



CARPENTARIA SHIRE

Outback by the Sea

***SPECIAL MEETING
2018/2019 BUDGET***

MINUTES

27 JULY, 2018

CONFIRMED MINUTES

TABLE OF CONTENTS

ITEM	SUBJECT	PAGE NO
1	OPENING OF MEETING.....	4888
2	RECORD OF ATTENDANCE	4888
3	2018/2019 BUDGET DOCUMENTATION.....	4888
3.1	Budget 2018/2019 Revenue Policy	4888
3.2	2018/2019 Revenue Statement	4889
3.3	2018/2019 Debt Policy.....	4889
3.4	2018/2019 Investment Policy.....	4890
3.5	2017-2018 Statement of Estimated Financial Position	4890
3.6	Adoption of 2018/2019 Budget.....	4891
3.7	Differential General Rates.....	4891
3.8	2018/2019 Utility Charges - Waste Management.....	4897
3.9	2018/2019 Utility Charges - Water	4897
3.10	2018/2019 Sewerage Utility Charges.....	4898
3.11	Rebates and Concessions	4899
3.12	Discount for Prompt Payment	4900
3.13	Interest on Overdue Rates & Charges	4900
3.14	Levy and Payment of Rates.....	4901
6	CLOSURE OF MEETING.....	4901

CONFIRMED MINUTES

1 OPENING OF MEETING

The Mayor welcomed members and declared the meeting open at **4:06pm**.

2 RECORD OF ATTENDANCE

Councillors

Mayor:	Cr LV Bawden
Members:	Cr AT Gallagher
	Cr JD Beard
	Cr BJ Hawkins
	Cr AM Murphy
	Cr PF Wells
	Cr JC Young.

Staff

Chief Executive Officer	Mr Michael Hayward
Director of Engineering	Mr John Martin
Director Corporate Services	Mr Oliver Pring
Manager Finance and Administration	Mr Justin Hancock

3 2018/2019 BUDGET DOCUMENTATION

3.1 BUDGET 2018/2019 REVENUE POLICY

Executive Summary:

The 2018/2019 Carpentaria Shire Council Budget, as presented, has been prepared in accordance with the *Local Government Act 2009* and the *Local Government Regulation 2012*. As stipulated by these regulations, Council must adopt an annual budget which includes various policies and guidelines as well as financial statements prepared on an accrual basis for the 2018/2019 Financial Year and future budget projections over the subsequent nine years which allow for the measures in financial sustainability.

COUNCIL RESOLUTION

Moved Cr Murphy

Seconded Cr Beard

That pursuant to Section 193(3) of the Local Government Regulation 2012, Council resolve to adopt the 2018/2019 Revenue Policy for inclusion in the 2018-19 Budget (Attachment 1).

CARRIED 7/0

Resolution No. 0718/001

CONFIRMED MINUTES

3.2 2018/2019 REVENUE STATEMENT

Executive Summary:

Council is required under Section 169(2)(b) of the Local Government Regulation 2012 to include a revenue statement in its annual budget. This report recommends the adoption of this document as part of the 2018-19 Budget as well as other key measures that Council will use to generate its rating revenue.

COUNCIL RESOLUTION

Moved Cr Beard

Seconded Cr Hawkins

That pursuant to section 104(5) of the Local Government Act 2009 and section 172 of the Local Government Regulation 2012, Council adopt the Revenue Statement 1 July 2018 – 30 June 2019 (Attachment 2).

CARRIED 7/0

Resolution No. 0718/002

3.3 2018/2019 DEBT POLICY

Executive Summary:

The 2018/2019 Carpentaria Shire Council Budget, as presented, has been prepared in accordance with the *Local Government Act 2009* and the *Local Government Regulation 2012*. As stipulated by these regulations, Council must adopt an annual budget which includes various policies and guidelines as well as financial statements prepared on an accrual basis for the 2018/2019 Financial Year and future budget projections over the subsequent nine years which allow for the measures in financial sustainability.

COUNCIL RESOLUTION

Moved Cr Hawkins

Seconded Cr Gallagher

That pursuant to Section 192 of the Local Government Regulation 2012, Council adopt the 2018/2019 Debt Policy (Attachment 3).

CARRIED 7/0

Resolution No. 0718/003

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CONFIRMED MINUTES

3.4 2018/2019 INVESTMENT POLICY

Executive Summary:

The 2018/2019 Carpentaria Shire Council Budget, as presented, has been prepared in accordance with the *Local Government Act 2009* and the *Local Government Regulation 2012*. As stipulated by these regulations, Council must adopt an annual budget which includes various policies and guidelines as well as financial statements prepared on an accrual basis for the 2018/2019 Financial Year and future budget projections over the subsequent nine years which allow for the measures in financial sustainability.

COUNCIL RESOLUTION

Moved Cr Gallagher

Seconded Cr Wells

That pursuant to Section 191 of the Local Government Regulation 2012, Council adopts the 2018/2019 Investment Policy (Attachment 4).

CARRIED 7/0

Resolution No. 0718/004

3.5 2017-2018 STATEMENT OF ESTIMATED FINANCIAL POSITION

Executive Summary:

This report presents the Estimated Statement of Financial Position as at 30 June 2018 for Council's adoption in accordance with Section 205 of the Local Government Regulation 2012.

COUNCIL RESOLUTION

Moved Cr Wells

Seconded Cr Young

That pursuant to Section 205 of the Local Government Regulation 2012, Council resolve to receive the Statement of Estimated Financial Position as at 30 June 2018.

CARRIED 7/0

Resolution No. 0718/005

CONFIRMED MINUTES

3.6 ADOPTION OF 2018/2019 BUDGET

Executive Summary:

This report presents the 2018-2019 Budget and long term financial forecast for the Carpentaria Shire Council for adoptions as part of the 2018-2019 budget process.

COUNCIL RESOLUTION

Moved Cr Bawden

Seconded Cr Hawkins

That pursuant to section 170A of the Local Government Act 2009 and sections 169 and 170 of the Local Government Regulation 2012, Council resolve to adopt the Budget for the financial year 2018/2019 financial year incorporating:

- i. The statements of financial position;*
- ii. The statements of cash flow;*
- iii. The statements of income and expenditure;*
- iv. The statements of changes in equity;*
- v. The long-term financial forecast;*
- vi. The relevant measures of financial sustainability; and*
- vii. The total value of the change, expressed as a percentage, in the rates and utility charges levied for the financial year compared with the rates and utility charges levied in the previous budget. (Attachment 5).*

CARRIED 7/0

Resolution No. 0718/006

3.7 DIFFERENTIAL GENERAL RATES

Executive Summary:

The 2018/2019 Carpentaria Shire Council Budget, as presented, has been prepared in accordance with the *Local Government Act 2009* and the *Local Government Regulation 2012*. As stipulated by these regulations, Council must adopt an annual budget which includes various policies and guidelines as well as financial statements prepared on an accrual basis for the 2018/2019 Financial Year and future budget projections over the subsequent nine years which allow for the measures in financial sustainability.

COUNCIL RESOLUTION

Moved Cr Young

Seconded Cr Murphy

That:

- (a) Pursuant to section 81 of the Local Government Regulation 2012, the categories in to which rateable land is categorised, the description of those categories and pursuant to sections 81(4) and 81(5) of the Local Government Regulation 2012, the method by which land is to be identified and included in its appropriate category is as follow:*

CONFIRMED MINUTES

Category	Description	Identification
1	Vacant Urban Land <10,000 m ²	All vacant urban land of less than 10,000m ² in size, within the areas defined as Normanton Township or Karumba Township in the Carpentaria Shire Council Planning Scheme 2008 (Map 3)
2	Residential Land <4,000 m ²	All residential land of less than 4,000m ² in size, within the areas defined as Normanton Township or Karumba or Karumba Point, in the Carpentaria Shire Council Planning Scheme 2008 (Map 3)
3	Residential Land >4,000m ² & <100Ha	All land within the council area that is 4,000m ² or more but less than 100Ha in size, that is used for residential or rural residential purposes.
4	Residential Multi-units	All land within the council areas which consists multi residential dwelling
5	Vacant Land >4,000m ² & <100Ha	All land within the council area that is 4,000m ² or more but less than 100Ha in size, that could be used for residential or rural residential purposes, but is currently vacant.
6	Rural Areas	All land within the council area not included in other Categories
7	Rural \$500,000 - \$999,999	All rural land within the council area with an unimproved value of between \$500,000 and \$999,999.
8	Rural ≥ \$1,000,000	All rural land within the council area with an unimproved value of \$1,000,000 or more.
9	Rural - Agriculture	All rural land within the council area used for agricultural purposes, rather than grazing or other rural uses.
10	Commercial	All commercial land in Karumba and Normanton that is zoned "Commercial" in the Carpentaria Shire Council Planning Scheme 2008 (Map's 3 and 5) and land zoned as 'Residential' used to operating commercial tourism operations.
11	Motels	All land within the council area used for public accommodation such as motels and guest houses.
12	Commercial - Other	All land within the council area that is used by not for profit groups or organisations
13	Electrical Reticulation and Telecommunications Infrastructure – Rural	All land as described in Category 18 and which is located outside the Normanton and Environs and Karumba and Environs (Maps 2,3,4 &5 Carpentaria Shire Planning Scheme 2008)

CONFIRMED MINUTES

14	<i>Electrical Reticulation and Telecommunications Infrastructure – Normanton and Karumba</i>	<i>All land predominately used for Commercial Electrical, Reticulation or Telecommunication purposes or to which the primary land use code 91 – Transformers applies or should apply and is located within Normanton and Environs and Karumba and Environs (Maps 2,3,4 &5 Carpentaria Shire Planning Scheme 2008)</i>
15	<i>Intensive Accommodation – 10 to 30 Person</i>	<i>All land predominately used for intensive accommodation capable of accommodating 10 to 30 persons (other than the ordinary travelling public) in rooms, suites or caravan sites specifically built or provided for this purpose. Land within this category is commonly known as "workers accommodation", "single person's quarters", "work camps", "accommodation village" or "barracks".</i>
16	<i>Intensive Accommodation – 31 to 50 Person</i>	<i>All land predominately used for intensive accommodation capable of accommodating 31 to 50 persons (other than the ordinary travelling public) in rooms, suites or caravan sites specifically built or provided for this purpose. Land within this category is commonly known as "workers accommodation", "single person's quarters", "work camps", "accommodation village" or "barracks".</i>
17	<i>Intensive Accommodation >51 Person</i>	<i>All land predominately used for intensive accommodation capable of accommodating 51 or more persons (other than the ordinary travelling public) in rooms, suites or caravan sites specifically built or provided for this purpose. Land within this category is commonly known as "workers accommodation", "single person's quarters", "work camps", "accommodation village" or "barracks".</i>
20	<i>Light Industry</i>	<i>All industrial land in Karumba and Normanton that is zoned as either "Strategic Port Land" or "Industry" in the Carpentaria Shire Council Planning Scheme 2008 (Map's 3 and 5) excluding land identified in other Categories.</i>
21	<i>Transport and Heavy Industry <1Ha</i>	<i>All land used for the purposes of and incidental to transport operation, freight companies, batching plant, stockpiling, and or hazardous industries that is less than 1.0 Hectare in land size.</i>
22	<i>Service Stations</i>	<i>All land used for the purpose of and incidental to retail or wholesale fuel distribution, with a holding capacity of one million litres or less.</i>
23	<i>Bulk Fuel Storage</i>	<i>All land used for the purpose of and incidental to bulk fuel storage operations with a holding capacity greater than one million litres.</i>
24	<i>Shipping and Other Industry</i>	<i>All land used for the purpose of shipping operations and other industry located on the Norman River side of Yappar Street Industrial Area not identified in category 9, 10, 11, 13, 14, 15, 16, 17, 18, 19 and 26.</i>

CONFIRMED MINUTES

25	Processing Plant	<i>All land used for the purpose of and incidental to the processing of goods and services for wholesale purposes.</i>
26	Mine Product Operations	<i>All land used, or capable of being used, for the purpose of, and incidental to:- -the bulk handling of mining products; -the storage of mining products; -the distribution of mining products; and/or -the storage of other mining related products and equipment. This category includes land previously used for any or more of the other purposes identified in this category, being rehabilitated (including the removal of structures)</i>
27	Electricity Generation <5MW	<i>All land used or intended to be used for or ancillary to the generation of electricity from a facility with an output capacity of 5Mega Watts or less.</i>
28	Electricity Generation >5MW	<i>All land used or intended to be used for or ancillary to the generation of electricity from a facility with an output capacity of greater than 5Mega Watts.</i>
31	Quarry 5,000 – 100,000 Tonnes	<i>All land in the council area used or intended to be used as a quarry extracting between 5,000 and 100,000 tonnes as defined by the appropriate State Government Department.</i>
32	Quarry >100,000 Tonnes	<i>All land in the council area used or intended to be used as a quarry extracting 100,000 tonnes or more as defined by the appropriate State Government Department.</i>
33	Petroleum Lease	<i>All petroleum leases located in the council area.</i>
34	Mining Leases <25 people	<i>All mining leases located in the council area, that employ less than 25 people in mining activities and has no on-site accommodation</i>
35	Mining Leases <100 people	<i>All mining leases located in the council area, that employ less than 100 people in mining activities and has no on-site accommodation</i>
36	Mining Leases >100 people	<i>All mining leases located in the council area, that employ less than 100 people in mining activities and has no on-site accommodation</i>
37	Mining Leases <25 people with accommodation	<i>All mining leases located in the council area, that employ less than 25 people in mining activities and has on-site accommodation.</i>
38	Mining Leases <100 people with accommodation	<i>All mining leases located in the council area, that employ less than 100 people in mining activities and has on-site accommodation</i>

CONFIRMED MINUTES

39	<i>Mining Leases >100 people with accommodation</i>	<i>All mining leases located in the council area, that employ less than 100 people in mining activities and has on-site accommodation</i>
41	<i>Caravan Parks <50 sites</i>	<i>All land within the council area used as a caravan parks with less than 50 sites or accommodation units.</i>
42	<i>Caravan Parks 50 - 100 sites</i>	<i>All land within the council area used as a caravan parks with 51 – 100 sites or accommodation units.</i>
43	<i>Caravan Parks >100 sites</i>	<i>All land within the council area used as a caravan parks with more than 100 sites or accommodation units.</i>
44	<i>Hotels <20 Rooms</i>	<i>All land within the council area used as a hotel with less than 20 accommodation units.</i>
45	<i>Hotels >20 Rooms</i>	<i>All land within the council area used as a hotel with less than 20 accommodation units.</i>
50	<i>Transport >1.0Ha</i>	<i>All land used for the purposes of and incidental to transport operation, freight companies, batching plant, stockpiling and hazardous industries that is 1.0 Hectare or greater in land size.</i>

(b) Council delegates to the Chief Executive Officer the power, pursuant to sections 81(4) and 81(5) of the Local Government Regulation 2012, to identify the rating category to which each parcel of rateable land belongs.

(c) Pursuant to section 94 of the Local Government Act 2009 and section 80 of the Local Government Regulation 2012, the differential general rate to be made and levied for each differential general rate category and, pursuant to section 77 of the Local Government Regulation 2012, the minimum general rate to be made and levied for each differential general rate category, is as follows:

Category	Description	Cents in the dollar	Minimum
1	Vacant Urban Land <10,000 m ²	1.3444	\$620.00
2	Residential Land <4,000 m ²	1.4025	\$600.00
3	Residential Land >4,000m ² & <100Ha	0.8248	\$610.00
4	Residential Multi-units	1.5268	\$640.00
5	Vacant Land >4,000m ² & <100Ha	0.5648	\$670.00
6	Rural Areas	0.9522	\$600.00
7	Rural \$500,000 - \$999,999	1.1092	\$5,200.00
8	Rural ≥ \$1,000,000	1.5826	\$20,800.00
9	Rural - Agriculture	2.0000	\$5,200.00
10	Commercial	1.5988	\$680.00
11	Motels	1.4992	\$2,000.00

CONFIRMED MINUTES

12	Commercial - Other	1.2044	\$570.00
13	Electrical Reticulation and Telecommunications Infrastructure – Rural	7.5816	\$1,060.00
14	Electrical Reticulation and Telecommunications Infrastructure – Normanton and Karumba	15.1696	\$5,550.00
15	Intensive Accommodation – 10 to 30 Person	3.3280	\$1,140.00
16	Intensive Accommodation – 31 to 50 Person	3.3280	\$2,290.00
17	Intensive Accommodation >51 Person	3.3280	\$3,430.00
20	Light Industry	1.2752	\$690.00
21	Transport and Heavy Industry <1Ha	3.0126	\$2,000.00
22	Service Stations	1.7272	\$1,040.00
23	Bulk Fuel Storage	3.0452	\$2,080.00
24	Shipping and Other Industry	3.4990	\$2,080.00
25	Processing Plant	4.2842	\$2,080.00
26	Mine Product Operations	121.9738	\$1,500,000.00
27	Electricity Generation <5MW	1.8756	\$4,310.00
28	Electricity Generation >5MW	2.0000	\$8,610.00
31	Quarry 5,000 – 100,000 Tonnes	3.4668	\$5,200.00
32	Quarry >100,000 Tonnes	2.0000	\$26,000.00
33	Petroleum Lease	2.0000	\$2,500.00
34	Mining Leases <25 people	2.0000	\$2,000.00
35	Mining Leases <100 people	2.0000	\$10,000.00
36	Mining Leases >100 people	2.0000	\$100,000.00
37	Mining Leases <25 people with accommodation	2.0000	\$3,000.00
38	Mining Leases <100 people with accommodation	2.0000	\$15,000.00
39	Mining Leases >100 people with accommodation	2.0000	\$110,000.00
41	Caravan Parks <50 sites	2.8494	\$710.00
42	Caravan Parks 50 - 100 sites	1.0310	\$1,000.00
43	Caravan Parks >100 sites	1.6702	\$2,000.00
44	Hotels <20 Rooms	1.3388	\$1,000.00
45	Hotels >20 Rooms	1.6702	\$2,000.00
50	Transport >1.0Ha	1.9266	\$3,000.00

CONFIRMED MINUTES

CARRIED 7/0

Resolution No. 0718/007

3.8 2018/2019 UTILITY CHARGES - WASTE MANAGEMENT

Executive Summary:

The 2018/2019 Carpentaria Shire Council Budget, as presented, has been prepared in accordance with the *Local Government Act 2009* and the *Local Government Regulation 2012*. As stipulated by these regulations, Council must adopt an annual budget which includes various policies and guidelines as well as financial statements prepared on an accrual basis for the 2018/2019 Financial Year and future budget projections over the subsequent nine years which allow for the measures in financial sustainability.

COUNCIL RESOLUTION

Moved Cr Murphy

Seconded Cr Beard

That:

- (a) ***Pursuant to section 94 of the Local Government Act 2009 and section 99 of the Local Government Regulation 2012, Council make and levy waste management utility charges, for the supply of waste management services by the Council, as follows:***

Type	Basis of Charge	Charge
Waste Management Charge	per unit	\$385.00

- (b) ***The application of the above levied waste collection and recycling charges be in accordance with the further detail provided in Council's adopted Revenue Statement 2018-2019.***

CARRIED 7/0

Resolution No. 0718/008

3.9 2018/2019 UTILITY CHARGES - WATER

Executive Summary:

The 2018/2019 Carpentaria Shire Council Budget, as presented, has been prepared in accordance with the *Local Government Act 2009* and the *Local Government Regulation 2012*. As stipulated by these regulations, Council must adopt an annual budget which includes various policies and guidelines as well as financial statements prepared on an accrual basis for the 2018/2019 Financial Year and future budget projections over the subsequent nine years which allow for the measures in financial sustainability.

COUNCIL RESOLUTION

Moved Cr Beard

Seconded Cr Hawkins

CONFIRMED MINUTES

That:

- (a) Pursuant to section 94 of the Local Government Act 2009 and section 99 of the Local Government Regulation 2012, Council make and levy water utility charges, for the supply of water services by the Council, as follows:

Type	Basis of Charge	Charge
Access Charge	per unit	\$69.00
Excess Consumption Charge	per kl	\$2.60
Consumption Charge - Stock Watering & Industrial Use	per kl	\$2.60

- (b) The application of the above levied water utility charges be in accordance with the further detail provided in Council's adopted Revenue Statement 2018-2019.

CARRIED 7/0

Resolution No. 0718/009

3.10 2018/2019 SEWERAGE UTILITY CHARGES

Executive Summary:

The 2018/2019 Carpentaria Shire Council Budget, as presented, has been prepared in accordance with the *Local Government Act 2009* and the *Local Government Regulation 2012*. As stipulated by these regulations, Council must adopt an annual budget which includes various policies and guidelines as well as financial statements prepared on an accrual basis for the 2018/2019 Financial Year and future budget projections over the subsequent nine years which allow for the measures in financial sustainability.

COUNCIL RESOLUTION

Moved Cr Hawkins

Seconded Cr Gallagher

That:

- a) Pursuant to section 94 of the Local Government Act 2009 and section 99 of the Local Government Regulation 2012, Council make and levy sewerage utility charges, for the supply of sewerage services by the Council, as follows:

Normanton Sewerage Utility Charges

Type	Basis of Charge	Charge
Residential Charge	per unit	\$ 808.60
Vacant Charge	per unit	\$ 606.70
Base Commercial Charge	per unit	\$ 1,159.80
Comm. Pedestal Charge	per unit	\$ 526.30

CONFIRMED MINUTES

Karumba Sewerage Utility Charges

Type	Basis of Charge	Charge
Residential Charge	per ETV	\$1,176.30
Vacant Charge	per ETV	\$882.70
Commercial/ Industrial Charge	per ETV	\$1,176.30
Accommodation A or B Charge	per ETV	\$1,176.30
Community Facilities Charge	per ETV	\$1,176.30

- b) *The application of the above levied sewerage charges be in accordance with the further detail provided in Council's adopted Revenue Statement 2018-2019.*

CARRIED 7/0

Resolution No. 0718/010

3.11 REBATES AND CONCESSIONS

Executive Summary:

The purpose of this report is to present the rates concessions to Council for adoption.

COUNCIL RESOLUTION

Moved Cr Gallagher

Seconded Cr Wells

That:

- (a) *Pursuant to sections 120, 121 and 122 of the Local Government Regulation 2012, Council adopt the Rates Based Financial Assistance Policy (**Attachment 6**).*
- (b) *Pursuant to sections 120, 121 and 122 of the Local Government Regulation 2012, Council will offer a subsidy (upon the same terms and conditions as the Queensland Government Pensioner Rate Subsidy Scheme), a 30% remission on all rates and charges (excluding excess water charges, special rates and charges, and rural and state fire levy). The remission is offered on the basis that the ratepayers are pensioners (as defined by the Local Government Regulation 2012) and have resided within the shire boundary for a minimum period of at least 10 years.*
- (c) *Pursuant to sections 120, 121 and 122 of the Local Government Regulation 2012, Council will grant varied levels of concessions to approved charitable and other not-for-profit Community Groups, including not-for-profit Sporting Bodies, in accordance with the provisions of the Rates Based Financial Assistance Policy. The concessions are offered in accordance with eligibility criteria outlined within the Rates Based Financial Assistance Policy and are*

CONFIRMED MINUTES

offered on the basis that the ratepayers are entities whose objectives do not include the making of a profit.

CARRIED 7/0

Resolution No. 0718/011

3.12 DISCOUNT FOR PROMPT PAYMENT

Executive Summary:

The purpose of this report is to present the rating discounts for adoption.

COUNCIL RESOLUTION

Moved Cr Wells

Seconded Cr Young

That:

- a) *Pursuant to section 130 of the Local Government Regulation 2012, Council will allow a discount of 10% on the gross differential general rates, sewerage utility charges, water utility charges and waste management utility charges made and levied, excluding the water consumption charges, provided payment of the full amount outstanding, including any overdue rates and interest to the date of payment, less any discount entitlement, is paid by the due date on original notice of the levy; and*
- b) *That a maximum discount of \$5,000 be allowed on the differential general rates.*

CARRIED 7/0

Resolution No. 0718/012

3.13 INTEREST ON OVERDUE RATES & CHARGES

Executive Summary:

The purpose of this report is to present the Interest on overdue rates and charges for adoption.

COUNCIL RESOLUTION

Moved Cr Young

Seconded Cr Murphy

That pursuant to section 133 of the Local Government Regulation 2012, overdue rates will bear interest at the rate of eleven (11) percent per annum compounded daily, to be calculated from the end of the financial half year in which they fall due and charged at the end of each month or at such other time as required for the issuing of statutory notices.

CARRIED 7/0

Resolution No. 0718/013

CONFIRMED MINUTES

3.14 LEVY AND PAYMENT OF RATES

Executive Summary:

This report presents the levy and payment periods for the 2018-19 rates and charges for adoption to support the 2018-19 Budget.

COUNCIL RESOLUTION

Moved Cr Murphy

Seconded Cr Beard

That:

- (a) Pursuant to section 107 of the Local Government Regulation 2012 and section 114 of the Fire and Emergency Services Act 1990, Council's rates and charges, and the State Government's Emergency Management, Fire and Rescue Levy shall generally be levied half yearly (billing periods beginning August/September and February/March) with the exception of water consumption which will be levied annually. Such rates and utility charges shall be payable by the due date detailed on the rate notice.
- (b) Council will apply section 102 of the Local Government Regulation 2012 to the reading of water meters so that if a meter is due to be read on a particular day (e.g. the last day of a quarter) to enable Council to calculate a consumption charge to be levied, the meter will be deemed read on that particular day if it is read within 2 weeks before the day or 2 weeks after the day.
- (c) Pursuant to section 118 of the Local Government Regulation 2012, that Council's rates and charges, and the State Government's Emergency Management, Fire and Rescue Levy, be paid within 30 days of the date of the issue of the rate notice

CARRIED 7/0

Resolution No. 0718/014

6 CLOSURE OF MEETING

The Chair of the meeting, Cr Lyall Bawden, Mayor, declared the meeting closed at **4:45pm**.

MINUTES CERTIFICATE

These Minutes are Confirmed.



Councillor LV Bawden
Mayor

27, 07, 2018

Date

Attachment 1

Revenue Policy

2018/2019 REVENUE POLICY

Adopted on 27/07/2018 by Council Resolution No. 0718/001

1. POLICY STATEMENT

- 1.1 The Revenue Policy is intended to be a strategic document. Its adoption, in advance of setting the budget, allows Council to set out the principles that it will use to set its budget and to identify in broad terms the general strategy to be used for raising revenue, and setting of funds aside into reserves.
- 1.2 The legislative authority for the Revenue Policy are:
- (a) *Local Government Act 2009*, Chapter 4, Part 3, Sections 104(5); and
 - (b) *Local Government Regulation 2012*, Chapter 5, Part 5, Section 193.

2. PRINCIPLES

- 2.1 A local government must prepare a Revenue Policy each financial year. The purpose of the policy is to identify the planning framework within which Council operates.
- 2.2 The Revenue Policy must state -
- 2.2.1 The principles that the local government intends to apply in the financial year for:
 - i. Levying of rates and charges; and
 - ii. Recovering overdue rates and charges; and
 - iii. Granting rebates and concessions; and
 - iv. Cost recovery fees.
 - 2.2.2 If the local government intends to grant concession for rates and charges – the purpose for the concessions; and
 - 2.2.3 The extent to which physical and social infrastructure costs for a new development are to be funded by charges for the development; and
 - 2.2.4 The amount of each reserve to be kept in the operating fund and the way in which the local government intends to ensure funding is available to support the purpose of each reserve.

(The following policy has been prepared in accordance with the above requirements).

2.3 Principles used for the levying of Rates and Charges

In general Council will be guided by two (2) principles in the making of rates and charges so as to equalise the impact of rating on the efficiency of the local economy. These are the Equity Principle and the Benefit Principle (also called the User Pays Principle).

Equity Principle

Council will aim to ensure that all sectors of the rate paying community contribute equitably to the rates revenue of the Council. This means that in determining the level of rates and charges, Council's objective is to ensure the fair and consistent application of lawful rating and charging principles, without bias, taking into account of all relevant considerations, and disregarding irrelevancies such as the perceived personal wealth of individual ratepayers or ratepayer classes.

The general basis for determining rates is the valuation of rateable land as determined under the Land Valuation Act 2010, however differential general rating will be applied to achieve a more equitable relationship between the contribution to

rates revenue that Council considers land with high economic activity should contribute, than could be achieved if a simple (i.e. single rate in the dollar) general rating scheme were to be adopted.

Benefit (User Pays) Principle

At a minimum, ratepayer should contribute rates which reflect the cost of providing Council's services to rateable properties in each sector of the community. Wherever possible, this should be reflected in the minimum rate for each rating category.

Council will also have regard to the principles of:

- Transparency in the making of rates and charges.
- Having in place a rating regime that is simple and inexpensive to administer; and
- Flexibility to take account of changes in the local economy.

Principles used for levying of rates

In levying rates Council will apply the principles of:

- Making clear what is the Council's and each ratepayer's responsibility to the rating system.
- Making the levying system simple and inexpensive to administer; and
- Timing the levy of rates to take into account the financial cycle of local economy activity, in order to assist smooth running of the local economy.

2.4 Principles used for Granting of Concessions for Rates and Charges

In considering the application of concessions, Council will be guided by the principles of:

- Fairness and social conscience by having regard to the different levels of ability to pay within the local community.
- The same treatment for ratepayers with similar circumstances.
- Transparency by making clear the requirements necessary to receive concessions; and
- Flexibility to allow Council to respond to local economic issues.

Council may also give consideration to granting a class concession in the event all or part of the local government area is declared a natural disaster area by the State Government.

2.5 Principles used for Recovering Overdue Rates and Charges

Council will exercise its rate recovery powers in order to adjust to ratepayer cash flows so as to minimise the overall rate burden on ratepayers. It will be guided by the principles of:

- Transparency by making clear the obligations of ratepayers and the processes used by Council in assisting them meet their financial obligations.
- Making the processes used to recover outstanding rates and charges clear, simple to administer and cost effective.
- Equity by having regard to providing the same treatment for ratepayers with similar circumstances; and
- Flexibility by responding where necessary to changes in the local economy.

2.6 Principles to be applied for Cost-Recovery Fees

Section 97 of the *Local Government Act 2009* allows Council to set cost-recovery fees.

The Council recognises the validity of fully imposing the user pays/benefit principle for its cost-recovery fees, unless the imposition of the fee is contrary to its express social, economic, environmental and other corporate goals. This is considered to be the most equitable and effective revenue approach, and is founded on the basis that the Council's rating base should not subsidise the specific users or clients of Council's regulatory products and services.

However, in setting its cost-recovery fees, Council will be cognizant of the requirement that such a fee must not be more than the cost to Council of providing the service or taking the action to which the fee applies.

2.7 Purpose of Concessions

See paragraph 2.4 (above).

2.8 Funding of Physical and Social Infrastructure Costs

Council requires property developers to pay reasonable and relevant contributions towards the cost of infrastructure required to support the development. Specific charges are detailed in the policies and other material supporting Council's town planning schemes.

These policies are based on normal anticipated growth rates. Where a new development is of sufficient magnitude to accelerate the growth rate of a specific community within the Region, it may be necessary to bring forward social infrastructure projects. Where this occurs, Council expects developers to meet sufficient costs so that the availability of facilities is not adversely affected and so that existing ratepayers are not burdened with the cost of providing the additional infrastructure.

2.9 Operating Fund Reserves

Council will maintain 11 classes of reserves within its operating fund. These are:

- Land Development Reserve
- Sewerage Reserve
- Water Reserve
- Plant Replacement Reserve
- Airport Reserve
- Sustainability Reserve
- Future Capital Works Reserve
- Capital Grants Reserve
- Operating Grants Reserve
- Operating Expenditure Reserve
- Quarry Rehabilitation Reserve

Council during its budget deliberations examines the purposes of its reserves to ensure that the reserves are used for that purpose. Those reserves that are intended to be ongoing will be supported by transfers from operations and these transfers are included in Council's adopted budget.

3. SCOPE

This policy applies to the revenue and rating functions of Council.

4. REPEAL

This policy repeals all previous versions of policies relating to the Revenue Policy.

5. RESPONSIBILITIES

- 5.1 This Policy is to be implemented by all Elected Members and Officers; and
- 5.2 The responsible officer for this Policy is the Director Corporate Services who is required to monitor its adequacy and effectiveness and recommend appropriate changes to Council.

6. REVIEW

The *Local Government Act 2009* and *Local Government Regulation 2012* require Council to prepare a new Revenue Policy for each financial year.

7. RESOLUTION

Adopted by Council on the 27 July 2018 by Council Resolution 0718/001

Attachment 2

Revenue Statement

REVENUE STATEMENT 1 July 2018 – 30 June 2019

The Carpentaria Shire Council 2018-2019 Revenue Statement has been drafted to comply with section 104(5) of the *Local Government Act 2009* and in accordance with sections 169(2)(b) and 172 of the *Local Government Regulation 2012*.

1. Purpose

A Revenue Statement is required to accompany the budget each year. The *Local Government Regulation 2012* outlines the matters that a local government must include in its Revenue Statement.

The Revenue Statement is an explanatory statement outlining and explaining the revenue measures adopted in the budget.

The purpose of the Revenue Statement is:

- To enunciate the methods used to achieve Council's objectives set out in the Revenue Policy;
- To explain material matters that guide the development and implementation of revenue practices within the Council; and
- To comply in all respects with legislative requirements.

2. Applicability

This Revenue Statement applies to the financial period from 1 July 2018 to 30 June 2019. It is approved in conjunction with the Budget as presented to Council.

It is not intended that this Revenue Statement reproduce all related policies. Related adopted policies will be referred to within the Revenue Statement where appropriate.

3. Rates and Charges

[s 94 *Local Government Act 2009*]

For the financial year beginning 1 July 2018, Carpentaria Shire Council will make and levy rates and charges. Rates and charges to be levied will include:

- a) Differential General Rates;
- b) Utility Charges for Water, Sewerage and Waste Management

4. General Rates Rationale

General rates are for services, facilities and activities that are supplied or undertaken for the benefit of the community in general (rather than a particular person).

Council calculates and levies rates and charges utilising the rateable value of the land; this valuation is set by the Department of Natural Resources.

Council has decided that in accordance with section 81 of the *Local Government Regulation 2012*, differential general rates will be levied on all rateable land in the shire.

In Council's opinion, differential general rating enables there to be a more equitable relationship between revenue raised from particular land and the circumstances relevant to that land, than would be the case under a standard rating system where rates are levied at a single rate in the dollar on all rateable land.

In determining its differential rating system, Council's objective is to ensure the fair and consistent application of lawful rating and charging principles, without bias, taking account of all relevant considerations and disregarding irrelevances such as the perceived personal wealth of individual ratepayers or ratepayer classes.

In summary, the differential rating categories have been determined having regard to matters such as:

- Land use;
- Availability of services;
- Consumption of services;
- Valuation; and
- Income producing capacity of land.

Table 1 - Differential Rating Categories

Category	Description	Identification
1	Vacant Urban Land <10,000 m ²	All vacant urban land of less than 10,000m ² in size, within the areas defined as Normanton Township or Karumba Township in the Carpentaria Shire Council Planning Scheme 2008 (Map 3)
2	Residential Land <4,000 m ²	All residential land of less than 4,000m ² in size, within the areas defined as Normanton Township or Karumba or Karumba Point, in the Carpentaria Shire Council Planning Scheme 2008 (Map 3)
3	Residential Land ≥4,000m ² & <100Ha	All land within the council area that is 4,000m ² or more but less than 100Ha in size, that is used for residential or rural residential purposes.
4	Residential Multi-units	All land within the council areas which consists multi residential dwelling
5	Vacant Land ≥4,000m ² & <100Ha	All land within the council area that is 4,000m ² or more but less than 100Ha in size, that could be used for residential or rural residential purposes, but is currently vacant.
6	Rural Areas	All land within the council area not included in other Categories
7	Rural \$500,000 - \$999,999	All rural land within the council area with an unimproved value of between \$500,000 and \$999,999.
8	Rural ≥ \$1,000,000	All rural land within the council area with an unimproved value of \$1,000,000 or more.
9	Rural - Agriculture	All rural land within the council area used for agricultural purposes, rather than grazing or other rural uses.
10	Commercial	All commercial land in Karumba and Normanton that is zoned "Commercial" in the Carpentaria Shire Council Planning Scheme 2008 (Map's 3 and 5) and land zoned as 'Residential' used to operating commercial tourism operations.
11	Motels	All land within the council area used for public accommodation such as motels and guest houses.
12	Commercial - Other	All land within the council area that is used by not for profit groups or organisations

Category	Description	Identification
13	Electrical Reticulation and Telecommunications Infrastructure – Rural	All land as described in Category 18 and which is located outside the Normanton and Environs and Karumba and Environs (Maps 2,3,4 & 5 Carpentaria Shire Planning Scheme 2008)
14	Electrical Reticulation and Telecommunications Infrastructure – Normanton and Karumba	All land predominately used for Commercial Electrical, Reticulation or Telecommunication purposes or to which the primary land use code 91 – Transformers applies or should apply and is located within Normanton and Environs and Karumba and Environs (Maps 2,3,4 & 5 Carpentaria Shire Planning Scheme 2008)
15	Intensive Accommodation – 10 to 30 Person	All land predominately used for intensive accommodation capable of accommodating 10 to 30 persons (other than the ordinary travelling public) in rooms, suites or caravan sites specifically built or provided for this purpose. Land within this category is commonly known as "workers accommodation", "single person's quarters", "work camps", "accommodation village" or "barracks".
16	Intensive Accommodation – 31 to 50 Person	All land predominately used for intensive accommodation capable of accommodating 31 to 50 persons (other than the ordinary travelling public) in rooms, suites or caravan sites specifically built or provided for this purpose. Land within this category is commonly known as "workers accommodation", "single person's quarters", "work camps", "accommodation village" or "barracks".
17	Intensive Accommodation \geq 51 Person	All land predominately used for intensive accommodation capable of accommodating 51 or more persons (other than the ordinary travelling public) in rooms, suites or caravan sites specifically built or provided for this purpose. Land within this category is commonly known as "workers accommodation", "single person's quarters", "work camps", "accommodation village" or "barracks".
20	Light Industry	All industrial land in Karumba and Normanton that is zoned as either "Strategic Port Land" or "Industry" in the Carpentaria Shire Council Planning Scheme 2008 (Map's 3 and 5) excluding land identified in other Categories.
21	Transport and Heavy Industry <1Ha	All land used for the purposes of and incidental to transport operation, freight companies, batching plant, stockpiling, and or hazardous industries that is less than 1.0 Hectare in land size.
22	Service Stations	All land used for the purpose of and incidental to retail or wholesale fuel distribution, with a holding capacity of one million litres or less.
23	Bulk Fuel Storage	All land used for the purpose of and incidental to bulk fuel storage operations with a holding capacity greater than one million litres.
24	Shipping and Other Industry	All land used for the purpose of shipping operations and other industry located on the Norman River side of Yappar Street Industrial Area not identified in category 9, 10, 11, 13, 14, 15, 16, 17, 18, 19 and 26.

Category	Description	Identification
25	Processing Plant	All land used for the purpose of and incidental to the processing of goods and services for wholesale purposes.
26	Mine Product Operations	All land used, or capable of being used, for the purpose of, and incidental to:- -the bulk handling of mining products; -the storage of mining products; -the distribution of mining products; and/or -the storage of other mining related products and equipment. This category includes land previously used for any or more of the other purposes identified in this category, being rehabilitated (including the removal of structures)
27	Electricity Generation ≤5MW	All land used or intended to be used for or ancillary to the generation of electricity from a facility with an output capacity of 5Mega Watts or less.
28	Electricity Generation >5MW	All land used or intended to be used for or ancillary to the generation of electricity from a facility with an output capacity of greater than 5Mega Watts.
31	Quarry 5,000 – 100,000 Tonnes	All land in the council area used or intended to be used as a quarry extracting between 5,000 and 100,000 tonnes as defined by the appropriate State Government Department.
32	Quarry >100,000 Tonnes	All land in the council area used or intended to be used as a quarry extracting 100,000 tonnes or more as defined by the appropriate State Government Department.
33	Petroleum Lease	All petroleum leases located in the council area.
34	Mining Leases <25 people	All mining leases located in the council area, that employ less than 25 people in mining activities and has no on-site accommodation
35	Mining Leases <100 people	All mining leases located in the council area, that employ less than 100 people in mining activities and has no on-site accommodation
36	Mining Leases >100 people	All mining leases located in the council area, that employ less than 100 people in mining activities and has no on-site accommodation
37	Mining Leases <25 people with accommodation	All mining leases located in the council area, that employ less than 25 people in mining activities and has on-site accommodation.
38	Mining Leases <100 people with accommodation	All mining leases located in the council area, that employ less than 100 people in mining activities and has on-site accommodation
39	Mining Leases >100 people with accommodation	All mining leases located in the council area, that employ less than 100 people in mining activities and has on-site accommodation
41	Caravan Parks <50 sites	All land within the council area used as a caravan parks with less than 50 sites or accommodation units.

Category	Description	Identification
42	Caravan Parks 50 - 100 sites	All land within the council area used as a caravan parks with 51 – 100 sites or accommodation units.
43	Caravan Parks >100 sites	All land within the council area used as a caravan parks with more than 100 sites or accommodation units.
44	Hotels <20 Rooms	All land within the council area used as a hotel with less than 20 accommodation units.
45	Hotels >20 Rooms	All land within the council area used as a hotel with less than 20 accommodation units.
50	Transport >1.0Ha	All land used for the purposes of and incidental to transport operation, freight companies, batching plant, stockpiling and hazardous industries that is 1.0 Hectare or greater in land size.

5. Objection against Categorisation

Pursuant to section 90 of the *Local Government Regulation 2012* the owners of rateable land will be informed that they have the right of objection to the category their land is included in.

All objections shall be to the Chief Executive Officer of the Carpentaria Shire Council and the only basis for objection shall be that at the date of issue of the rate notice, the land should belong to a different rating category.

6. Minimum Differential General Rate

A minimum differential general rate is set for each differential general rate category to achieve an appropriate contribution from all property owners.

Council considers that a minimum general rate should be applied to ensure a sufficient contribution is made to cover the cost of public services that benefit all properties irrespective of the valuation of a property.

No minimum will apply to land to which section 50 of the *Land Valuation Act 2010* applies.

7. General Rating Categories

For the financial period from 1 July 2018 to 30 June 2019 the Differential General Rates and minimum general rates will be levied on the Differential General Rate categories as follows:

Table 2 - Differential Rating Charges 2018/2019

Category	Description	Cents in the dollar	Minimum
1	Vacant Urban Land <10,000 m ²	1.3444	\$620.00
2	Residential Land <4,000 m ²	1.4025	\$600.00
3	Residential Land ≥4,000m ² & <100Ha	0.8248	\$610.00
4	Residential Multi-units	1.5268	\$640.00
5	Vacant Land ≥4,000m ² & <100Ha	0.5648	\$670.00
6	Rural Areas	0.9522	\$600.00

Category	Description	Cents in the dollar	Minimum
7	Rural \$500,000 - \$999,999	1.1092	\$5,200.00
8	Rural ≥ \$1,000,000	1.5826	\$20,800.00
9	Rural - Agriculture	2.0000	\$5,200.00
10	Commercial	1.5988	\$680.00
11	Motels	1.4992	\$2,000.00
12	Commercial - Other	1.2044	\$570.00
13	Electrical Reticulation and Telecommunications Infrastructure – Rural	7.5816	\$1,060.00
14	Electrical Reticulation and Telecommunications Infrastructure – Normanton and Karumba	15.1696	\$5,550.00
15	Intensive Accommodation – 10 to 30 Person	3.3280	\$1,140.00
16	Intensive Accommodation – 31 to 50 Person	3.3280	\$2,290.00
17	Intensive Accommodation ≥51 Person	3.3280	\$3,430.00
20	Light Industry	1.2752	\$690.00
21	Transport and Heavy Industry <1Ha	3.0126	\$2,000.00
22	Service Stations	1.7272	\$1,040.00
23	Bulk Fuel Storage	3.0452	\$2,080.00
24	Shipping and Other Industry	3.4990	\$2,080.00
25	Processing Plant	4.2842	\$2,080.00
26	Mine Product Operations	121.9738	\$1,500,000.00
27	Electricity Generation ≤5MW	1.8756	\$4,310.00
28	Electricity Generation >5MW	2.0000	\$8,610.00
31	Quarry 5,000 – 100,000 Tonnes	3.4668	\$5,200.00
32	Quarry >100,000 Tonnes	2.0000	\$26,000.00
33	Petroleum Lease	2.0000	\$2,500.00
34	Mining Leases <25 people	2.0000	\$2,000.00
35	Mining Leases <100 people	2.0000	\$10,000.00
36	Mining Leases >100 people	2.0000	\$100,000.00
37	Mining Leases <25 people with accommodation	2.0000	\$3,000.00
38	Mining Leases <100 people with accommodation	2.0000	\$15,000.00
39	Mining Leases >100 people with accommodation	2.0000	\$110,000.00
41	Caravan Parks <50 sites	2.8494	\$710.00
42	Caravan Parks 50 - 100 sites	1.0310	\$1,000.00
43	Caravan Parks >100 sites	1.6702	\$2,000.00
44	Hotels <20 Rooms	1.3388	\$1,000.00

Category	Description	Cents in the dollar	Minimum
45	Hotels >20 Rooms	1.6702	\$2,000.00
50	Transport >1.0Ha	1.9266	\$3,000.00

8. Limitation on Rate Increase

[Chapter 4, Part 9, Division 3 Local Government Regulation 2012]

Council has determined that it is not appropriate to apply limits to increases applicable to any of the Differential Categories identified in the Revenue Statement and will not be making a resolution to limit the increases in rates and charges for the current period.

9. Utility Charges

[S 94 Local Government Act 2009]

Utility charges are for a service, facility or activity for water, sewerage and waste management.

Council has determined that, pursuant to section 94 of the Local Government Act 2009, it will make and levy charges for the supply of water, sewerage and cleansing services for the financial year beginning 1 July 2018.

Water Utility Charges

Water utility charges are to be levied on all land within the Carpentaria Shire Council area whether vacant or occupied that Council is prepared and able to supply water, together with any land connected to the Carpentaria Shire Council water supply system.

The Carpentaria Shire Council water supply system includes the raw water pipeline from Glenore Weir to Normanton water treatment works.

All charges shall be used to defray the cost of constructing the water supply facilities including the payment of interest and redemption, depreciation and the costs associated with the operation, maintenance and management of the water supply system.

Water utility charges will be levied on a two-part basis made up of an access charge and a consumption charge and will be calculated on the following basis:

- (a) The access charge will be levied based on the number of units assigned to each class of occupancy in accordance with [Table 3](#) (Water Charging Schedule);
- (b) where water is used in excess of the classification allowance, an excess consumption charge will be levied;
- (c) no excess consumption charges will apply to dwellings connected to the raw water supply;
- (d) where raw water is used for stock watering, industrial or commercial purposes, the supply is to be separately metered and a consumption charge will be made and levied for every kilolitre of water used or part thereof.

Table 3 - Water Charging Schedule

No	Class	Units Per Class	Allowance Per Class (kL)
1	Accommodation units (up to 2)	15	900
2	Accommodation Units (more than 2)	5	200
3	Ambulance Centre	20	800
4	Café	36	1,440

No	Class	Units Per Class	Allowance Per Class (kL)
5	Caravan Park (units per site)	2.5	80
6	Church	8	320
7	DPI Complex	40	1,600
8	Single Dwelling	15	900
9	Freight Depot	40	1,600
10	Fuel Depot (Storage > 1000000l)	100	4,000
11	Fuel Depot (Storage < 1000000l)	60	2,400
12	General Engineering	60	2,400
13	Harbour/ Marine Office & Depot	40	1,600
14	Hospital	500	20,000
15	Hotel/Bar	200	8,000
16	Kindergarten	15	900
17	Light Industrial	20	800
18	Motel Units (per Unit)	5	200
19	Office	20	800
20	Police Station (Karumba)	20	800
21	Police Complex	80	3,200
22	Railway station	75	3,000
23	Raw Water Rural Domestic	6.5	Nil
24	Receiver Depot	40	1,600
25	Recreation Club	100	4,000
26	Restaurant	36	1,440
27	Satellite Station	20	800
28	Schools – Karumba (state)	100	4,000
29	Schools – Normanton (state)	300	12,000
30	Schools – Private	75	3,000
31	Service Station	20	800
32	Shop	20	800
33	Slipway Cleaning and refit	100	4,000
34	Small Business	20	800
35	Sporting Club	20	800
36	Swimming Pool – public	20	800
37	Telstra and Ergon Facilities	40	1,600
38	Vacant Connected	15	900
39	Vacant Unconnected	10	0
40	TAFE	150	6,000

Table 4 - Water Utility Charges 2018/2019

Type	Basis of Charge	Charge
Access Charge	per unit	\$69.00
Excess Consumption Charge	per kL	\$2.60
Consumption Charge - Stock Watering & Industrial Use	per kl	\$2.60

10. Sewerage Utility Charges

Council will levy Waste Water utility charges on each rateable property, both vacant and occupied, that Council has or is able to provide with sewerage services;

The Waste Water utility charges are to apply to all lands and/or premises within the Normanton and Karumba township declared sewerage areas:

Normanton Sewerage Utility Charges

Sewerage charges will be calculated as follows –

(1) Residential

- (i) A base charge per annum for the first Pedestal.
- (ii) No additional charges will be made for any additional pedestals.

(2) Commercial

- (i) A base charge per annum; and
- (ii) A charge per unit will be made and levied with the number of units assigned to each classification in accordance with Table 5.

(3) Vacant Land

- (i) A base charge per annum for each vacant lot.
- (ii) Where more than one vacant lot is included on the same rate assessment, only one vacant charge will apply.

Table 5 - Normanton Sewerage Charging Schedule

Category	Commercial Types	Base (No. of Pedestals)	Per Unit
A	Motels	2	1
B	Service Stations	<i>Same as H Commercial</i>	
C	Caravan Parks	2	1
D	Dual Occupancy	2	1
E	Flats	1	1
F	Clubs & Hotels	2	1
G	Laundromat	2	1
H	Commercial	2	1
I	Non-Rateable	0	0
J	Religious Institution	1	1

Table 6 - Normanton Sewerage Utility Charges 2018/2019

Type	Basis of Charge	Charge
Residential Charge	per unit	\$ 808.60
Vacant Charge	per unit	\$ 606.70
Base Commercial Charge	per unit	\$ 1,159.80
Comm. Pedestal Charge	per unit	\$ 526.30

Karumba Sewerage Utility Charges

Sewerage charges will be calculated as follows –

- (i) Sewerage charges will be based on a unit ET (Equivalent Tenement) basis.
- (ii) For each property in the Karumba sewerage scheme area, the sewerage rate to be levied will be calculated by multiplying the base rate by the relevant ETV value applying to the specific property type as listed in [Table 7](#).

Table 7 - Equivalent Tenement Schedule

Category	Description	Unit	Equivalent Tenement Value
Residential	Standard Residential Dwelling	Lot	1.00
	Units – 1 Bedroom	Dwelling	0.50
	Units – 2 Bedroom		0.75
	Units – 3 Bedroom or more		1.00
Commercial Class A	Caravan Park – camping site	Site	0.50
	Caravan/Cabin site	Site	0.50
Commercial Class B	Hair Dresser/Beauty Salon	Basin	0.79
	Supermarket	Minimum	1.00
	Single Retail Shop	Minimum	1.00
	Medical Centre	Consulting Room	0.63
	Service Station	Per Lane	0.90
	Fish Farm	Site	2.00
	Restaurant/Cafe	Floor Area m ²	0.01
	Take Away/Fast Food (no amenities)	Floor Area m ²	0.02
	Take Away/Fast Food (with amenities)	Floor Area m ²	0.05
	Butcher Shop	Floor Area m ²	0.05
	Pub/Bar	Floor Area m ²	0.05
	All other commercial	Floor Area m ²	0.01
Community Facilities	Sporting facility	Site	2.00
	Child Care Centre	Site	2.00

Category	Description	Unit	Equivalent Tenement Value
	Schools	Site	7.00
	Public Amenities	Site	1.00
	Police Station	Site	2.00
Industry General	Light Industry	Site	2.00
	Medium Industry	Site	5.00
	Heavy Industry	Site	15.00
Vacant Land	All categories of use	Lot	0.75

Council has separated Commercial properties into two (2) Classes:

- Class A - are those properties used for camping and caravan purposes and have been assessed by the Council as having a slightly lower impact on the sewerage network than properties in Class B
- Class B - are motels, hotel, resorts, unit accommodation and intensive accommodation.

Table 8 - Karumba Sewerage Utility Charges 2018/2019

Type	Basis of Charge	Charge
Residential Charge	per ETV	\$1,176.30
Vacant Charge	per ETV	\$882.70
Commercial/ Industrial Charge	per ETV	\$1,176.30
Accommodation A or B Charge	per ETV	\$1,176.30
Community Facilities Charge	per ETV	\$1,176.30

11. Waste Management Utility Charges

Council will provide a garbage collection service and disposal facilities to all domestic and commercial premises within the townships of Normanton and Karumba.

A Cleansing Charge will be levied on all assessments within the townships of Normanton and Karumba. This utility charge is intended to cover the full cost of collection and disposal of household and commercial refuse, as well as for the operation, maintenance and upkeep of the waste management facilities and a portion of the charges shall be associated with capital works in the refuse disposal area and future cost of restoration of the refuse disposal area.

Cleansing charges will be calculated as follows:

- council will determine a base rate per cleansing unit through the adoption of the annual budget.
- the cleansing rate to be levied will be calculated by multiplying the base rate by the number of cleansing units.
- the number of cleansing units assigned to each property is to be calculated as follows:
 - determine the minimum number of bins allocated to each specific property type as listed in the [Table 9](#) (Garbage Charges Schedule);

- b. compare the minimum number of bins identified with column 1 in [Table 10](#) (Cleansing Units Applied Schedule) and calculate the number of cleansing units to be applied from column 2 of [Table 10](#)

Table 9 – Garbage Charges Schedule

Class No.	Classification	Minimum No of Bins	No of Services per Week
1	Aerodrome	1	3
2	Caravan park 1 bin per 3 sites	1	3
3	Catering Shop	2	3
4	Child Care Centre	1	1
5	Dwelling House	1	1
6	School – Normanton	2	3
7	Multiple Dwelling – each Unit	1	1
08	Hospital	8	3
9	Hotel Complex	5	3
10	Hotel/Motel – Serviced Units – 1 bin per 4 units	1	3
11	Light Industry	1	3
12	Place of Worship	1	1
13	Service Station	1	3
14	Shop	2	3
15	Truck Depot	1	3
16	Waterfront Industry – Category 1	1	3
17	Waterfront Industry – Category 2	9	3
18	Medical Centre	1	3
19	Hall	1	1
20	Accommodation Units 1 bin per – 2 units	1	1
21	Commercial Premises	2	3
22	Commercial Industry	2	3
23	Tourist Facility	11	3
24	Special Purposes	1	3
25	Outdoor Entertainment	2	3
26	Indoor Entertainment	1	3
27	Shopping Centre	5	3
28	Motel Complex	5	3
29	School – Karumba	2	3
30	School – Private	2	3
31	Aged Persons Home	2	3
32	Depot – Council & Other	1	3
33	Karumba Recreation Club	2	3
34	Accommodation Building	1	1
35	TAFE Complex	2	1
36	Post Office	1	1

Table 10 - Cleansing Units Applied Schedule

Minimum Number of Bins Allocated Column 1	Cleansing Units Applied Column 2
1	1
1	3
2 - 4	6
5 - 7	10
8 - 10	16
11 - 13	22
14 - 16	28
17 - 19	34
20 - 29	40
30 - 39	60
40 - 49	80
50+	100

Table 11 - Waste Management Utility Charges 2018/2019

Type	Basis of Charge	Charge
Waste Management Charge	per unit	\$385.00

12. Rate Concessions

[s 121 Local Government Regulation 2012]

Pensioner Rates Remission

Council will provide a remission on differential general rates, water, sewerage and garbage utility charges, if the owner of the land is a qualifying pensioner and is eligible for the State Government pensioner remission.

Council will grant a remission if the owner of the land is:

- (i) A pensioner and is eligible for the State Government pensioner remission;
- (ii) Has been a resident within the shire boundary for a period of at least 10 years

Under Council's remission scheme any arrears of rates and charges associated with the residential allotment must be paid in full before a Pensioner becomes entitled to receive the Council rates remission.

Not for Profit Organisations

Council acknowledges the contributions made by various community and sporting organisations throughout the shire by way of granting a donation or concession to the organisation. Applications are to be submitted to Council and these will be assessed and determined on a case by case basis.

These remissions are subject to the conditions set out in Council's Rates Based Financial Assistance Policy. The Policy sets out the eligibility criteria and the calculation of the quantum of the remission. To be eligible for the remission ratepayers must apply before the commencement of the financial year.

Natural Hardship

Council may, at its discretion allow other concessions or remissions if it is of the opinion that some unusual, exceptional and/or serious circumstances exist which may prevent payment of the full amount of rates levied, payment within the appointed time or otherwise delay the payment of rates and charges as they fall due.

Applications for concessions or remissions should be able to demonstrate unusual, exceptional and/or severe difficulty rather than the usual frustration and trial to which everyone is subjected from time to time.

Natural Disaster or Drought Relief

Council may at its discretion grant some relief to rural and commercial ratepayers who are financially stressed by drought or have been affected by natural disaster.

The relief may be in the form of an extension to the period during which Council will permit discount to be deducted from rates. This period shall be extended to the end of the period covered by the rate levy (31 December or 30 June).

This concession may be available only to primary producers and select commercial operations who can provide objective evidence of financial difficulty arising from drought or natural disaster.

The Department of Primary Industries shall be the determining body for the process of declaration of drought.

13. Other Matters Concerning Rates and Charges

Interest

(s 133 Local Government Regulation 2012)]

Council encourages ratepayers to meet their rates and charges debts payment responsibilities.

To this end Council will impose interest compounded daily, to be calculated from the end of the financial half year in which they fall due and charged at the end of each month or at such other time as required for the issuing of statutory notices.

The rate of interest will be determined annually by resolution.

Discount

(s 130 Local Government Regulation 2012)

To encourage the prompt payment of rates and charges a discount will be allowed on gross rates and charges (excluding excess water).

Discount for prompt payment is subject to the following provisions:

- (a) all rates and charges levied are paid within 30 days of the date of issue of the rate notice; and
- (b) all other rates and charges appearing on the rate notice (that are not subject to a discount) are paid within 30 days after the date of issue of the rate notice; and
- (c) all other overdue rates and charges relating to the rateable assessment are paid within 30 days of the date of issue of the rate notice.

The maximum discount allowed on the differential general rate is set at \$5,000. There is no maximum limit on the discount for any other rates and charges, only the general rate.

Collection of Outstanding Rates and Charges

Council requires payment of rates and charges within the specified period and it is Council's practice to pursue the collection of outstanding rates and charges diligently but with due concern for any financial hardship faced by relevant ratepayers.

Council will allow property owners who are unable to pay their rates by the due date to enter into an arrangement to pay by instalments according to an agreed schedule, with no recovery action being taken while the arrangement is being maintained. However,

interest will be charged on any arrears of rates at the rate set by Council's annual budget resolutions.

Council's Rates and Charges Debt Recovery Policy guides the administration process that is used in the collection of overdue rates and charges. This may include the selection of various recovery actions including the sale of land in accordance with legislative requirements.

Payments In Advance

Council accepts payments in advance of future rate levies. Interest is not payable on any credit balances held.

Issue of Rate Notices

(s 107 Local Government Regulation 2012)

Rates and utility charges referred to in the Revenue Statement shall generally be levied half yearly (billing periods beginning August/September and February/March).

A separate rate notice for water excess charges will be issued annually.

Such rates and utility charges shall be payable by the due date detailed on the rate notice.

All rates and charges issued will be due and payable within 30 days of the issue of a notice to pay.

14. Authority

It is a requirement of the Local Government Act 2009 that for each financial year Council adopt, by resolution, a Revenue Statement.

MIKE HAYWARD
CHIEF EXECUTIVE OFFICER

Attachment 3

Debt Policy

2018/2019 DEBT POLICY

Adopted on 27/07/2018 by Council Resolution No. 0718/003

1. POLICY STATEMENT

- 1.1 The Debt Policy is intended to set out the planned borrowings for Council over the next ten (10) years.
- 1.2 The legislative authority for the Debt Policy are:
 - (a) *Local Government Act 2009*, Chapter 4, Part 3, Sections 104(5); and
 - (b) *Local Government Regulation 2012*, Chapter 5, Part 4, Section 192.

2. REPEAL

This Policy repeals all previous versions of policies relating to the Debt Policy.

3. PRINCIPLES

- 3.1 To provide Council with a debt management strategy based on sound financial management guidelines.
- 3.2 To establish a framework for:
 - 3.2.1 The new borrowings planned for the next financial year and the following nine (9) financial years; and
 - 3.2.2 The period over which Council plans to repay existing and new borrowings.

4. SCOPE

This policy applies to the debt raising and redemption functions of Council.

5. RESPONSIBILITIES

- 5.1 This Policy is to be implemented by all Elected Members and Officers; and
- 5.2 The responsible officer for this Policy is the Director Corporate Services who is required to ensure that the annual budget conforms to this policy.

6. POLICY

- 6.1 It is Council's intention that, in order to provide a better service and value for money to ratepayers, Council will restrict the purpose of loans to asset acquisition and expenditure of a capital nature only. The service that will be provided by long term capital assets will benefit present and future generations. Therefore, it is the opinion of Council that the cost should be shared between present and future generations.
- 6.2 The appropriate mix of debt and internal funding is intended to provide the lowest long term level of rates which does not over-commit future generations, but which provides adequate flexibility of funding in the short term. The total debt will depend on the future outlook for growth in the region. The term of the debt will relate to the life of the asset created, but will not exceed twenty (20) years for any individual asset.

6.3 Council will not use long-term debt to finance operating activities or recurrent expenditure of Council.

6.4 Council will raise all external borrowings from the Queensland Treasury Corporation.

Table 1: Existing and Planned Future Borrowings, including annual repayments and remaining loan terms.

Loan Description	Balance as at 30/06/18	Balance as at 30/06/19	Est. Annual Loan Payments 2018/2019	Est. Remaining Term of Loan (Years)
Current Carpentaria Shire Borrowings				
Normanton Sewerage	155,060	0	155,060	-
Karumba Sewerage	2,272,637	2,078,413	264,396	9.96
Normanton Water Supply	1,224,729	1,127,524	136,128	10.73
Raise Glenore Weir	5,478,142	5,136,909	441,649	14.74
Total Current Carpentaria Shire Borrowings	9,130,568	8,342,846	997,233	
Planned "New" Carpentaria Shire Borrowings				
FY 2018/2019	0	1,300,000	151,476	10.00
FY 2019/2020				
FY 2020/2021				
FY 2021/2022				
FY 2022/2023				
FY 2023/2024				
FY 2024/2025				
FY 2025/2026				
FY 2026/2027				
FY 2027/2028				
Total Planned "New" Carpentaria Shire Borrowings	0	1,300,000	151,476	10.00

*Council intends to fully fund its capital program for the next ten years from Government subsidies, funded depreciation, asset sales and capital reserves.

7. REVIEW

The *Local Government Act 2009* and *Local Government Regulation 2012* require Council to prepare a new Debt Policy for each financial year.

8. RESOLUTION

Adopted by Council on the 27 July 2018 by Council Resolution 0718/03

Attachment 4

Investment Policy

2018/2019 INVESTMENT POLICY

Adopted on 27/07/2018 by Council Resolution No. 0718/004

1. POLICY STATEMENT

- 1.1 The purpose of this policy is to provide direction and guidelines regarding the investment of cash holdings with an objective to maximise earnings whilst minimising risk to ensure the integrity of Council's funds.
- 1.2 The legislative authority for the Investment Policy are:
 - (a) *Local Government Act 2009 (Act)*;
 - (b) *Local Government Regulation 2012 (Regulation)*;
 - (c) *Statutory Bodies Financial Arrangements Act 1982 (SBFAA)*; and
 - (d) *Statutory Bodies Financial Arrangement Regulation 2007 (SBFAR)*.

2. REPEAL

This policy repeals all previous versions of policies relating to Council Investment.

3. PRINCIPLES

- 3.1 This policy applies to the investment of all surplus funds held by Carpentaria Shire Council. For the purposes of this policy, investments are defined as arrangements that are required or undertaken for the purpose of producing income and/or capital gains.
- 3.2 To establish a framework for:
 - Ensuring that adequate procedures are in place to safeguard public monies;
 - To maximise earnings via capitalising on potential rate of returns, subject to acceptable levels of risk as determined by the SBFAA.
 - To have ready access to funds for day-to-day operations without penalty; and
 - To maintain adequate levels of diversification.

4. SCOPE

Carpentaria Shire Council's overall objective is to invest its funds at the most advantageous rate of interest available to it all time for the investment type and a way that it considers most appropriate given the circumstances.

5. POLICY

5.1 Ethics and Conflicts of Interest

Prudent Person Standard

The standard of prudence is to be used by investment officers when managing the overall portfolio. Investments will be managed with the care, diligence and skill that a prudent person would exercise in managing the affairs of other persons. This includes having in place appropriate reporting requirements that ensure the investments are being reviewed and overseen regularly.

Investment officers are to manage the investment portfolios not for speculation, but for investment and in accordance with the spirit of this Investment Policy. Investment officers are to avoid any transaction that might harm confidence in Carpentaria Shire

Council. They will consider the safety of capital and income objectives when making an investment decision.

Ethics and Conflicts of Interest

Investment officers and employees shall refrain from personal activities that would conflict with the proper execution and management of Council's investment portfolio. This includes activities that would impair the investment officer's or employee's ability to make impartial decisions as outlined in Council's Code of Conduct Administration Instruction. This policy requires that employees and investment officials disclose to the Manager Finance and Administration any conflict of interest or any investment positions that could be related to the investment portfolio.

Delegation of Authority

Authority for implementation of the Investment Policy is delegated by Council to the Chief Executive Officer in accordance with sections 257 and 259 of the *Local Government Act 2009*.

Authority for the day to day management of Council's Investment Portfolio is delegated by the Chief Executive Officer to the Manager Finance and Administration subject to regular reviews with the Chief Executive Officer.

5.2 Investment Objectives

Councils overall objective is to invest its surplus funds at the most advantageous rate of interest available at the time and in a way that it considers most appropriate given the circumstances.

In order of priority, the objective of undertaking investment activities shall be preservation of capital, maintenance of liquidity and return on investment.

Preservation of Capital

Preservation of capital shall be the principal objective of the investment portfolio. This can be achieved by managing credit and interest rate risk with given risk management parameters and avoiding any transactions that would prejudice confidence in Council or its associated entities.

Credit Risk

The amount invested with any one financial institution should be in accordance with the Credit Risk Guidelines as described in Table 2. Credit risk will be minimised by Council by pre-qualifying all transactions with which they do business, diversify the portfolio and limit transactions to secure investments.

Interest Rate Risk

Minimising the risk of a change in the market value can be managed by maintaining Councils investment portfolio in line with cash flow requirements and limited investments to short term investments.

Maintenance of Liquidity

This refers to Council's ability to access funds in the short-term to meet its day to day liquidity requirements. Council will seek to minimise the costs of failing to adequately manage its day to day liquidity needs through maintaining daily for next week, weekly for the next month, monthly and annual cash forecasts, establishing and maintaining an appropriate cash balance in the transactional banking account, establishing and maintaining a procedure for evaluating investment options for surplus funds and a list of approved investments for short term cash surpluses.

Return on Investment

The portfolio is expected to achieve the following performance benchmarks as a minimum set by Council.

TABLE 1 – INVESTMENT PERFORMANCE BENCHMARK

Investment	Performance Benchmark
Cash / Cash Plus / Direct Investments	11 AM and UBS Bank Bill
Overnight Deposits	RBA Cash Rate
Interest Bearing Deposits/Negotiable Certificates of Deposit	UBS Bank Bill Index
Floating Rate Notes	Bank Bill Swap Rate

5.3 INTERNAL CONTROLS

New Investment Products

No new investment products will be allowed until a full risk assessment has been undertaken by management. These assessments will be signed off by the Chief Executive Officer and reported to Council.

Reporting

The Manager Finance and Administration will provide a quarterly report to Council, detailing the investment portfolio in terms of performance and counterparty exposure.

5.4 INVESTMENT PARAMETERS

Investable funds

For the purposes of this policy, investable funds are Council's cash holdings available for investment at any one time.

The investable funds should match the cash flow needs of Council deemed by the Manager Finance and Administration after preparing Council's annual budget and cash flow forecasts. Once it is determined that the cash flow forecast can be met, surplus funds may be invested for an appropriate period.

Portfolio investment parameters

The structure and features of Council's investments are to be consistent within the time horizon, risk parameters, liquidity requirements and operational guidelines of Council as set out below.

Quotations on investments

Except for investments with the Queensland Treasury Corporation Capital Guaranteed Cash Fund, not less than three quotations shall be obtained from different authorised institutions when an investment is proposed.

In assessing the fair value of quotes obtained, the risk of the entity providing the return must be considered. The Fair Value Calculator provided by the Queensland Treasury Corporation can be used to assist in this evaluation.

Authorised investments

Carpentaria Shire Council is allocated Category 2 Investment Powers as per Part 6 *SBFA Act 1982*. All investments must be denominated in Australian Dollars and undertaken in Australia. All investments undertaken by Council should be in accordance with the authorised investments definitions and restrictions as specified throughout this policy.

The following investments are authorised by this Investment Policy:

- Managed Fund Investments. The total amount invested with any one fund manager should not exceed the limits as described in the Credit Risk

- Guidelines Table 2 below.
- Direct Investments

Prohibited investments

Investment officers are to manage the investment portfolios not for speculation, but for investment and in accordance with the spirit of this Investment Policy. Investment officers are to avoid any transaction that might harm confidence in Carpentaria Shire Council. They will consider the safety of capital and income objectives when making an investment decision.

In line with Part 6 *SFBA Act 1982*, the following investments are prohibited by this Investment Policy:

- Derivative based instruments (excluding floating rate notices)
- Principal only investments or securities that provide potentially nil or negative cash flow
- Standalone securities that have the underlying futures, options, forward contracts and sways of any kind, and
- Securities issued in non- Australian dollars

Portfolio investment parameters and credit requirements

The following table shows the credit rating and counterparty limits for Council, as a percentage of the market value of the investment portfolio.

TABLE 2 - CREDIT RISK GUIDELINES

Long Term Rating (Standard & Poor's)	Short Term Rating (Standard & Poor's)	Minimum Percentage of Total Investments	Maximum Percentage of Total Investments	Maximum Term (for fixed term investments only)
QTC Cash Fund	QTC Cash Fund	0%	100%	3 years
Aaf	Not available	0%	50%	n/a
AA+ to AA-	A1+	0%	100%	3 years
A+ to A-	A1	0%	75%	1 year
BBB+ to BBB-	A2	0%	50%	1 year
Qualifying Local Financial Institutions	Unrated	\$1m limit	\$1m limit	90 days
Unrated	Unrated	0%	0%	n/a

N.B. The above percentages are based on average annual funds invested.

In the event that the maximum percentage is exceeded based on the average annual funds, the Manager Finance and Administration should submit a report to the Chief Executive Officer.

In addition to the above, the following should be noted:

- For the purpose of the day to day management of surplus funds, term to maturity may be:
 - Short term which refers to a period of 1 day to 1 year
 - Short to Medium term refers to a period of 1 to 2 years
 - Long term refers to a period of 2 to 3 years

Credit Ratings

If any financial institution's credit rating is downgraded or the credit rating is placed on a negative watch, Council will revise downwards its credit limits or divest the investment as soon as practicable.

Qualifying Local Financial Institutions

In order to qualify for investment, local institutions must meet the following criteria:

- provide a benefit to the local community, outside of standard financial institution services;
- be able to provide competitive term deposit rates that rival those able to be obtained from rated institutions; and
- satisfy a financial health check that assesses key financial indicators, and is to be based on the most recent audited financial statements for the institution as well as that institution's latest available Capital Adequacy Disclosure.

Term to Maturity

The term to maturity of any of Council's direct investments may range from "at Call" to 3 years and will be dependent upon Carpentaria Shire Council's future cash flow requirements, credit risk guidelines and the prevailing outlook regarding interest rates.

TABLE 3 - TIME HORIZON AND MAXIMUM EXPOSURE GUIDELINES

Fund Type	Minimum Investment Time Horizon	Maximum Exposure as % Total Investment Portfolio
Cash Funds (at call)	0-180 days	100%
Cash Plus / Cash Enhanced Funds / Fixed Term Deposits / or equivalent	0-12 months	100%
Investments that meet the following rating requirements: <ul style="list-style-type: none">• Rating by Fitch IBCA(Australia) Pty Ltd Aa, AA+ or AAA; or• Rating by Moody' Investors Service of, Aa2, Aa1 or Aaa; or• Rating by Standard & Poor's (Australia) Pty Ltd of AA, AA+ or AAA	0 – 36 months	20%

New investment products

A new investment product requires a full risk assessment by the Finance Committee and approval by Council

6. INTERNAL CONTROLS

The Director Corporate Services shall establish internal controls and processes that will ensure investment objectives are met and that the investment portfolios are protected from loss, theft or inappropriate use.

The Manager Finance and Administration is responsible for maintaining the approved lists and guidelines that will be updated as required. The established process will include a regular report by the Corporate Services to the Council.

- Reporting recommendations
- Reporting breaches
- Portfolio performance, and
- Compliance and oversight of investment parameters

Each transaction will require written confirmation by the broker/dealer/bank. Council will hold all security documents, or alternatively a third party custodian authorised by the Manager Finance and Administration may hold security documents.

The Chief Executive Officer will make the final determination with the investments of surplus funds in institutions or with fund managers other than those with QTC.

These investments will be reported to Council on a monthly basis.

7. BREACHES

Any breach of this Investment Policy is to be reported to the Chief Executive Officer and rectified within seven (7) days of the breach occurring.

Where Council holds an investment that is downgraded below the minimum acceptable rating level, as prescribed under regulation for the investment arrangement, Council shall, within twenty eight (28) days after the change becomes known to Council, either obtain Treasurer approval for continuing with the investment arrangement or sell the investment arrangement.

8. REVIEW

The *Local Government Act 2009* and *Local Government Regulation 2012* require Council to prepare a new Investment Policy for each financial year.

9. RESOLUTION

Adopted by Council on the 27 July 2018 by Council Resolution 0718/004

Attachment 5

Carpentaria Shire Council

Budgeted Statement of Comprehensive Income

For the year ending 30 June

	Budget 2018-2019 \$	Forecast 2019-2020 \$	Forecast 2020-2021 \$
Operating Revenue			
Rates and Utility Charges	8,267,000	8,515,100	8,769,102
Less: Discount Allowed	(549,000)	(565,000)	(582,000)
	7,718,000	7,950,100	8,187,102
Fees and Charges	751,000	910,160	983,955
Rental Income	475,000	477,750	493,142
Interest	503,000	506,440	509,946
Recoverable Works	2,066,000	2,124,440	2,184,633
Other Income	102,000	59,730	60,997
Contributions from developers	0	0	0
Grants and Subsidies	29,821,797	10,633,980	10,796,700
Total Operating Revenues	41,436,797	22,662,600	23,216,475
Operating Expenditure			
Employee benefits	8,646,000	8,671,767	8,888,561
Material and services	26,434,000	9,974,864	10,048,260
Finance costs	482,732	462,699	436,819
Depreciation	7,514,000	7,529,000	7,529,000
	43,076,732	26,638,330	26,902,640
OPERATING RESULT	(1,639,935)	(3,975,730)	(3,686,165)
Capital Items			
Capital Grants, and Subsidies	6,583,000	1,900,000	1,900,000
INCREASE IN OPERATING CAPABILITY	4,943,065	(2,075,730)	(1,786,165)

Carpentaria Shire Council

Statement of Financial Position

For the year ended 30 June

	Budget 2018-2019 \$	Forecast 2019-2020 \$	Forecast 2020-2021 \$
Current Assets			
Cash and Equivalents	19,626,685	18,999,245	18,372,512
Trade and Other Receivables	1,307,266	1,341,734	1,376,772
Inventories	483,459	483,459	483,459
Non-Current Assets classified as Inventory	522,488	522,488	522,488
Total Current Assets	21,939,898	21,346,926	20,755,231
Non-Current Assets			
Trade and Other Receivables	188,482	154,014	118,976
Property, Plant and Equipment	310,583,875	303,054,875	295,525,875
Capital Works in Progress	33,319,067	38,868,286	44,679,632
Total Non-Current Assets	344,091,424	342,077,175	340,324,483
TOTAL ASSETS	366,031,322	363,424,101	361,079,714
Current Liabilities			
Trade and Other Payables	4,812,081	4,812,081	4,812,081
Borrowings	206,426	229,658	252,990
Provisions	312,457	312,457	312,457
Total Current Liabilities	5,330,964	5,354,196	5,377,528
Non-Current Liabilities			
Borrowings	9,288,574	8,733,852	8,152,312
Provisions	1,196,043	1,196,043	1,196,043
Total Non-Current Liabilities	10,484,617	9,929,895	9,348,355
TOTAL LIABILITIES	15,815,581	15,284,091	14,725,883
NET COMMUNITY ASSETS	350,215,741	348,140,010	346,353,831
Community Equity			
Asset Revaluation Reserve	235,810,806	235,810,806	235,810,806
Retained Surplus	114,404,935	112,329,204	110,543,025
TOTAL COMMUNITY EQUITY	350,215,741	348,140,010	346,353,831

Carpentaria Shire Council

Statement of Cash Flows

For the year ended 30 June

	Budget 2018-2019 \$	Forecast 2019-2020 \$	Forecast 2020-2021 \$
Cash flows from operating activities:			
Receipts from customers	10,637,000	11,044,430	11,416,687
Payments to suppliers and employees	(35,087,961)	(18,684,557)	(18,975,708)
	(24,450,961)	(7,640,127)	(7,559,021)
Interest received	503,000	506,440	509,946
Rental income	475,000	477,750	493,142
Non capital grants and contributions	29,821,797	10,633,980	10,796,700
Borrowing costs	(445,732)	(424,775)	(397,948)
Net cash inflow (outflow) from operating activities	5,903,104	3,553,268	3,842,819
Cash flows from investing activities:			
Payments for property, plant and equipment	(9,025,011)	(4,899,219)	(5,161,346)
Investment in short term deposits			
Proceeds from sale of property, plant and equipment			
Grants, subsidies, contributions and donations	6,583,000	1,900,000	1,900,000
Net cash inflow (outflow) from investing activities	(2,442,011)	(2,999,219)	(3,261,346)
Cash flows from financing activities:			
Proceeds from borrowings	1,300,000	0	0
Repayment of borrowings	(669,415)	(531,490)	(558,208)
Net cash inflow (outflow) from financing activities	630,585	(531,490)	(558,208)
Net increase (decrease) in cash held	4,091,678	22,559	23,265
Cash at beginning of reporting period	15,535,007	19,626,685	19,649,244
Cash at end of reporting period	19,626,685	19,649,244	19,672,509

Carpentaria Shire Council

Statement of Changes in Equity

For the year ended 30 June

	Budget 2018-2019 \$	Forecast 2019-2020 \$	Forecast 2020-2021 \$
Retained Surplus			
Opening balance	109,461,870	114,404,935	112,329,204
Net Result	4,943,065	(2,075,731)	(1,786,179)
Closing Balance	<u>114,404,935</u>	<u>112,329,204</u>	<u>110,543,025</u>
Asset Revaluation Surplus			
Opening Balance	235,810,806	235,810,806	235,810,806
Change in Asset revaluaton surplus			
Closing Balance	<u>235,810,806</u>	<u>235,810,806</u>	<u>235,810,806</u>
Total Communtiy Equity	<u>350,215,741</u>	<u>348,140,010</u>	<u>346,353,831</u>

Carpentaria Shire Council
Long Term Financial Forecast

	Original 2017-2018	Amended 2017-2018	Forecast 2017-2018	Budget 2018-2019	Forecast 2019-2020	Forecast 2020-2021	Forecast 2021-2022	Forecast 2022-2023	Forecast 2023-2024	Forecast 2024-2025	Forecast 2025-2026	Forecast 2026-2027	Forecast 2027-2028
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Operating Revenue													
Rates and Utility Charges	7,795,000	7,854,000	7,879,902	8,267,000	8,267,100	8,265,102	8,263,214	8,261,649	8,260,634	8,259,382	8,258,132	8,256,126	8,254,609
Less: Discount Allowed	(993,000)	(530,000)	(529,420)	(549,000)	(549,000)	(549,000)	(549,000)	(549,000)	(549,000)	(549,000)	(549,000)	(549,000)	(549,000)
	6,802,000	7,324,000	7,350,482	7,718,000	7,718,100	7,716,102	7,714,214	7,712,649	7,711,634	7,710,382	7,709,132	7,707,126	7,705,609
Fees and Charges	788,000	676,000	611,594	751,000	910,160	983,955	1,013,707	1,044,346	1,075,894	1,108,378	1,141,828	1,176,270	1,211,734
Rental Income	468,000	478,000	427,388	475,000	477,750	493,142	505,236	517,694	530,524	543,740	557,352	571,373	585,814
Interest	506,000	455,000	506,159	503,000	506,440	509,946	513,522	517,165	520,877	524,659	528,514	532,441	536,440
Recoverable Works	2,122,000	2,540,000	1,749,751	2,066,000	2,124,440	2,184,633	2,246,632	2,310,491	2,376,266	2,444,015	2,513,795	2,585,669	2,659,699
Other Income	43,000	42,000	67,927	102,000	59,730	60,997	62,302	63,646	65,030	66,456	67,924	69,438	70,996
Grants and Subsidies	65,650,000	33,322,000	32,042,270	29,821,797	10,633,980	10,796,700	10,829,300	11,001,929	11,181,988	11,367,447	11,558,472	11,755,225	11,957,881
Total Operating Revenues	76,379,000	44,837,000	42,755,571	41,436,797	22,430,600	22,745,475	22,884,913	23,167,920	23,462,213	23,765,077	24,077,017	24,397,542	24,728,173
Operating Expenditure													
Employee benefits	8,460,260	9,000,000	9,979,107	8,646,000	8,671,767	8,888,561	9,110,775	9,338,544	9,572,008	9,811,308	10,056,591	10,308,005	10,565,705
Material and services	64,014,740	32,835,000	38,590,317	26,434,000	9,974,864	10,048,260	10,177,523	10,340,246	10,499,023	10,586,452	10,730,133	10,877,669	11,117,666
Finance costs	480,000	478,000	490,140	482,732	462,699	436,819	410,772	383,430	355,534	324,599	292,886	259,561	225,019
Depreciation	6,649,000	6,244,000	6,241,171	7,514,000	7,529,000	7,529,000	7,529,000	7,529,000	7,529,000	7,529,000	7,529,000	7,529,000	7,529,000
	79,604,000	48,557,000	55,300,735	43,076,732	26,638,330	26,902,640	27,228,070	27,591,220	27,955,565	28,251,359	28,608,610	28,974,235	29,437,390
OPERATING RESULT	(3,225,000)	(3,720,000)	(12,545,164)	(1,639,935)	(4,207,730)	(4,157,165)	(4,343,157)	(4,423,300)	(4,493,352)	(4,486,282)	(4,531,593)	(4,576,693)	(4,709,217)
Capital Items													
Sale of Non-Current Assets	50,000	50,000	(41,741)	0	0	0	0	0	0	0	0	0	0
Contributions	0	0	0	0	0	0	0	0	0	0	0	0	0
Capital Grants, and Subsidies	8,579,000	8,350,000	6,868,346	6,583,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000
Less Capital Expenses	0	0	(66,226)	0	0	0	0	0	0	0	0	0	0
NET RESULT	5,404,000	4,680,000	(5,784,785)	4,943,065	(2,307,730)	(2,257,165)	(2,443,157)	(2,523,300)	(2,593,352)	(2,586,282)	(2,631,593)	(2,676,693)	(2,809,217)
CAPITAL WORKS PROGRAM EXPENDITURE	4,899,219	4,899,219	4,899,219	9,025,011	4,899,219	5,161,346	5,194,287	5,338,773	5,600,219	5,742,861	5,946,700	6,132,174	6,257,984
Community Assets													
Total Assets	377,746,445	367,789,002	360,428,633	366,031,322	363,424,101	361,079,714	358,769,512	356,604,301	354,603,070	352,845,599	351,287,535	349,904,827	348,647,977
Total Liabilities	12,657,429	12,051,542	15,155,958	15,815,581	15,284,091	14,725,883	14,141,842	13,529,925	12,892,037	12,222,841	11,522,367	10,757,352	9,956,666
NET COMMUNITY ASSETS	365,089,016	355,737,460	345,272,675	350,215,741	348,140,010	346,353,831	344,627,670	343,074,376	341,711,033	340,622,758	339,765,168	339,147,475	338,691,261

Carpentaria Shire Council

Change in Rates Levied from 2017/2018

	Budget		Variation	
	2017/2018	2018/2019	\$	%
General Rates	4,069,000	4,325,000	256,000	6.29%
Water	1,550,000	1,628,000	78,000	5.03%
Sewerage	1,500,000	1,576,000	76,000	5.07%
Waste Management	655,000	688,000	33,000	5.04%
Other Utilities (Excess Water)	80,000	50,000	-30,000	-37.50%

Attachment 6

Rates Based Financial Assistance Policy

2018/2019 RATES BASED FINANCIAL ASSISTANCE POLICY

Adopted on 27/07/2018 by Council Resolution No. 0718/011

1. PURPOSE

To establish guidelines to assess requests for rates and utility charge remissions in order to alleviate the impact of Local Government rates and charges, particularly in relation to Not-For-Profit/Community Organisation.

2. REPEAL

This policy repeals all previous versions of policies relating to Rates Based Financial Assistance.

3. SCOPE

This policy will allow Council to consider applications for remissions of general rates, garbage, water and sewerage charges from Not-For-Profit/Community Organisation.

4. RESPONSIBILITIES

The administration of this policy shall occur through the Chief Executive Officer.

5. DEFINITIONS

- Chief Executive Officer (CEO) - A person appointed under section 194 of the Local Government Act 2009, including a person acting in that position.
- Council – Carpentaria Shire Council.

6. POLICY

A local government may exercise power under Chapter 4 Part 10 of *the Local Government Regulation 2012* if the local government resolves that the case justifies the exercise of the power or in the case is of a kind that has been accepted by resolution of the local government as justifying the exercise of the power.

6.1 Eligibility

Rate remissions are available to approved organisations whose objectives do not include the making of profit and who provide services to their membership and the community at large.

Not-For-Profit/Community Organisation – Is an incorporated body who:

- a) Does not include the making of profit in its objectives;
- b) Does not charge a commercial fee for service;
- c) Is located within the Carpentaria Shire Council area and the majority of its members reside in the Council area;
- d) Does not receive income from gaming machines;
- e) Does not receive income from the sale of alcohol in a commercial manner (e.g. bar with regular hours of operation with permanent liquor license operated by paid bar staff);
- f) Is the owner, lessee or life tenant of the property;
- g) The property is the incorporated body's main grounds/base/club house or residence;

- h) Has, either solely or jointly with a co-owner, the legal responsibility for the payment of rates and charges which are levied in respect of the property;
- i) Is not a religious body or entity or educational institution recognised under State or Federal statute or law; and
- j) Is not a State and Federal entity whose activities are controlled or Governed by State or Federal statute or law.

Should an applicant only have part ownership of the property the Council remission would be similarly reduced.

6.2 Close of Applications

Applications are to be received by Council no later than the closing date of the discount period for each rates notice levied. Not-For-Profit/Community Organisation are required to submit an application for each rates notice levied, at present Council levies rates notices on a half yearly basis for the period 01 July to 31 December and 01 January to 30 June. If an application is approved by Council, remissions will be applied from the beginning of the current rating period (remissions will not be applied retrospectively).

However, late applications may be approved by Council for the current rating period subject to the Not-For-Profit/Community Organisation (applicant) meeting all the requirements of this policy. Furthermore, if a Not-For-Profit/Community Organisation purchases property during a rating year, Rates Based Financial Assistance will apply from the date the land is actually used for its intended purpose, subject to that group meeting all requirements of this policy.

6.3 Amount of Remission

The concession provided in this policy is on the levied general rate, garbage, water and sewerage charges (less discounts). Concessions will not apply to vacant land or not for profit organisations that do not fulfil their lease obligations. If rates are in arrears, a concession will not apply in future until all outstanding rates and charges are paid

General Rates – Council may provide up to 100% of the General Rates.

Garbage, Water and Sewerage Charges – Council may provide up to 50% concession of the Garbage, Water and Sewerage charges.

All other rates, levies and charges are excluded from concessions.

An example of the remission calculation is provided below:

	Original 2018/2019 First Half Levy	Concession 2018/2019 First Half Levy	Total Discount
01 July XX – 31 December XX			
General Rates	\$815.39	\$0.00	-\$815.39
Water	\$502.50	\$251.25	-\$251.25
Sewerage	\$1,142.00	\$571.00	-\$571.00
Cleansing (Garbage)	\$185.00	\$92.50	-\$92.50
State Gov Emergency	\$126.20	\$126.20	\$0.00
Gross Total	\$2,771.09	\$1,040.95	-\$1,730.14
Less Discount Applicable	\$264.49	\$91.48	-\$173.01
Council Concession	\$2,506.60	\$949.48	-\$1,557.13

7. ASSOCIATED DOCUMENTS

- *Local Government Act 2009*
- *Local Government Regulation 2012*
- Revenue Policy
- Revenue Statement

8. REVIEW

30 June 2019

9. RESOLUTION

Adopted by Council on the 27 July 2018 by Council Resolution 0718/011

