Total Income		61,776	71,307	166,145
Expenditure				
Employee costs		16,441	16,354	15,691
Depreciation	9	11,925	12,135	11,668
Materials		2,014	2,381	2,344
Contracts		9,713	10,283	9,082
Finance costs		30	34	38
State Government charges and levies		4,981	4,956	4,794
Other expenses from continuing activities	10	10,401	10,525	10,337
Total expenditure	2	55,505	56,669	53,954
Surplus/(Deficit)		6,271	14,638	112,191
Other Comprehensive Income				
<i>Items that will not be reclassified to profit or loss</i>				
Fair value revaluation of fixed assets		-	2,224	11,650
Fair value revaluation investment in Water Corporation	11	-	2,788	1,305
		-	5,012	12,955
Comprehensive Surplus/(Deficit)		6,271	19,650	125,146

* Budget information is not audited.

The above statement should be read in conjunction with accompanying notes.

	Notes	2016 \$'000	2015 \$'000
Current Assets			
Cash and cash equivalents	1(h),12,13	58,384	55,824
Receivables	13,14	3,958	6,236
Prepayments		167	446
Other	15	418	497
Total Current Assets		62,926	63,003
Non-Current Assets			
Land	16,17	71,447	71,142
Land under roads	16,18	100,270	99,358
Buildings	16,19	32,338	30,588
Roads	16,20	193,087	181,287
Waste management	16,21	723	741
Stormwater infrastructure	16,22	97,271	93,505
Plant, equipment & furniture	16,23	1,410	1,824
Parks & recreation equipment	16,24	12,700	10,767
Capital work in progress	16	4,184	7,756
Receivables	13,25	1,045	1,317
Ownership interest in associates	7	1,982	1,815
Investment Water Corporation	11,13	166,605	163,816
Total Non-Current Assets		683,061	663,916
Total Assets	2	745,987	726,919
Current Liabilities			
Payables	26	5,532	5,979
Interest bearing liabilities	13,27	183	171
Provisions	28	3,782	3,784
Total Current Liabilities		9,497	9,934
Non-Current Liabilities			
Interest bearing liabilities	13,27	188	371
Provisions	29	757	719
Total Non-Current Liabilities		945	1,090
Total Liabilities		10,442	11,024
Net Assets		735,544	715,895
Equity			
Accumulated surpluses		515,519	499,318
Reserves	30	220,025	216,577
Total Equity		735,544	715,895

The above statement should be read in conjunction with the accompanying notes

Clarence City Council
Statement of Changes in Equity
For the year ended 30 June 2016

Page 4

	Accumulated Surplus		Asset Revaluation Reserve (note 30)		Fair Value Reserve (note 30)		Other Reserves (note 30)		Total	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at beginning of the financial year	499,318	403,775	220,552	192,611	(36,751)	(38,056)	32,772	32,415	715,894	590,747
Surplus for the year	14,638	112,191	-	-	-	-	-	-	14,638	112,191
Other comprehensive income										
Fair value revaluation of fixed assets	-	-	2,224	11,650	-	-	-	-	2,224	11,650
Fair value revaluation water corporation	-	-	-	-	2,788	1,305	-	-	2,788	1,305
Transfers to reserves	(12,284)	(12,149)	-	-	-	-	12,284	12,149	-	-
Transfers from reserves	11,092	11,792	-	-	-	-	(11,092)	(11,792)	-	-
Retirement & derecognition of assets	2,754	(16,291)	(2,754)	16,291	-	-	-	-	-	-
Balance at end of the financial year	515,519	499,318	220,022	220,552	(33,963)	(36,751)	33,963	32,772	735,544	715,894

* Balances may vary due to rounding
The above statement should be read in conjunction with accompanying notes.

	Notes	Inflows (Outflows) 2016 \$'000	Inflows (Outflows) 2015 \$'000
Cash flows from operating activities			
Receipts			
Rates		44,951	43,551
User charges (inclusive of GST)		5,126	5,394
Interest received		2,087	2,114
Government subsidies		2,670	2,404
Government grants (inclusive of GST)		5,090	4,486
Net GST refund (payment)		3,272	3,120
Other (inclusive of GST)		7,609	4,389
		<u>70,805</u>	<u>65,458</u>
Payments			
Wages and salaries		(16,334)	(15,135)
Interest		(80)	(38)
Other		(31,468)	(29,882)
		<u>(47,882)</u>	<u>(45,055)</u>
Net cash provided (used) by operating activities	31	<u>22,923</u>	<u>20,403</u>
Cash flows from investing activities			
Payments for property, plant & equipment		(20,268)	(18,973)
Proceeds from sale of property, plant & equipment		76	-
Net cash provided (used) by investing activities		<u>(20,192)</u>	<u>(18,973)</u>
Cash flows from financing activities			
Repayment of borrowings		(171)	(161)
Government grants - capital		-	791
Net cash provided (used) by financing activities		<u>(171)</u>	<u>630</u>
Net increase (decrease) in cash and cash equivalents		2,560	2,060
Cash and cash equivalents at beginning of reporting period		55,824	53,764
Cash and cash equivalents at end of reporting period	1(h),12	<u>58,384</u>	<u>55,824</u>
Restrictions on Cash	12		
Financing Arrangements	27		

The above statement should be read in conjunction with the accompanying notes.

Introduction

The Clarence City Council was established as a Local Government under the *Local Government Act 1993*. Council's main office is located at Bligh St, Rosny Park.

The functions and powers of the Council are prescribed by Section 20 of the *Local Government Act 1993* and include providing for the health, safety and welfare of the community; representing and promoting the interests of the community; providing for the peace, order and good government of the municipal area; and consulting, involving and being accountable to the community.

This financial report is a general purpose financial report that consists of the Income Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement, and notes accompanying these financial statements. The general purpose financial report complies with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board (AASB), and the *Local Government Act 1993* (as amended). Council has determined that it does not have profit generation as a prime objective. Consequently, where appropriate, Council has elected to apply options and exemptions within accounting standards that are applicable to not-for-profit entities. As a result this financial report does not fully comply with International Financial Reporting Standards.

1 Summary of Significant Accounting Policies

a) Basis of Accounting

These general purpose financial statements have been prepared on an accruals basis in accordance with the Framework for the Preparation and Presentation of Financial Statements, Australian Accounting Standards and other authoritative pronouncements of the AASB. They are presented in Australian dollars.

Except for certain assets, including infrastructure assets, which are valued at fair value in accordance with AASB 116 Property, Plant and Equipment and AASB 13 Fair Value Measurement as disclosed in the relevant notes, the statements have been prepared in accordance with the historical cost convention. Stores and materials are valued at weighted average cost assuming items first purchased are first consumed.

In the application of accounting standards and other authoritative pronouncements of the AASB management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

1 Summary of Significant Accounting Policies/Cont...

b) The Local Government Reporting Entity

These financial statements include only Clarence City Council; Council has no subsidiaries. All Funds through which Council controls resources to carry on its functions have been included in the financial statements forming part of this financial report. In the process of reporting on Council as a single unit, all transactions and balances between those Funds (for example, loans and transfers between Funds) have been eliminated.

Amounts received as tender deposits and retention amounts controlled by Council are included in the amount disclosed as "payables" within current liabilities.

Associates are accounted for using the equity method in accordance with AASB 128 Investments in Associates and Joint Ventures. Council's share of profits or losses is recognised in its income statement. Council's share of movements in an Associate's equity that has not been recognised in the Associate's profit or loss is recognised directly in equity.

c) Acquisitions of Assets

The cost method of accounting is used for the recognition of assets acquired. Cost is determined as the fair value of the assets given up at the date of acquisition plus costs incidental to the acquisition. Architects' fees and engineering design fees are included in the costs of assets acquired. Assets acquired without cost are brought to account as revenue and recognised as non-current assets at their current replacement cost.

Council generally considers asset capitalisation at a threshold of \$20,000, however this is subject to the exercise of professional judgement based on the extent to which such expenditure creates or enhances an asset. Capital expenditure not meeting these criteria is charged to the Income Statement in the year it is incurred (other than where it forms part of a group of similar items which are material in total).

Where assets are constructed by Council, cost includes all design costs, materials used in construction, direct labour, borrowing costs incurred during construction, and an appropriate share of attributable variable and fixed overheads.

d) Revaluations of Non-current Assets

Revaluation of a class of assets occurs at such time as there has been a significant movement in current replacement cost of that asset class relative to the value disclosed in the financial statements. Variables influencing such movements in current replacement cost will include inflation, changes in available technology and materials, and general industry movements and trends. Each class of assets will normally be subject to a revaluation with sufficient regularity as to meet the objectives of this policy, or otherwise at intervals normally of no greater than five years. However, market indices are applied as appropriate to reflect significant market movements.

Land and buildings are recognised at the Valuer-General's valuation and have been indexed where appropriate. The initial valuations are based on market value. The recoverable amount test has not been applied to assets whose future economic benefits are not primarily dependent on their ability to generate net cash inflows. This is in accordance with AASB136 Impairment of Assets paragraph 32.1.

1 **Summary of Significant Accounting Policies/Cont...**

Non-current assets are derecognised upon disposal or when no future economic benefits are expected to arise from their continued use. Any gain or loss arising from the derecognition of assets is recognised in the Income Statement.

e) **Impairment of Assets**

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognised equal to the amount by which an asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For non-cash generating assets such as roads and public buildings value in use is represented by the deprival value of the asset approximated by its written down replacement cost.

f) **Depreciation of Non-current Assets**

All non-current assets having a limited useful life are systematically depreciated over their useful lives in a manner that reflects the consumption of the service potential embodied in those assets. Depreciation is recognised on a straight-line basis.

Major depreciation periods are:

Asset	Years	Asset	Years
Roads		Parks Equipment	10-30
Road Seal	30	Plant & Equipment	10
Road Pavement	70	Stormwater	75
Bridges	80	Waste Management	15
Footpaths	20-60	Buildings	100

g) **Employee Benefits**

Employee benefits are calculated in accordance with AASB 119 Employee Benefits and include entitlements to wages and salaries, annual leave, long service leave, superannuation and any other post-employment benefits as applicable. On-costs relating to employee benefits, such as workers compensation insurance, are calculated and included as liabilities but are not classified as employee entitlements. Liabilities owed to employees are recognised at the remuneration rate that Council expects to pay when the obligation is settled.

i) *Wages and Salaries, Annual Leave and Sick Leave*

Liabilities for wages and salaries and annual leave expected to be settled within 12 months are measured at their nominal value using remuneration rates expected to be paid when entitlements are taken. There is no liability for sick leave as sick leave is non-vesting. Annual leave not expected to be settled within 12 months is measured using the present value method.

1 Summary of Significant Accounting Policies/Cont...

ii) Long Service Leave

A liability for long service leave is recognised, and is measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using interest rates on national government guaranteed securities with terms to maturity that match, as closely as possible, the estimated future cash outflows. Where Council does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as being current. To the extent that it is expected that settlement of leave will give rise to the payment of superannuation contributions, superannuation contributions are accrued as part of the provision for leave.

iii) Retirement Benefit Obligations

Employees of the Council may be entitled to benefits on retirement, disability or death through schemes external to the Council. Council contributes to a defined benefits superannuation fund and various defined contribution funds on behalf of its employees. All funds to which Council contributes are operated independently of Council.

Since the defined benefits superannuation fund to which Council contributes is fully funded and is recognised as a multi-employer scheme no liability is required to be recognised. No asset is recognised as the surplus attributable to each contributing council cannot be accurately calculated. Further disclosure regarding this matter is made at note 33. Council has no further obligations with respect to defined contribution funds.

h) Cash Equivalent Investments

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities generally of three months or less and/or that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

i) Trade and other receivables

Receivables are carried at cost. A provision for impairment is recognised when there is objective evidence that an impairment loss has occurred.

j) Leases

A distinction is made between finance leases which effectively transfer from the lessor to the lessee substantially all the risks and benefits incident to ownership of leased non-current assets (finance leases), and operating leases under which the lessor effectively retains all such risks and benefits. Council has no finance leases.

Operating leases as lessee

Operating lease payments are representative of the pattern of benefits derived from the leased assets and accordingly are charged to expenses from ordinary activities in the periods in which they are incurred.

1 Summary of Significant Accounting Policies/Cont...

Operating leases as lessor

Council owns a range of facilities that are available for lease by not-for-profit sport, recreational and community organisations. Leases to not-for-profit organisations may not reflect optimal financial arrangements and may have low lease payments. Such arrangements are in recognition of the public benefit provided by such facilities. Land and buildings which are leased under these arrangements are recognised within property, plant and equipment in the Balance Sheet, and associated rental income is recognised in accordance with Council's revenue recognition policy.

k) Income Recognition

Rates, grants, donations, contributions arising from Council's adopted headworks charges policy and other contributions are recognised as income when Council obtains control over the assets comprising the contributions. Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates. Control over granted assets is normally obtained upon their receipt or upon prior notification that a grant has been secured.

Settlement of rates receivable is by 4 instalments throughout the year or a single instalment payable in July. Sundry receivables are payable within 30 days of issue of the account. Interest applies to overdue rates. A provision for impairment on rates has not been established as unpaid rates represent a charge against the rateable property that will be recovered when the property is next sold.

Unreceived contributions over which Council has control are recognised as receivables. Contributions of services are only recognised as income when the fair value of those services can be reliably determined and when those services would have been purchased if they had not been donated. They are measured at fair value.

Non-monetary contributions (including developer contributions) with a value in excess of the recognition thresholds are recognised as revenue and as non-current assets. Non-monetary contributions below the thresholds are recorded as revenue.

Contributions by owners are recognised as a direct adjustment to equity when the contributed assets qualify for recognition. Distributions to owners are recognised as direct adjustments to equity when the associated reduction in assets, rendering of services or increase in liabilities qualifies for recognition. In the event of a restructure of administrative arrangements any resulting contribution by or distribution to another entity is recognised in equity. The net amount is recognised when both assets and liabilities are transferred as a result of such a restructure.

User charges

User charges are recognised as income when the service has been provided or when the penalty has been applied, or when the payment is received, whichever first occurs. A provision for impairment is recognised when collection in full is no longer probable.

l) Payables

Trade creditors represent liabilities for goods or services provided to Council prior to the end of the financial year which are unpaid. They are generally settled within specific trading terms or 30 days.

1 Summary of Significant Accounting Policies/Cont...

m) Interest Bearing Liabilities

The borrowing capacity of Council is limited by the *Local Government Act 1993*. Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Borrowings are classified as current liabilities unless Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

n) Carrying Amount of Financial Assets and Liabilities

Except for loan borrowings the carrying amounts of financial assets and liabilities recorded in the financial statements represent their respective fair values.

o) Land Under Roads

Land under roads is recognised in accordance with AASB 116 Property, Plant and Equipment. Because such land is generally acquired for no or nominal consideration, when it is recognised its cost is its fair value. Consistent with the Report to Parliament by the Auditor-General No. 5 of 2013-2014 *Infrastructure Financial Accounting in Local Government*, Council has recognised land under roads acquired prior to 1 July 2008 in its 2015 Financial Statements; Council's past policy was to not recognise these assets.

p) Investments and Other Financial Assets

These financial statements comply with AASB 7 Financial Instruments: Disclosures, AASB 132 Financial Instruments: Presentation and AASB 139 Financial Instruments: Recognition and Measurement. Financial instruments other than held-to-maturity investments and loans and receivables are measured at fair value. Fair value includes transaction costs. Changes in fair value are either taken to the income statement or an equity reserve.

Council classifies its investments as:

(i) Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when Council provides money, goods or services directly to a debtor with no intention of selling the receivable. They are included in current assets, except for those with maturities greater than 12 months after the balance sheet date which are classified as non-current assets.

Loans and receivables are included in receivables in the Balance Sheet.

(ii) Held-to-maturity Investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Council's management has the positive intention and ability to hold to maturity.

1 Summary of Significant Accounting Policies/Cont...

(iii) Investment in Water Corporation

Council's investment in the Water Corporation is valued at its fair value at balance date. Fair value was determined by using Council's equity proportion for voting purposes, based on Schedule 2 of the Water Corporation's constitution, against the Water Corporation's net asset value at balance date. Council has an equity proportion for voting purposes of 10.58% in the Corporation. Any unrealised gains and losses on holdings at balance date are recognised each year through the Income Statement to a Fair Value Reserve (refer note 30).

Council has classified this asset as an available-for-sale financial asset as defined in AASB 139 Financial Instruments: Recognition and Measurement and has followed AASB 132 Financial Instruments: Presentation and AASB 7 Financial Instruments: Disclosures to value and present the asset in the financial report.

q) Allocation Between Current and Non-Current

In determining whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. An asset or liability is classified as current if it is expected to be settled within the next 12 months. In the case of liabilities where Council does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months.

r) Disclosure of Changes in Accounting Policy and Estimates

Impact of applicable Australian Accounting Standards not yet operative

The Council has not applied the following Australian Accounting Standards and Australian Accounting Interpretations that have been issued but are not yet effective. These will be applied from their operative dates:

- | | |
|--------------|--|
| i) AASB 9 | <i>Financial Instruments</i>
Effective date 1 January 2018

Extends the standard's application date to January 2018; introduces new requirements for the classification, measurement and derecognition of financial assets and liabilities; introduces a chapter to deal with hedge accounting; and introduces a new impairment model for financial assets. |
| ii) AASB 15 | <i>Revenue from Contracts with Customers</i>
Effective date 1 January 2018

Clarifies the principles for recognising revenue, superseding AASB 111 <i>Construction Contracts</i> and AASB 118 <i>Revenue</i> . |
| iii) AASB 16 | <i>Leases</i>
Effective date 1 January 2019 |

1 Summary of Significant Accounting Policies/Cont...

Introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset, and a lease liability representing its obligations to make lease payments.

- iv) AASB 1057 *Application of Australian Accounting Standards, AASB 2015-9 Amendments to Australian Accounting standards – Scope and Application Paragraphs*
Effective date 1 January 2016

The AASB reissued most of its Standards (and Interpretations) that incorporate IFRSs to make editorial changes. The editorial changes will enable the AASB to issue Australian versions of IFRS more efficiently. As part of the reissue, the AASB moved the application paragraphs identifying the reporting entities and general purpose financial statements to which the pronouncements apply to a new Standard, AASB 1057 Application of Australian Accounting Standards. Technical application requirements were not amended.

- v) AASB 2010-7 *Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 120, 121, 127, 128, 131, 132, 136, 137, 139, 1023 & 1038 and Interpretations 2, 5, 10, 12, 19 & 127]*
Effective date 1 January 2018

Consequential amendments arising from AASB 9.

- vi) AASB 2014-3 *Amendments to Australian Accounting Standards - Accounting for Acquisitions of Interests in Joint Operations*
Effective date 1 January 2016

Requires business combination accounting to be applied to acquisitions of interests in a joint operation that meets the definition of a 'business' under AASB 3 Business Combinations.

- vii) AASB 2014-4 *Amendments to Australian Accounting Standards - Clarification of Acceptable Methods of Depreciation and Amortisation*

Effective date 1 January 2016

Introduces a rebuttable presumption that the use of revenue-based amortisation methods for intangible assets is inappropriate. There is limited opportunity for the presumption to be overcome and clarification that revenue-based depreciation for property, plant and equipment cannot be used.

1 Summary of Significant Accounting Policies/Cont...

- viii) AASB 2014-9 *Amendments to Australian Accounting Standards – Equity Method in Separate Financial Statements*
Effective date 1 January 2016
Allows the use of the equity method in separate financial statements in accounting for associates, joint ventures and subsidiaries.
- ix) AASB 2014-10 *Amendments to Australian Accounting Standards – Sale or Contribution of Assets Between an Investor and its Associate or Joint Venture*
Effective date 1 January 2016
Deals with the sale or contribution of assets between an investor and its associate or joint venture, and requires a full gain or loss to be recognised when a transaction involves a business; and a partial gain or loss to be recognised when a transaction involves assets that do not constitute a business.
- x) AASB 2015-1 *Amendments to Australian Accounting Standards – Annual Improvements to Australian Accounting Standards 2012-2014 Cycle*
Effective date 1 January 2016
Amendments to existing accounting standards including IFRS 5 - guidance on changes in methods of disposal; IFRS 7 - clarifies continuing involvement in relation to service contracts and also clarifies that offsetting disclosures are not specifically required in interim financial statements; IAS 19 - clarifies that discount rates used should be in the same currency as the benefits to be paid; IAS 34 - clarifies that disclosures may be incorporated into interim financial statements by cross reference to another part of the interim financial report.
- xi) AASB 2015-2 *Amendments to Australian Accounting Standards - Disclosure Initiative: Amendments to AASB 101*
Effective date 1 January 2016
The amendments do not require any significant change, but should facilitate improved reporting, including emphasis on only including material disclosures, clarity on aggregation and disaggregation of line items, presentation of subtotals, ordering of notes and the identification of significant accounting policies.
- xii) AASB 2015-6 *Amendments to Australian Accounting Standards - Extending Related Party Disclosures to Not-for-Profit Public Sector Entities*
Effective date 1 July 2016

1 Summary of Significant Accounting Policies/Cont...

Extends the scope of AASB 124 Related Party Disclosures to include not-for-profit public sector entities.

xiii) AASB 2015-10 *Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128*

Effective date 1 January 2016

Amends AASB 10 and AASB 128 as a consequence of the issuance of IFRS Effective Date of Amendments to IFRS 10 and IAS 28 by the IASB in December 2015.

xiv) AASB 2016-2 *Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 107*

Effective date March 2016

Makes amendments to AASB 107 Statement of Cash Flows to require entities preparing financial statements in accordance with Tier 1 reporting requirements to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes.

Council is of the view that none of the above new standards or interpretations will materially affect any of the amounts recognised in the financial statements. The above new standards or interpretations may impact certain information otherwise disclosed.

s) Taxation

Council is exempt from a range of taxation including Income Tax, however is liable for Fringe Benefits Tax, Payroll Tax and the Goods and Services Tax.

Goods and Services Tax (GST)

Income, expenses and assets have been recognised net of GST where that GST is recoverable from the Australian Taxation Office (ATO). Where an amount of GST is not recoverable from the ATO, it has been recognised as part of the cost of acquisition of an asset or part of an item of expense to which it relates. Receivables and payables have been stated with the amount of GST included. The net amount of GST recoverable from the ATO has been included as part of receivables.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the ATO is classified as operating cash flows.

t) Significant Business Activities

Council is required to report the operating capital and competitive neutrality costs in respect of each significant business activity undertaken by the council. Council has determined that there are no such significant business activities.

1 Summary of Significant Accounting Policies/Cont...

u) Finance Costs

Finance costs are expensed as incurred using the effective interest method. Finance costs include interest on bank overdrafts, interest on borrowings and finance lease charges.

v) Rounding

Unless otherwise indicated amounts in the financial statements have been rounded to the nearest thousand dollars. Minor differences may appear in the financial statements due to the effect of rounding.

w) Contingent Assets and Liabilities

AASB 137 Provisions, Contingent Liabilities and Contingent Assets

Council owns the Bellerive Oval and has leased this asset to Cricket Tasmania for a minimum period of 45 years. Council is part owner of the Copping landfill site. The landfill and associated land has been leased to the Copping Refuse Disposal Site Joint Authority for 50 years. Both of these leases are dated 2001. It is Council's opinion that control over these assets including maintenance obligations has been effectively transferred to the lessees, making the probability that significant future economic benefits will flow to Council unlikely (other than rental income). Other than the relevant value of the land Council has not included these assets in its balance sheet. They are disclosed as contingent assets in note 35.

x) Measurement of Fair Values

A number of the Council's accounting policies and disclosures require the measurement of fair values, for both financial and non financial assets and liabilities. When measuring the fair value of an asset or liability the Council uses market observable data as far as possible.

Assets measured at fair value are being used for their highest and best use, within the context of the operations of a Local Government entity. Within this context, restrictions exist on the nature and use of many Council assets which limit the use to which those assets may otherwise be dedicated.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

1 Summary of Significant Accounting Policies/Cont...

If the inputs used to measure the fair value of an asset or a liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised as the lowest level input that is significant to the entire measurement.

The Council recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. Further information about assumptions made in measuring fair values is included in the following notes:

Note 11 Investment in Water Corporation

Note 13 Financial Instruments

Note 17 Non-Current Assets – Land

Note 18 Non-Current Assets – Land Under Roads

Note 19 Non-Current Assets – Buildings

Note 20 Non-Current Assets – Roads

Note 21 Non-Current Assets – Waste Management

Note 22 Non-Current Assets – Stormwater Infrastructure

Note 23 Non-Current Assets – Plant, Equipment & Furniture

Note 24 Non-Current Assets – Parks & Recreation Equipment

2 Functions/Activities of the Municipality

a) Revenues, expenses and assets have been attributed to the following functions/activities.
Details of those functions/activities are set out in note 2(b).

	Communities & People \$'000	City Future \$'000	Natural Environment \$'000	Roads* \$'000	Stormwater \$'000	Facilities Management \$'000	Governance \$'000	Unclassified/ General Purpose \$'000	TOTAL \$'000
Operating Expenses 2014/15 Comparative	9,860 9,149	2,457 2,209	7,265 7,016	14,294 13,299	1,755 1,146	2,480 2,237	7,292 7,305	11,266 11,593	56,669 53,954
Revenues	6,407	1,752	4,522	148	2,135	599	10,436	33,920	59,918
Grants	450	-	17	3,871	572	180	-	-	5,090
Total Operating Revenues 2014/15 Comparative	6,857 5,461	1,752 1,551	4,539 4,716	4,019 3,642	2,706 3,922	779 756	10,436 10,451	33,920 34,992	65,008 65,490
Change in net assets resulting from operations 2014/15 Comparative	(3,003) (3,688)	(705) (658)	(2,726) (2,300)	(10,275) (9,657)	951 2,776	(1,701) (1,481)	3,143 3,146	22,655 23,399	8,339 11,537
Assets 2014/15 Comparative	N/A N/A	N/A N/A	723 741	293,357 280,645	97,271 93,505	103,785 101,730	N/A N/A	250,851 250,298	745,987 736,919
Rates have been attributed to functions where appropriate									* Roads includes Land Under Roads

Balances may vary due to rounding

2 *Functions/Activities of the Municipality/Cont...*

b) The activities of the municipality are categorised into the following broad functions:

Communities and People

To create a safe and healthy community where all people can access services and participate in cultural, social and recreational activities; develop a community focal point and inform and consult with the community.

City Future

To assist the City to grow in line with community values and needs with regard to land use, economic development and tourism.

Natural Environment

To enhance and protect the City's natural assets and prepare for the effective management of natural events or emergencies. To promote environmentally sustainable practices and appreciation of the natural environment. To collect and dispose of solid wastes generated within the City.

Roads

To provide roads, bridges, cycleways, footpaths, transport interchanges, vehicle parks, street lighting and traffic control systems to ensure the effective and safe movement of people and vehicles; the economic transport of goods and delivery of services; and the rapid deployment of emergency services, within the City.

Stormwater

To protect life, property and community amenity by the effective collection and disposal of stormwater.

Facilities Management

To facilitate the provision of social infrastructure and community facilities which, within the capacity of Council and the community to pay, meet the needs of residents, visitors, tourists and other stakeholders and which meet the regional responsibilities accepted by Council.

Governance

To represent the community through Local Government leadership in a consistent, accountable and financially responsible manner. To provide clear and accountable leadership and strategic direction for the City and engage the community in Council activities.

Unclassified/General Purpose

Transactions and assets not directly attributable to specific functions.

3 Rates Income

	Notes	2016 \$'000	2015 \$'000
Rate revenue raised		44,629	44,091
Less: Remissions	10	(2,114)	(2,100)
		<u>42,515</u>	<u>41,991</u>

4 User Charges

Fees		3,201	3,092
Rentals		611	589
Special Committee income	36	403	416
Other		916	1,073
		<u>5,131</u>	<u>5,170</u>

5 Grants

Grants includes:

Grants made by the State Grants Commission	1,199	3,986
Capital grants made by Government:		
Blackspot	332	185
Council Chamber Chiller	14	0
Clarence High School SRT	80	0
Roads to Recovery	1,365	500
Howrah Bowls Club	0	80
Seven Mile Beach Viewing Platform	0	6
Skate Ramp Kangaroo Bay	0	100
Park Lighting	0	50
Kangaroo Bay	2,100	2,400
Richmond Link Transfer	0	370
	<u>5,090</u>	<u>7,677</u>

The Australian Commonwealth Government provides Financial Assistance Grants to Council for general purpose use and for the provision of local roads. In 2014/15 the Commonwealth made early payment of two quarterly instalments for the following year. In accordance with AASB1004 Contributions, Council recognises these grants as revenue when it receives the funds and obtains control. This impacted the Statement of Comprehensive Income and the surplus/(deficit) in that year. No advance payments were made in 2015/16 which resulted in 2015/16 receipts being \$1,311,000 lower than the amount allocated to Council. This has a consequential effect on the Income Statement. The variations in payment dates represent timing differences only; the total amount received by Council over the periods affected has not changed as a result of these timing differences.

6 Contribution and Recognition of Assets

2016	2015
\$'000	\$'000

Contributions and recognition of assets are made up of the following categories:

Contributions of assets arising from subdivision of land	8,220	4,002
Contribution of assets arising from development of Council land	200	-
Recognition of assets arising from revaluation	30	939
	<u>8,450</u>	<u>4,941</u>

7 Ownership Interests in Associates

Council has an interest in the Copping Refuse Disposal Site Joint Authority (CRDSJA). It uses the equity method to account for its interest. Council controls 45% (2014/15 45%) of the Joint Authority's votes. Council's share of the Joint Authority's net assets is fixed at 48% or \$1,981,983 (2014/15 48% or \$1,814,126). Refer to the Cash Flow Statement for dividends received.

The CRDSJA is located in Australia. Its principal activity is to operate a landfill.

The following financial information is provided in relation to the CRDSJA:

	2016	2015
	\$'000	\$'000
Total assets	12,305	9,836
Total liabilities	(8,176)	(6,057)
Revenue	(6,395)	(5,415)
Profit (loss)	350	79
Council's share of profit (loss)	* 168	38
Council's share of income tax expense	* (72)	(17)
Council's share of prior year adjustments	* (1)	19
Council's share of income tax equivalents	**	-

* Amount included in Income Statement

** 2016 figure unavailable at time of signing accounts

8 Gain/Loss on Retirement or Disposal of Non-current Assets

	Notes	2016 \$'000	2015 \$'000
Net proceeds on disposal of non-current assets		76	-
Carrying amount of non-current assets retired		(2,395)	(2,015)
Profit (loss) on disposal		<u>(2,319)</u>	<u>(2,015)</u>

9 Depreciation

Depreciation was charged in respect of:

Buildings		366	350
Roads		8,116	7,771
Stormwater infrastructure		2,324	2,252
Waste management assets		18	18
Plant, equipment & furniture		392	384
Parks & recreation equipment		919	893
		<u>12,135</u>	<u>11,668</u>

10 Other Expenses

Other expenses includes:

Rate remissions	3	2,114	2,100
Less Rate remission subsidies		<u>(1,832)</u>	<u>(1,795)</u>
Net Rate remissions		282	305
Electricity		1,312	1,296
Insurance		671	653
External Audit services*		43	54
Aldermen's allowances		445	458
Rental expense relating to operating leases	32(b)	1,621	1,622
Family Day Care fee relief		1,441	1,371
Community Services support		122	83
Corporate support		1,037	976
Policy and promotion		1,003	1,108
External plant hire		412	445
Special Committees expenses	36	792	515
Other		<u>1,343</u>	<u>1,451</u>
		<u>10,525</u>	<u>10,337</u>

* External auditors were paid to audit financial statements and undertake specific purpose audits. They provided no other services. The Tasmanian Audit Office was paid \$33,210 to audit Council's financial statements. Tenuto Financial was paid \$10,120 to audit the financial statements of Council's Special Committees, various grants and government funded activities.

11 Investment in Water Corporation	2016	2015
	\$'000	\$'000
Opening Balance 1 July	163,816	162,511
Total gains/(losses) recognised as other comprehensive income	2,788	1,305
Closing Balance 30 June	<u>166,604</u>	<u>163,816</u>

Council's share of the Water Corporation is its only financial asset at fair value. Fair value was determined by applying Council's ownership interest to the Water Corporation's net asset value at balance date. Any unrealised gains and losses at balance date are recognised in the Income Statement as other comprehensive income and appear in the Fair Value Reserve. This asset is classified as Level 3. Council has not bought or sold any share in this business during the reporting period.

During the year Council received \$3.3 million dividend payments, including tax equivalent and loan guarantee payments, from the Water Corporation (2014/15 \$3.3 million).

12 Current Assets - Cash and Cash Equivalents	2016	2015
	\$'000	\$'000
Cash at bank and on hand	(617)	6,824
Interest bearing deposits	<u>59,000</u>	<u>49,000</u>
	<u>58,384</u>	<u>55,824</u>
Unrestricted	21,763	20,285
Subject to external and/or internal restrictions	<u>36,621</u>	<u>35,539</u>
	<u>58,384</u>	<u>55,824</u>

The following restrictions have been imposed by regulations or other externally or internally imposed requirements:

Accrued long service leave*	2,654	2,663
Unexpended specific purpose contributions**	3,687	3,422
Council discretionary reserves***	<u>30,280</u>	<u>29,454</u>
	<u>36,621</u>	<u>35,539</u>

* These monies have been set aside to fund long service leave payment obligations.

**These monies are required to be spent on public open space, car parking & community services.

*** These monies are set aside at the discretion of Council and primarily represent funds for infrastructure renewal.

13 Financial Instruments

a) Risk exposures

Credit risk:

The amount of any credit risk associated with financial assets is the carrying amount net of any provision for doubtful debts. Such a risk crystallises when one party to the transaction fails to discharge its obligations. Council's financial assets comprise receivables, cash and cash equivalents.

There is no significant concentration of credit risk with any single debtor or group of debtors. Amounts owing in relation to rates are secured by a charge over the land to which the debts relate.

Council has a policy of diversifying investments and restricts investments to entities with Standard and Poor's long term credit ratings of BBB+ or better, or short term credit ratings of A.1 or better.

Council's credit risk is therefore low. There has been no significant change in Council's exposure to or management of this risk since the previous period.

Market risk:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk, those being currency risk, interest rate risk and other price risk. Council's exposure to or management of these risks has not changed since the previous period.

Currency risk:

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Council has no exposure to currency risk.

Interest rate risk:

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Council's financial instruments comprise cash and cash equivalents, receivables, payables and interest bearing liabilities. Its main exposure to this risk is through its interest bearing liabilities which are disclosed at Note 27 and in this note.

At balance date Council had the following categories of financial assets and liabilities exposed to interest rate risk:

13 Financial Instruments cont...	2016	2015
	\$'000	\$'000
Financial Assets		
Cash and cash equivalents	58,384	55,824
Financial Liabilities		
Interest bearing liabilities	(371)	(542)
Net exposure	<u>58,013</u>	<u>55,282</u>

Exposure to this risk through cash and cash equivalents is minimal. Council limits its exposure to this risk in relation to its interest bearing liabilities by staging interest rate reset dates to ensure exposures are smoothed over time.

The following sensitivity analysis is based on interest rate risk exposures existing at balance date. It shows the effect of interest rate movements on the net result and equity.

	2016	2015
	\$'000	\$'000
Net Result		
+1%	566	542
-1%	(566)	(542)
Equity		
+1%	566	542
-1%	(566)	(542)

The movements in net result and equity are due to higher/lower interest rates relating to cash and cash equivalents. Changing interest rates do not affect interest paid in the short term as rates are generally fixed for periods of at least two years.

Other price risk:

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices other than those arising from interest rate risk or currency risk, whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. Council does not have any material exposure to this risk.

Liquidity risk:

This is the risk that Council will encounter difficulty in meeting obligations associated with financial liabilities. A maturity analysis is included in part b) of this note. Council's liquidity risk is immaterial. Its exposure to or management of this risk has not changed since the previous period.

13 Financial Instruments cont...

b) Interest rate risk exposure

2016	Effective (weighted) average interest rate %	Variable & floating interest rate \$'000	Fixed Interest Rate Maturity			Non interest bearing \$'000	Total \$'000
			< 1 Year \$'000	1 - 5 years \$'000	> 5 years \$'000		
Financial Assets							
Cash	3.04	(617)	59,001	-	-	-	58,384
Receivables incl rates*	3.53	-	1,924	-	-	3,079	5,003
Total		(617)	60,925	-	-	3,079	63,387
Financial Liabilities							
Creditors						3,769	3,769
Interest bearing liabilities	5.57	-	183	188	-	-	371
Total		-	183	188	-	3,769	4,140

2015	Effective (weighted) average interest rate %	Variable & floating interest rate \$'000	Fixed Interest Rate Maturity			Non interest bearing \$'000	Total \$'000
			< 1 Year \$'000	1 - 5 years \$'000	> 5 years \$'000		
Financial Assets							
Cash	3.10	6,824	49,000	-	-	-	55,824
Receivables incl rates*	2.99	-	2,246	-	-	5,307	7,553
Total		6,824	51,246	-	-	5,307	63,377
Financial Liabilities							
Creditors						4,245	4,245
Interest bearing liabilities	5.57	-	171	371	-	-	542
Total		-	171	371	-	4,245	4,787

*Refer to note 14 for more information regarding ageing of receivables.

13 Financial Instruments cont...

c) Net fair value

The aggregate net fair value of Council's financial assets and financial liabilities is as follows:

	Actual 2016		Actual 2015	
	Carrying amount \$'000	Aggregate net fair value \$'000	Carrying amount \$'000	Aggregate net fair value \$'000
Financial assets				
Cash and cash equivalents	58,384	58,384	55,824	55,824
Investment Water Corporation	166,605	166,605	163,816	163,816
Receivables	5,003	5,003	7,553	7,553
Total	229,992	229,992	227,193	227,193
Financial liabilities				
Payables	1,354	1,354	1,858	1,858
Interest bearing liabilities	371	387	542	568
Total	1,725	1,741	2,400	2,426

Aggregate net fair value is calculated using a discount rate equal to the average of mid rates of Commonwealth Government securities maturing on or near 30 June each year for the next 10 years.

	Fair value hierarchy	Valuation technique	Inputs used
Financial assets			
Cash and cash equivalents	Level 1	Carrying amounts are a reasonable approximation of fair value.	Carrying amounts.
Investment Water Corporation	Level 3	Application of Council's ownership interest to the corporation's net asset value at balance date.	Council's ownership interest. The corporation's net asset value at balance date.
Receivables	Level 3	Carrying amounts are a reasonable approximation of fair value.	Carrying amounts.
Financial liabilities			
Payables	Level 3	Carrying amounts are a reasonable approximation of fair value.	Carrying amounts.

13 Financial Instruments cont...

	<i>Fair value hierarchy</i>	<i>Valuation technique</i>	<i>Inputs used</i>
Financial liabilities			
Interest bearing liabilities	Level 3	Use of a discount rate equal to the average of mid rates of Commonwealth Government securities maturing on or near 30 June each year for the remaining life of the liabilities.	Mid rates of Commonwealth Government securities maturing on or near 30 June each year for the remaining life of the liabilities. Loan instalments payable.

d) Accounting Policies

Accounting policies in respect of financial assets and financial liabilities are disclosed in Note 1.

e) Terms and conditions

There are no terms and conditions associated with financial assets or financial liabilities which may significantly affect the amount, timing or certainty of future cash flows.

f) Fair value measurements recognised in the balance sheet

Council's investment in the Water Corporation is measured at fair value, and is classified as a Level 3. Its classification has not changed. This investment is not subject to credit or market risks. A reconciliation of movements in the fair value of this asset is included in Note 11.

14 Current Assets - Receivables

	2016	2015
	\$'000	\$'000
Rates receivable	1,924	2,246
Other debtors	2,034	3,990
	<u>3,958</u>	<u>6,236</u>

The ageing analysis of receivables is as follows:

Current	772	672
0-30 days	18	2,416
31-60 days	24	1
61-90 days (past due but not impaired)	7	1
+91 days (past due but not impaired)	3,137	3,146
	<u>3,958</u>	<u>6,236</u>

All rates debtors are included in +91 days outstanding. No provision has been made for impairment as any such provision would generally be immaterial. Unpaid rates are recoverable on the sale of the property concerned. No material bad debts were written off during either year. Certain amounts raised by way of rates equivalents (which are not a charge on the land) in respect of Hobart Airport are subject to dispute which had not been resolved at balance date. The amount raised but unpaid at 30 June 2016 was \$713,692.

15 Current Assets - Other

	2016	2015
	\$'000	\$'000
Stores and materials (at average cost)	98	101
Other	320	396
	<u>418</u>	<u>497</u>

16 Reconciliation of Infrastructure Assets

Movements in infrastructure assets for the year were as follows:

	Opening Balance 1 July 2015 \$'000	Depreciation Expense for Year \$'000	Additions \$'000	WIP Transferred to Expenses \$'000	Reclassifications \$'000	Written Down Value of Retirements/ Derecognition \$'000	** Net Revaluation Increment (Decrement) \$'000	Closing Balance 30 June 2016* \$'000
Land	71,142	-	305	-	-	-	-	71,447
Land under roads	99,358	-	912	-	-	-	-	100,270
Buildings	30,588	(366)	2,116	-	-	-	-	32,338
Roads	181,286	(8,114)	19,881	-	18	(2,208)	2,224	193,087
Waste management	741	(18)	-	-	-	-	-	723
Stormwater infrastructure	93,506	(2,324)	6,229	-	-	(140)	-	97,271
Plant, equipment & furniture	1,824	(392)	220	-	(235)	(7)	-	1,410
Parks & recreation equipment	10,768	(919)	2,675	-	217	(40)	-	12,701
Capital Work in Progress (WIP)	7,756	-	(2,464)	(1,108)	-	-	-	4,184
Total	496,969	(12,133)	29,874	(1,108)	-	(2,395)	2,224	513,431

* Balances may vary slightly due to rounding.

** Recognised as Fair Value Revaluation of Fixed Assets in Other Comprehensive Income

16 Reconciliation of Infrastructure Assets cont ...

Comparative movements in infrastructure assets for the prior year were as follows:

	Opening Balance 1 July 2014 \$'000	Depreciation Expense for Year \$'000	Additions \$'000	WIP Transferred to Expenses \$'000	Written Down Value of Retirements/ Derecognition \$'000	** Net Revaluation Increment (Decrement) \$'000	Closing Balance 30 June 2015* \$'000
Land	67,096	-	885	-	(392)	3,553	71,142
Land under roads	1,668	-	99,358	-	(1,668)	-	99,358
Buildings	28,351	(350)	1,819	-	(650)	1,418	30,588
Roads	180,990	(7,787)	8,875	-	(792)	-	181,286
Waste management	745	(18)	14	-	-	-	741
Stormwater infrastructure	82,968	(2,252)	6,232	-	(121)	6,679	93,506
Plant, equipment & furniture	1,845	(384)	363	-	-	-	1,824
Parks & recreation equipment	8,395	(877)	3,308	-	(58)	-	10,768
Capital Work in Progress (WIP)	5,338	-	2,615	(197)	-	-	7,756
Total	377,396	(11,668)	123,469	(197)	(3,681)	11,650	496,969

* Balances may vary slightly due to rounding.

** Recognised as Fair Value Revaluation of Fixed Assets in Other Comprehensive Income

17 Non-Current Assets - Land

	2016	2015
	\$'000	\$'000
Land at fair value closing balance	71,447	71,142
Land at cost closing balance	-	-
	<u>71,447</u>	<u>71,142</u>

Fair Value Hierarchy

The fair value measurement for land has been categorised as a level 2 fair value based on the inputs to the valuation technique used (refer to Note 1x and details below).

There were no transfers between levels 1 and 2 or between levels 2 and 3 for recurring fair value measurements during the year.

Valuation technique

The fair value of land other than that recorded at cost was determined by the Valuer-General, based on 1 July 2012 market value, to which an index factor has been applied consistent with the Valuer-General's 2015 adjustment factors for valuations within the municipality.

18 Non-Current Assets - Land Under Roads

	2016	2015
	\$'000	\$'000
Land under roads at fair value closing balance	100,270	99,358
Land under roads at cost closing balance	-	-
	<u>100,270</u>	<u>99,358</u>

Fair Value Hierarchy

The fair value measurement for land under roads has been categorised as a level 2 fair value based on the inputs to the valuation technique used (refer to Note 1x and details below).

There were no transfers between levels 1 and 2 or between levels 2 and 3 for recurring fair value measurements during the year.

Valuation technique

The fair value of land under roads has been determined based on unit valuations provided by the Valuer-General during 2014/2015 for various land classes across the City.

19 Non-Current Assets - Buildings	2016	2015
	\$'000	\$'000
Buildings at fair value	32,332	31,892
Less : Accumulated depreciation	<u>(3,466)</u>	<u>(3,120)</u>
	<u>28,866</u>	<u>28,772</u>
Buildings at cost	3,495	1,819
Less: Accumulated depreciation	<u>(23)</u>	<u>(3)</u>
	<u>3,472</u>	<u>1,816</u>
	<u>32,338</u>	<u>30,588</u>

Fair Value Hierarchy

The fair value measurement for buildings has been categorised as a level 2 fair value based on the inputs to the valuation technique used (refer to Note 1x and details below).

There were no transfers between levels 1 and 2 or between levels 2 and 3 for recurring fair value measurements during the year.

Valuation technique

The fair value of buildings other than those recorded at cost was determined by the Valuer-General, based on 1 July 2012 market value, to which an index factor has been applied consistent with the Valuer-General's 2015 adjustment factors for valuations within the municipality.

20 Non-Current Assets - Roads	2016	2015
	\$'000	\$'000
Roads at fair value	384,659	356,004
Less : Accumulated depreciation	<u>(206,319)</u>	<u>(198,763)</u>
	<u>178,340</u>	<u>157,241</u>
Roads at cost	14,875	25,154
Less: Accumulated depreciation	<u>(128)</u>	<u>(1,107)</u>
	<u>14,747</u>	<u>24,047</u>
	<u>193,087</u>	<u>181,288</u>

Fair Value Hierarchy

The fair value measurement for roads has been categorised as a level 3 fair value based on the inputs to the valuation technique used (refer to Note 1x and details below).

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. For transfers in and out of level 3 measurements refer below.

Valuation technique, unobservable inputs, inter-relationship between unobservable inputs and fair value

Roads includes earthworks, substructures, seals, kerbs and crossings relating to roads and footpaths. Road assets excluding those recognised at cost have been valued at current replacement cost written down to reflect the portion of the economic life that has expired. Current replacement cost has been established as at 1 July 2015 based upon information provided by Council's engineering officers.

Significant unobservable inputs include estimated useful life and inputs required to construct roads and associated infrastructure such as labour, plant hire, gravel, hotmix, cement etc. The estimated fair value would increase (decrease) if the labour/hire rates and/or prices per unit were higher (lower).

	2016 \$'000	2015 \$'000
Reconciliation of fair value opening and closing balances		
Roads at fair value opening balance	157,240	166,241
Additions and/or transfers from roads at cost	28,118	529
Change in fair value	835	-
Written down value of retirements/transfers/disposals	(2,208)	(2,401)
Amount included in Other Comprehensive Income		
-Fair value revaluation of fixed assets	2,224	-
Depreciation expense	(7,869)	(7,129)
Roads at fair value closing balance	<u>178,340</u>	<u>157,240</u>

21 Non-Current Assets - Waste Management

	2016	2015
	\$'000	\$'000
Waste management assets at fair value	918	918
Less : Accumulated depreciation	(204)	(187)
	<u>714</u>	<u>731</u>
Waste management assets at cost	11	11
Less: Accumulated depreciation	(2)	(1)
	<u>9</u>	<u>10</u>
	<u>723</u>	<u>741</u>

Fair Value Hierarchy

The fair value measurement for waste management assets has been categorised as a combination of level 2 and level 3 fair values based on the inputs to the valuation technique used (refer to Note 1x and details below).

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. For transfers in and out of level 3 measurements refer below.

Valuation technique, unobservable inputs, inter-relationship between unobservable inputs and fair value

Waste management assets primarily comprises land associated with a landfill site which is leased to a Joint Authority of which Council is a member. Valuation of the land was determined by the Valuer-General based on October 2010 market value. Estimated fair value would increase (decrease) if market value increased (decreased). Other assets recorded at fair value, primarily comprising litter bins, are valued at current replacement cost based upon market pricing information provided by Council's officers as at 1 July 2013. Estimated fair value of these assets would increase (decrease) if market prices increased (decreased).

	2016	2015
	\$'000	\$'000
Reconciliation of fair value opening and closing balances		
Waste management assets at fair value opening balance	731	735
Additions and/or transfers from waste management assets at cost	-	14
Depreciation expense	(18)	(18)
Waste management assets at fair value closing balance	<u>713</u>	<u>731</u>

22 Non-Current Assets - Stormwater Infrastructure

	2016	2015
	\$'000	\$'000
Stormwater infrastructure assets at fair value	165,465	163,744
Less : Accumulated depreciation	(74,788)	(72,768)
	<u>90,677</u>	<u>90,976</u>
Stormwater infrastructure assets at cost	6,664	2,542
Less: Accumulated depreciation	(70)	(13)
	<u>6,594</u>	<u>2,529</u>
	<u>97,271</u>	<u>93,505</u>

Fair Value Hierarchy

The fair value measurement for stormwater infrastructure assets has been categorised as a level 3 fair value based on the inputs to the valuation technique used (refer to Note 1x and details below).

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. For transfers in and out of level 3 measurements refer below.

Valuation technique, unobservable inputs, inter-relationship between unobservable inputs and fair value

Stormwater infrastructure assets excluding those valued at cost have been valued at current replacement cost written down to reflect the portion of the economic life that has expired. Current replacement cost has been established based on information provided by Council's engineering officers as at June 2015.

Significant unobservable inputs include estimated useful life and inputs required to construct stormwater assets and associated infrastructure such as labour, plant hire, pipe length/dimension/material etc. The estimated fair value would increase (decrease) if the estimated useful life, labour/plant hire rates and/or prices per unit were higher (lower).

	2016	2015
	\$'000	\$'000
Reconciliation of fair value opening and closing balances		
Stormwater infrastructure at fair value opening balance	90,978	77,250
Additions and/or transfers from stormwater infrastructure assets at cost	2,084	7,594
Written down value of retirements/transfers/disposals	(118)	(121)
Amount included in Other Comprehensive Income		
-Fair value revaluation of fixed assets	-	8,485
Depreciation expense	(2,267)	(2,230)
Stormwater infrastructure assets at fair value closing balance	<u>90,677</u>	<u>90,978</u>

23 Non-Current Assets - Plant, Equipment & Furniture	2016	2015
	\$'000	\$'000
Plant, equipment & furniture assets at fair value	2,339	2,349
Less : Accumulated depreciation	(1,688)	(1,534)
	<u>651</u>	<u>815</u>
Plant, equipment & furniture assets at cost	1,214	1,288
Less: Accumulated depreciation	(453)	(279)
	<u>761</u>	<u>1,009</u>
	<u>1,412</u>	<u>1,824</u>

Fair Value Hierarchy

The fair value measurement for plant, equipment & furniture has been categorised as a level 3 fair value based on the inputs to the valuation technique used (refer to Note 1x and details below).

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. For transfers in and out of level 3 measurements refer below.

Valuation technique, unobservable inputs, inter-relationship between unobservable inputs and fair value

Current replacement cost of items of plant, equipment and furniture (excluding those valued at cost) has been based on the cost of assets and adjusted to reflect current replacement cost as at 1 July 2013 based upon information provided by Council's officers, and associated entities.

Significant unobservable inputs include estimated useful life and the value of indexes/judgements applied. The estimated fair value would increase (decrease) if the estimated useful life and/or indexes/judgements were higher (lower).

	2016	2015
	\$'000	\$'000
Reconciliation of fair value opening and closing balances		
Plant, equipment & furniture at fair value opening balance	815	995
Additions and/or transfers from plant, equipment & furniture at cost	7	-
Written down value of retirements/transfers/disposals	(6)	-
Depreciation expense	(165)	(180)
Plant, equipment & furniture at fair value closing balance	<u>651</u>	<u>815</u>

24 Non-Current Assets - Parks & Recreation Equipment

	2016 \$'000	2015 \$'000
Parks & recreation equipment at fair value	13,819	14,291
Less : Accumulated depreciation	(7,422)	(7,215)
	<u>6,397</u>	<u>7,076</u>
Parks & recreation equipment at cost	6,798	3,862
Less: Accumulated depreciation	(495)	(171)
	<u>6,303</u>	<u>3,691</u>
	<u>12,700</u>	<u>10,767</u>

Fair Value Hierarchy

The fair value measurement for parks & recreation equipment has been categorised as a level 3 fair value based on the inputs to the valuation technique used (refer to Note 1x and details below).

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. For transfers in and out of level 3 measurements refer below.

Valuation technique, unobservable inputs, inter-relationship between unobservable inputs and fair value

Parks & recreation equipment assets excluding those items valued at cost have been valued at current replacement cost written down to reflect the portion of the economic life that has expired. Current replacement cost has been established as at 1 July 2013 based on pricing information provided by Council's officers and by external play equipment specialists. Estimated fair value would increase (decrease) if prices increased (decreased).

	2016 \$'000	2015 \$'000
Reconciliation of fair value opening and closing balances		
Parks & recreation equipment at fair value opening balance	7,076	7,462
Additions and/or transfers from parks & recreation equipment at cost	7	399
Written down value of retirements/transfers/disposals	(40)	(58)
Depreciation expense	(646)	(727)
Parks & recreation equipment at fair value closing balance	<u>6,397</u>	<u>7,076</u>

25 Non-Current Assets - Receivables

Deferred payment - property transfer	1,045	1,317
	<u>1,045</u>	<u>1,317</u>

26 Current Liabilities - Payables

Trade creditors	1,354	1,858
Other creditors and accruals	4,178	4,121
	<u>5,532</u>	<u>5,979</u>

27 Interest Bearing Liabilities

	2016 \$'000	2015 \$'000
Bank loans (current)	183	171
Bank loans (non-current)	188	371
	<u>371</u>	<u>542</u>

Financing Arrangements

Unrestricted access was available at the reporting date to the following forms of financial accommodation:

Total Facilities	1,000	1,000
Bank overdraft	40	40
Corporate credit cards	371	542
Loans	<u>1,411</u>	<u>1,582</u>
Used at reporting date	-	-
Bank overdraft	6	6
Corporate credit cards	371	542
Loans	<u>377</u>	<u>548</u>
Unused at reporting date	1,000	1,000
Bank overdraft	34	34
Corporate credit cards	<u>1,034</u>	<u>1,034</u>

The bank overdraft facility may be drawn at any time and may be terminated by the bank without notice. Interest rates are variable.

28 Current Liabilities - Provisions

Employee entitlements*		
Annual leave**	1,549	1,371
Opening balance	621	766
Additional provisions	(573)	(588)
Amounts used	<u>1,597</u>	<u>1,549</u>
Closing balance		
Long service leave	2,235	2,067
Opening balance	134	198
Additional provisions	(306)	(155)
Amounts used	<u>2,063</u>	<u>2,110</u>
Closing balance	122	125
Payroll tax attributable to long service leave	2,185	2,235
Total long service leave provision	<u>3,782</u>	<u>3,784</u>
Total Provisions		

* * The above includes annual leave purchased during the year

121	37
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29 Non-Current Liabilities - Provisions

	2016 \$'000	2015 \$'000
Employee entitlements*		
Long service leave		
Opening balance	719	538
Additional provisions	(6)	140
	<u>713</u>	<u>678</u>
Payroll tax attributable to long service leave	44	41
Closing balance	<u>757</u>	<u>719</u>

* Assumptions include an inflation factor in line with Council's Enterprise Bargaining Agreement (greater of 2.5% or CPI), discount factors equal to average relevant Reserve Bank of Australia wholesale market indicative mid rates (3.03%) and retention rates based on Council's historic data accumulated over a 15 year period.

30 Reserves

	2016 \$'000	2015 \$'000
a) Composition		
Asset Revaluation Reserve	220,022	220,552
<i>(Represents net increments arising from the revaluation of non-current assets).</i>		
Infrastructure Renewal Reserve	28,413	26,839
<i>(Represents unused amounts collected to fund future renewal of existing infrastructure assets).</i>		
Commonwealth Funded Programmes Reserve	1,234	1,014
<i>(Represents unused funds subject to grant programmes operated by the Commonwealth Government. Such funds are subject to grant agreements and are applied as such).</i>		
General Reserve	1,868	2,516
<i>(Represents amounts appropriated for general future uses, typically planned projects, expected events and contingencies).</i>		
Rosny Park Child Care Reserve	204	181
<i>(Represents the cumulative operating result of the Rosny Park Child Care Centre. Meets ongoing operations of the centre).</i>		
Car Parking Reserve	905	789
<i>(Represents funds contributed in lieu of providing car parking as part of commercial developments. Provides for provision of alternative car parking facilities in the areas collected).</i>		
Public Open Space Reserve	1,219	1,338
<i>(Represents funds contributed in lieu of providing public open space as part of subdivision developments. Provides for purchase of alternative public open space assets in the areas collected).</i>		
Headworks Reserve	124	99
<i>(Represents funds contributed by property developers to provide for future augmentation of Council infrastructure to meet additional capacity demands arising from property development).</i>		
Fair Value Reserve	(33,963)	(36,751)
<i>(Represents increments/decrements in the fair value of Council's equity share in the Water Corporation).</i>		
	<u>220,025</u>	<u>216,575</u>

<i>30 Reserves cont...</i>	<i>2016</i> <i>\$'000</i>	<i>2015</i> <i>\$'000</i>
b) Movements		
<i>Asset Revaluation Reserve</i>		
Balance at the beginning of the financial year	220,552	192,611
Net increment (decrement) on revaluation of assets	2,224	11,650
Transfer to equity on derecognition of assets*	(2,754)	16,291
	<u>220,022</u>	<u>220,552</u>

* This is a transfer between the Asset Revaluation Reserve and equity and has no effect on the operating result. This treatment is as prescribed by AASB 116.

30 Reserves/Cont...

b) Movements/Cont...

	2016 \$'000	2015 \$'000	2016 \$'000	2015 \$'000	2016 \$'000	2015 \$'000	2016 \$'000	2015 \$'000
	<i>Infrastructure Renewal Reserve</i>		<i>Commonwealth Funded Programmes Reserve</i>		<i>General Reserve</i>		<i>Rosny Park Child Care Reserve</i>	
Balance at the beginning of the financial year	26,839	25,792	1,014	955	2,516	2,496	181	90
Amount transferred from accumulated surplus	11,233	11,253	220	176	424	373	23	91
Amount transferred to accumulated surplus	(9,659)	(10,206)	-	(117)	(1,072)	(353)	-	-
Balance at the end of the financial year	<u>28,413</u>	<u>26,839</u>	<u>1,234</u>	<u>1,014</u>	<u>1,868</u>	<u>2,516</u>	<u>204</u>	<u>181</u>
	<i>Car Parking Reserve</i>		<i>Public Open Space Reserve</i>		<i>Headworks Reserve</i>		<i>Fair Value Reserve</i>	
Balance at the beginning of the financial year	789	688	1,338	2,279	99	119	(36,751)	(38,056)
Amount transferred from accumulated surplus	116	101	243	122	25	33	-	-
Fair Value adjustment on revaluation	-	-	-	-	-	-	2,788	1,305
Amount transferred to accumulated surplus	-	-	(362)	(1,063)	-	(53)	-	-
Balance at the end of the financial year	<u>905</u>	<u>789</u>	<u>1,219</u>	<u>1,338</u>	<u>124</u>	<u>99</u>	<u>(33,963)</u>	<u>(36,751)</u>

31 Reconciliation of Net Cash Inflow from Operating Activities to Change in Net Assets resulting from Operations

	2016	2015
	\$'000	\$'000
Net cash inflow from operating activities	22,923	20,403
Depreciation	(12,135)	(11,668)
Contribution of assets	8,450	4,941
Recognition of land under roads	-	97,690
Gain/(Loss) on retirement or disposal of assets	(2,319)	(2,015)
Share of net results of associates	167	39
Government grants - capital		791
Assets previously expensed	31	-
Change in operating assets and liabilities		
Increase (decrease) in rates receivable	(322)	540
Increase (decrease) in other debtors and prepayments	(2,584)	2,081
Increase (decrease) in stock on hand	(3)	(34)
(Increase) decrease in creditors and accruals	466	(134)
(Increase) decrease in provision for employee entitlements	(36)	(443)
Surplus/(Deficit)	<u>14,638</u>	<u>112,191</u>

32 Commitments for Expenditure

a) Capital Commitments

Capital expenditure contracted for at the reporting date but not recognised in the financial statements as liabilities:

Buildings	170	267
Infrastructure	<u>5,350</u>	<u>3,797</u>
	<u>5,520</u>	<u>4,064</u>
These expenditures are payable:		
Not later than one year	5,520	4,064
Later than one year and not later than two years	-	-
	<u>5,520</u>	<u>4,064</u>

b) Operating Lease Commitments

At the reporting date Council had in place a variety of lease commitments relating to various properties used for public purposes, and operating leases in respect of motor vehicles, plant and equipment, and computer systems which are not recognised in the financial statements as liabilities. These leases are non-cancellable without Council incurring significant penalties and do not carry purchase options on the expiry of the leases. Commitments under these leases at the reporting date are payable as follows:

Not later than one year	1,361	1,274
Later than one year and not later than five years	2,024	1,329
Later than five years	<u>415</u>	<u>125</u>
	<u>3,800</u>	<u>2,728</u>

c) Operational Contracts

Council has entered into long term contracts for operational expenditure in respect of:

- Street sweeping (expires May 2017)
- Waste collection (expires October 2020)
- Green organics collection and disposal (expires October 2019)
- Recycling collection (expires October 2020)
- Recycling processing (expires March 2020)
- Waste transfer facilities (expires June 2021)

Estimated remaining payments under these contracts total \$20.5 million.

33 Superannuation

Council makes superannuation contributions for a number of its employees to the Quadrant Defined Benefits Fund (the Fund). The Fund was a sub fund of the Quadrant Superannuation Scheme (the Scheme) up to 30 November 2015. At this date the Scheme merged (via a Successor Fund Transfer) into Tasplan Super (Tasplan) and the Fund became a sub fund of Tasplan from that date. The Fund has been classified as a multi-employer sponsored plan. As the Fund's assets and liabilities are pooled and are not allocated by employer, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided under paragraph 34 of AASB 119 Employee Benefits, Council does not use defined benefit accounting for these contributions.

For the year ended 30 June 2016 Council contributed a minimum of 9.5% of employees' gross income to the Fund. Assets accumulate in the fund to meet member benefits as they accrue, and if assets within the fund are insufficient to satisfy benefits payable, Council is required to meet its share of the deficiency.

Rice Warner Pty Ltd undertook the last actuarial review of the Fund at 30 June 2014. The review disclosed that at that time the net market value of assets available for funding member benefits was \$66.3 million, the value of vested benefits was \$57.5 million, the surplus over vested benefits was \$8.8 million and the value of total accrued benefits was \$58.1 million. These amounts relate to all members of the fund at the date of valuation and no asset or liability is recorded in the Quadrant Superannuation Scheme's financial statements for Council employees.

The financial assumptions used to calculate the Accrued Benefits for the Fund were:

Net Investment Return	7.0% pa
Salary Inflation	4.0% pa
Price Inflation	n/a

The actuarial review concluded that:

- 1 The value of assets of the Fund was adequate to meet the liabilities of the Fund in respect of vested benefits as at 30 June 2014.
- 2 The value of assets of the Fund was adequate to meet the value of the liabilities of the Fund in respect of accrued benefits as at 30 June 2014.
- 3 Based on the assumptions used, and assuming the Employer contributes at the levels described below, the value of the assets is expected to continue to be adequate to meet the value of the liabilities of the Fund in respect of vested benefits at all times during the period up to 30 June 2017.

The Actuary recommended that in future the Council contribute 11.0% of salaries in 2014/15 and 9.5% of salaries thereafter.

The Actuary will continue to undertake a brief review of the financial position of the Fund at the end of each financial year to confirm that the contribution rates remain appropriate. The next full triennial actuarial review of the Fund will have an effective date of 30 June 2017 and is expected to be completed late in 2017.

Council also contributes to other accumulation schemes on behalf of a number of employees, however the Council has no ongoing responsibility to make good any deficiencies that may occur in those schemes.

During the year Council made the required superannuation contributions for all eligible employees to an appropriate complying superannuation fund as required by the *Superannuation Guarantee (Administration) Act 1992*.

33 Superannuation cont...

As required in terms of paragraph 148 of AASB 119 Employee Benefits, Council discloses the following details:

The 2014 actuarial review used the "aggregate" funding method. This is a standard actuarial funding method. The results from this method were tested by projecting future fund assets and liabilities for a range of future assumed investment returns. The funding method used is different from the method used at the previous actuarial review in 2011.

Under the aggregate funding method of financing the benefits, the stability of the Councils' contributions over time depends on how closely the Fund's actual experience matches the expected experience. If the actual experience differs from that expected, the Councils' contribution rate may need to be adjusted accordingly to ensure the Fund remains on course towards financing members' benefits.

In terms of Rule 27.4 of the Tasplan Trust Deed (Trust Deed), there is a risk that employers within the Fund may incur an additional liability when an Employer ceases to participate in the Fund at a time when the assets of the Fund are less than members' vested benefits. Each member of the Fund who is an employee of the Employer who is ceasing to Participate is required to be provided with a benefit at least equal to their vested benefit in terms of Rule 27.4 (b) (A). However there is no provision in the Trust Deed requiring an employer to make contributions other than its regular contributions up to the date of cessation of contributions. This issue can be resolved by the Trustee seeking an Actuarial Certificate in terms of Rule 26.5 identifying a deficit and the Trustee determining in terms of Rule 26.3(c) that the particular employer should make the payment required to make good any shortfall before the cessation of participation is approved.

The application of Fund assets on Tasplan being wound-up is set out in Rule 41.4. This Rule provides that expenses and taxation liabilities should have first call on the available assets. Additional assets will initially be applied for the benefit of the then remaining members and/or their Dependants in such manner as the Trustee considers equitable and appropriate in accordance with the Applicable Requirements (broadly, superannuation and taxation legislative requirements and other requirements as determined by the regulators).

The Trust Deed does not contemplate the Fund withdrawing from Tasplan. However it is likely that Rule 27.4 would be applied in this case (as detailed above).

The Fund is a defined benefit Fund.

During the reporting period the amount of contributions paid to defined benefits schemes was \$138,079 (2014/15 \$157,645), and the amount paid to accumulation schemes was \$1.8 million (2014/15 \$1.75 million).

During the next reporting period the expected amount of contributions to be paid to defined benefits schemes is \$135,840, and to accumulation schemes is \$1.87 million.

As reported on the first page of this note, assets exceeded accrued benefits as at the date of the last actuarial review, 30 June 2014. Moderate investment returns since that date make it quite probable that this is still the position. The financial position of the Fund will be fully investigated at the actuarial review as at 30 June 2017.

The analysis of the assets and vested benefits of Funds participating in the Scheme, prepared by Rice Warner Pty Ltd as at 30 June 2014, showed that the Fund had assets of \$66.3 million and members' Vested Benefits were \$57.5 million. These amounts represented 8.4% and 7.5% respectively of the corresponding total amounts for the Scheme.

As at 30 June 2015 the fund had 164 members and the total employer contributions and member contributions for the year ending 30 June 2015 were \$2,083,883 and \$325,833 respectively.

34 Subsequent Events

No events subsequent to balance date have been identified which would materially affect these financial statements.

35 Contingent Assets

Council has entered into long term leases over two of its properties.

Council is the owner of the Bellerive Oval. It entered into a 45 year lease over this property on 9 October 2001.

Council is also part owner of the Copping landfill. The owners of the landfill entered into a 50 year lease over this property commencing 21 March 2001.

The length and terms of these leases means that control over the assets has effectively passed to the lessees. Consequently the assets are treated as contingent and have not been included in Council's Balance Sheet.

	\$'000
Carrying amounts and depreciation expense in respect of these assets were:	
Bellerive Oval - written down value at derecognition (1 July 2012)	24,062
Copping Landfill - written down value at derecognition (1 July 2012)	2,691
	<u>26,753</u>
Depreciation was charged in 2011/12 on these assets as follows:	
Bellerive Oval	850
Copping Landfill	70
	<u>920</u>

Various Council properties contain improvements over which Council does not hold effective control. These are generally minor in nature and include pavillions, change facilities, and improvements for sporting, social, and other community purposes.

36 Special Committees

Under Section 24 of the *Local Government Act 1993* a Council may appoint Special Committees. The Council had 6 such Committees in operation as at 30 June 2016.

The operations* of the Special Committees are consolidated in to Council's financial statements and are summarised as follows:

Committee	Income	Expenditure	Net Result	Net Assets
	2015/16	2015/16	2015/16	30/06/16
	\$'000	\$'000	\$'000	\$'000
Clarence Senior Citizens Centre	78	79	(1)	117
Lindisfarne Citizens Activities Centre	30	30	-	29
Risdon Vale Community Centre	5	9	(4)	11
Clarence City Concert Band	19	9	10	26
Howrah Recreation Centre	267	311	(44)	100
Geilston Bay Community Centre	4	4	-	1
	<u>403</u>	<u>442</u>	<u>(39)</u>	<u>284</u>

* Due to timing of receipt of these records, some data remains unaudited.

	2014/15	2014/15	2014/15	30/06/15
Clarence Senior Citizens Centre	78	72	6	131
Lindisfarne Citizens Activities Centre	27	28	(1)	29
Risdon Vale Community Centre	5	4	1	15
Clarence City Concert Band	15	19	(4)	16
Howrah Recreation Centre	288	377	(89)	143
Geilston Bay Community Centre	3	3	-	1
	<u>416</u>	<u>503</u>	<u>(87)</u>	<u>335</u>

37 Contingent Liabilities

Bank guarantees in existence at balance date were as follows:

	2016	2015
	\$'000	\$'000
Howrah Bowls Club	300	150
OHA Football Club	37	37
Rosny Park Tennis Club	45	45
Sunshine Tennis Centre	60	60
Geilston Bay Tennis Club	54	54
	<u>496</u>	<u>346</u>

Note: As contingent liabilities, the above items have not been brought to account.

38 Councillors' Interests

The following interest(s) have been notified by Councillors pursuant to S84 of the *Local Government Act 1993*:

Councillor:	Ald Debra Thurley
Nature of Interest:	Director/Secretary R M Worbey Constructions Pty Ltd
Date Interest Existed:	1 June 2015 and ongoing
Nature of Relevant Dealings:	R M Worbey Constructions Pty Ltd: Payments made by Council totalling \$576,509 for various civil tenders and infrastructure maintenance.

39 Financial Management Indicators

	2016	2015	2014	2013	2012
	\$'000	\$'000	\$'000	\$'000	\$'000
Net financial assets/(liabilities)	51,900	51,036	46,379	45,238	43,806
This measure shows whether Council's total liabilities can be met by its liquid assets. An excess of total liabilities over liquid assets means that, if all liabilities fell due at once, additional revenue would be needed to fund the shortfall.					
Underlying surplus/(deficit)	1,771	4,283	3,542	1,140	(498)
This measure shows Council's estimated operating result net of non-structural items such as specific purpose capital grants and other contributions of capital.					
Net financial liabilities ratio	85%	85%	79%	86%	85%
<i>Net financial liabilities/Recurrent Income</i>					
This ratio indicates the net financial obligations of Council compared to its recurrent income.					
<i>*Benchmark: > 0%</i>					
<i>(within range of -50% to 0% is acceptable)</i>					
Underlying surplus ratio	2.9	7.1	6.0	1.9	(1.0)
<i>Underlying surplus/(deficit)/Recurrent Income</i>					
This ratio serves as an overall measure of financial operating effectiveness.					
<i>*Benchmark: > 1.0</i>					

40 Asset Management Indicators

Asset consumption ratio roads	46%	48%	48%	49%	48%
Asset consumption ratio stormwater	57%	56%	58%	58%	59%
Asset consumption ratio buildings	90%	91%	91%	92%	93%
<i>Depreciated replacement cost/Current replacement cost</i>					
This ratio indicates the level of service potential available in Council's existing asset base based on accounting estimates.					
<i>*Benchmark: > 60%</i>					
Asset renewal funding ratio	104%	106%	107%	92%	n/a
<i>Projected capital outlays/Projected capital expenditure funding</i>					
This ratio measures Council's capacity to fund future asset replacement requirements based on its 10 Year Financial Management Plan.					
<i>*Benchmark: 100%</i>					
<i>(within range of 90% to 100% is acceptable)</i>					
Asset sustainability ratio	88%	92%	86%	106%	84%
<i>Capital outlays on replacement or renewal of existing assets/ Annual depreciation expense</i>					
This ratio calculates the extent to which Council is maintaining operating capacity through renewal of its existing asset base.					
<i>*Benchmark: 100%</i>					

41 Related Party Transactions

a) Responsible Persons

Names of persons holding the position of a Responsible Person at the Council at any time during the year are:

Aldermen
Ald Doug Chipman (Mayor)
Ald Jock Campbell (Deputy Mayor)
Ald Heather Chong
Ald Peter Cusick
Ald Doug Doust
Ald Daniel Hulme
Ald Richard James
Ald Kay McFarlane
Ald John Peers
Ald Debra Thurley
Ald Sharyn von Bertouch
Ald James Walker

General Manager

Andrew Paul

b) Aldermen Remuneration
2016

Name	Allowances \$'000	Super-annuation ¹ \$'000	Vehicle ² \$'000	Reimbursement of expenses \$'000	Total \$'000
Ald D Chipman (Mayor)	96		8	3	107
Ald J Campbell (Deputy Mayor)	46			2	48
Ald H Chong	27			4	31
Ald P Cusick	27			1	28
Ald D Doust	27			4	31
Ald D Hulme	27			0	27
Ald R James	27			3	30
Ald K McFarlane	27			6	33
Ald J Peers	27			1	28
Ald D Thurley	27			0	27
Ald S von Bertouch	27			11	38
Ald J Walker	27			6	33
Total	412	-	8	41	461

2015

Name	Allowances \$'000	Super-annuation ¹ \$'000	Vehicle ² \$'000	Reimbursement of expenses \$'000	Total \$'000
Ald D Chipman (Mayor)	93		12	4	109
Ald J Campbell (Deputy Mayor)	45			4	49
Ald H Chong	27			6	33
Ald P Cooper (to 31/10/14)	10			1	11
Ald D Cusick (to 31/10/14)	10			1	11
Ald P Cusick (from 31/10/14)	17			1	18
Ald D Doust	27			5	32
Ald D Hulme (from 31/10/14)	17			2	19
Ald R James	27			5	32
Ald K McFarlane	27			5	32
Ald M McManus (to 31/10/14)	10			0	10
Ald J Peers	27			2	29
Ald D Thurley (from 31/10/14)	17			1	18
Ald S von Bertouch	27			10	37
Ald J Walker	27			3	30
Total	408	-	12	50	470

1 Superannuation means the contribution to the superannuation fund of the individual.

2 Includes total cost of providing and maintaining vehicles provided for private use, including registration, insurance, fuel & other consumables, maintenance costs and parking. Amount shown is net of costs reimbursed.

41 Related Party Transactions cont ...

c) Key Management Personnel Remuneration
2016

	Salary ¹	Super- annuation ²	Vehicles ³	Non Monetary Benefits ⁴	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
General Manager	232	21	12	6	271
Group Manager Asset Management	160	35	12	15	222
Corporate Treasurer	144	22	12	10	188
Manager Health & Community Development	138	29	12	1	180
Manager City Planning	135	17	12	9	173
Corporate Secretary	111	39	12	7	169
Manager Communication & Marketing	109	30	12	(19)	132
Manager Human Resources	106	22	12	3	143
Total	1,135	215	96	32	1,478

2015

	Salary ¹	Super- annuation ²	Vehicles ³	Non Monetary Benefits ⁴	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
General Manager	226	20	12	4	262
Group Manager Asset Management	154	35	12	(9)	192
Corporate Treasurer	143	22	12	(2)	175
Manager Customer Service	132	28	12	14	186
Manager City Planning	130	16	12	7	165
Corporate Secretary	115	31	12	(7)	151
Manager Communication & Marketing	105	28	12	1	146
Manager Human Resources	112	14	12	3	141
Total	1,117	194	96	11	1,418

- 1 Salary includes all forms of consideration paid and payable for services rendered and compensated absences.
- 2 Superannuation means the contribution to the superannuation fund of the individual.
- 3 Includes total cost of providing and maintaining vehicles provided for private use, including registration, insurance, fuel & other consumables, maintenance costs, fringe benefits tax and parking.
- 4 Other non-monetary benefits represents movements in accruals for annual and long service leave.

d) Remuneration Principles

Aldermen

Aldermen are paid allowances and compensation for certain expenses consistent with the Local Government Act 1993.

Executives

Remuneration of key management personnel is based on an assessment of current market remuneration for similar positions. Employment terms and conditions of senior executives are contained in individual employment contracts or relevant industrial awards.

Short term incentive payments

Council does not make short term incentive payments.

Termination benefits

No termination benefits were paid to executives during the 2016 or 2015 financial years.

11.7 GOVERNANCE**11.7.1 COUNCIL REVIEW GIFTS AND BENEFITS POLICY UPDATE**

(File No 10-01-07)

EXECUTIVE SUMMARY**PURPOSE**

To consider an update to Council's recently adopted Gifts and Benefits Policy.

RELATION TO EXISTING POLICY/PLANS

This policy relates to Council's Draft Strategic Plan Goal: *"To provide leadership and accessible, responsive, transparent and accountable governance of the City"*. This policy further relates to Council's adopted Code of Conduct and seeks to update Council's current Gifts and Benefits Policy.

LEGISLATIVE REQUIREMENTS

Council is required to adopt a Code of Conduct which recognises that the Council may also have in place policies that complement the Code.

CONSULTATION

A Workshop was held on 26 April 2016 to canvass whether Council wished to seek variation to the model Code to include aspects of its own Code or existing policies.

FINANCIAL IMPLICATIONS

There will be no financial implications as a result of adopting the proposed Policies.

RECOMMENDATION:

- A. That Council notes the advice received from the Acting Director of Local Government in response to the request for additional details in Council's Code of Conduct.
- B. That Council adopts the revised Gifts and Benefits Policy to effectively link the Policy to the content of the Code of Conduct.

Decision: **MOVED** Ald James **SECONDED** Ald von Bertouch

"That the Recommendation be adopted".

CARRIED UNANIMOUSLY

**11.7.2 REQUEST TO RELEASE RIGHT-OF-WAY EASEMENT AT SURF ROAD,
SEVEN MILE BEACH**
(File No S048)**EXECUTIVE SUMMARY****PURPOSE**

To consider a request from Hobart International Airport Pty Ltd for Council to release its benefit to a right-of-way situated at Surf Road, Seven Mile Beach to enable the development of the Hobart Airport runway extension.

RELATION TO EXISTING POLICY/PLANS

Council has indicated its support for the extension of road between Holyman Drive and Surf Road. The extension to Holyman Drive forms part of roadworks associated with Hobart International Airport Pty Ltd approved subdivision of its own (non-Commonwealth) land immediately adjacent to and south-west of the main Hobart Airport property. This also forms part of a strategic master plan for the whole of the Hobart Airport which includes the runway extension and the closing off of the right-of-way that passes over part of Surf Road (Commonwealth land).

LEGISLATIVE REQUIREMENTS

The Land Titles Act, 1980 requires a standard form to be lodged with the Recorder of Titles to release the benefit of a right-of-way as well as a lodgement fee of \$130.81.

CONSULTATION

Extensive consultation has occurred between Council officers and officers of HIAPL.

FINANCIAL IMPLICATIONS

Nil.

RECOMMENDATION:

- A. That Council notes the on-going difficulties associated with the on-going exercises of the titled right-of-way which would effectively impede the practical use of the right-of-way.
- B. That Council agrees to the release of the right-of-way over Certificate of Title Volume 161938 Folio 1 and authorises the General Manager to make application to the Recorder of Titles to release its benefit of the right-of-way on the understanding that all associated costs are to be borne by HIAPL.

Decision: **MOVED** Ald James **SECONDED** Ald Chong

“That the Recommendation be adopted”.

CARRIED UNANIMOUSLY

11.7.3 ANNUAL REVIEW – GENERAL MANAGER

(File No 590)

EXECUTIVE SUMMARY**PURPOSE**

The purpose of this report is for Council to appoint 2 Aldermen, in addition to the Mayor, for the purpose of undertaking the Annual Review of the General Manager.

RELATION TO EXISTING POLICY/PLANS

In accordance with Council's General Manager Performance and Remuneration Review System Policy adopted at Council's Meeting on 5 September 2016.

The policy requires that the term of appointment for the 2 Alderman on the committee be staggered on a 2 yearly basis. To facilitate the staggered terms Council will need to appoint 1 Alderman for 2 years and 1 Alderman for 1 year.

LEGISLATIVE REQUIREMENTS

As part of the General Manager's Contract of Employment there is a requirement that Council undertakes an Annual Review of the General Manager's performance. The Contract of Employment requires that the review panel comprises the Mayor and 2 other Aldermen.

CONSULTATION

Not applicable.

FINANCIAL IMPLICATIONS

Not applicable.

RECOMMENDATION:

That Council nominates 2 Aldermen, together with the Mayor, for the purpose of undertaking the Annual Performance Review of the General Manager on the following basis.

1. That Council nominates an Alderman for a 2 year term on the committee.
2. That Council nominates 1 Alderman from the 2015 review, namely Ald Thurley or Ald Cusick, for a 1 year term on the committee.

/ Refer to Page 91 for Decision on this Item...

ANNUAL REVIEW – GENERAL MANAGER /contd...

Decision:	<p>That Council nominates 2 Aldermen, together with the Mayor, for the purpose of undertaking the Annual Performance Review of the General Manager on the following basis.</p> <p>Ald Walker nominated Ald von Bertouch for a 2 year term on the committee.</p> <p>There being no further nominations Ald von Bertouch was duly appointed.</p> <p>Ald Thurley nominated Ald Cusick for a 1 year term on the committee.</p> <p>In the absence of other possible nominees Ald Cusick was duly appointed.</p>
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11.7.4 COUNCIL REPRESENTATIVE APPOINTMENT – COPPING REFUSE DISPOSAL SITE JOINT AUTHORITY

(File No 10/04/01)

EXECUTIVE SUMMARY

PURPOSE

The purpose of this report is to consider the appointment of a Proxy Representative to the Copping Refuse Disposal Site Joint Authority.

RELATION TO EXISTING POLICY/PLANS

Council's adopted Governance Framework for the Establishment of and Appointment to Council Committees, Authorities and Boards is applicable to this entity.

LEGISLATIVE REQUIREMENTS

Not applicable.

CONSULTATION

Not applicable.

FINANCIAL IMPLICATIONS

Not applicable.

RECOMMENDATION:

- A. That Alderman Cusick's resignation as Council's Proxy Representative on the Copping Refuse Disposal Site Joint Authority be received.
- B. That Council determines its new appointee as Proxy Representative to the Copping Refuse Disposal Site Joint Authority, for the term of the current Council.

Decision:

It was **RESOLVED**

- A. Ald Cusick's resignation as Council's Proxy Representative on the Copping Refuse Disposal Site Joint Authority be received".
- B. Ald von Bertouch **nominated** Ald Walker as its Proxy Representative.

Ald Cusick **nominated** Ald Thurley as its Proxy Representative.

There being 2 nominations a ballot was conducted and Ald Walker was duly elected as Council's Proxy Representative to the Copping Refuse Disposal Site Joint Authority.

12. ALDERMEN'S QUESTION TIME

An Alderman may ask a question with or without notice at Council Meetings. No debate is permitted on any questions or answers.

12.1 QUESTIONS ON NOTICE

(Seven days before an ordinary Meeting, an Alderman may give written notice to the General Manager of a question in respect of which the Alderman seeks an answer at the meeting).

Nil.

12.2 ANSWERS TO QUESTIONS ON NOTICE

Nil.

12.3 ANSWERS TO PREVIOUS QUESTIONS TAKEN ON NOTICE

Nil.

12.4 QUESTIONS WITHOUT NOTICE

An Alderman may ask a Question without Notice of the Chairman or another Alderman or the General Manager. Note: the Chairman may refuse to accept a Question without Notice if it does not relate to the activities of the Council. A person who is asked a Question without Notice may decline to answer the question.

Questions without notice and their answers will not be recorded in the minutes.

The Chairman may refuse to accept a question if it does not relate to Council's activities.

The Chairman may require a question without notice to be put in writing. The Chairman, an Alderman or the General Manager may decline to answer a question without notice.

Ald James left the Meeting at this stage and did not return (8.34pm).

13. CLOSED MEETING

Regulation 15 of the Local Government (Meetings Procedures) Regulations 2015 provides that Council may consider certain sensitive matters in Closed Meeting.

The following matters were listed in the Closed Meeting section of the Council Agenda in accordance with Regulation 15 of the Local Government (Meeting Procedures) Regulations 2015.

13.1 APPLICATIONS FOR LEAVE OF ABSENCE

13.2 TENDER T1116-16 ANNUAL HARDWASTE COLLECTION

In accordance with Regulation 15 of the Local Government (Meeting Procedures) Regulations 2015 the reports in the Closed Meeting section of the Council Agenda were dealt with on the grounds that the detail covered in the reports relates to:

- contracts and tenders for the supply of goods and services;
- applications by Aldermen for a Leave of Absence.

The content of reports and details of the Council decisions in respect to items listed in “Closed Meeting” are to be kept “confidential” and are not to be communicated, reproduced or published unless authorised by the Council.

Decision:**PROCEDURAL MOTION**

MOVED Ald Chong **SECONDED** Ald Peers

“That the Meeting be closed to the public to consider Regulation 15 matters, and that members of the public be required to leave the meeting room”.

CARRIED UNANIMOUSLY

CLOSED MEETING /contd...

The following Closed Meeting Motion has been authorised by Council for publication in the public Minutes.

13.2 TENDER T1116-16 ANNUAL HARDWASTE COLLECTION SERVICE

(File No T1116-16)

Decision:	MOVED Ald Campbell SECONDED Ald von Bertouch
	<p>“A. That the Schedule of Rates Tender for the provision of the Annual Hardwaste Collection Service as submitted by Toxfree Australia Pty Ltd be accepted and that the General Manager and/or his nominee be authorised to complete the Agreement with Toxfree Australia Pty Ltd (with any necessary amendments) that forms part of the Tender documentation.</p> <p>B. That in accordance with Regulation 34(3) of the Local Government (Meeting Procedures) Regulations 2015, Council authorises for release of the Council’s decision (only) in respect to this item to the general public and for communication to relevant parties.</p> <p>C. That Council release to the public their decision only in regard to this matter”.</p> <p style="text-align: right;">CARRIED UNANIMOUSLY</p>

The Meeting closed at 8.46pm.