



# **AGENDA**

## **General Committee Meeting**

**Monday, 15 July 2019**

**commencing at 10am**

**Council Chambers, 9 Pelican Street, Tewantin**

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**Committee: Crs Frank Wilkie (Chair), Jess Glasgow, Ingrid Jackson,  
Joe Jurisevic, Frank Pardon, Brian Stockwell, Tony Wellington**

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*"Noosa Shire – different by nature"*

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**REPORTS DIRECT TO GENERAL COMMITTEE****6 LGAQ ANNUAL CONFERENCE PROPOSED MOTION – UTILITY RELOCATION COSTS**

**Author** Project Manager, Mark Poynter  
Infrastructure Services Department

**Index** ECM/ Subject / Local Government Association of Queensland

**Attachments** Nil

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**EXECUTIVE SUMMARY**

Not applicable

**RECOMMENDATION**

That Council note the report by the Project Manager to the General Committee Meeting dated 15 July 2019 and approve the submission of the following motion to the Local Government Association Queensland 2019 Annual Conference for consideration and debate:

*That the Local Government Association of Queensland lobby the State Government and public utility infrastructure owners for the development of a more equitable cost sharing protocol for the relocation or replacement of their infrastructure arising from local government works related to the remaining life of the asset and any capacity upgrade generated by the relocation or replacement works.*

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**REPORT**

The Local Government Association of Queensland (LGAQ) Conference is held annually and provides a forum for all Queensland councils to come together to table and debate contemporary issues of importance to their local areas and communities, as well as identify issues that are likely to be relevant to other local councils.

A current issue of concern for Noosa Council is the costs associated with relocating utility infrastructure (water, electricity and telecommunications) to enable the installation and/or upgrade of community infrastructure. There is little to no opportunity for Council to negotiate the costs associated with the relocation, especially when the mandated new utility infrastructure is a significant upgrade to the existing installed infrastructure.

While some utility owners are regulated at a State level, there are those (namely telecommunications) at a Federal level that use the same techniques with regards to utility relocations processes and costs.

The State Government, through the Government Owned Corporations Act 1993 (the Act), currently regulates and controls Energex and its related operations. The objective of the Act is to improve Queensland's overall economic performance and the ability of the government to achieve social objectives by improving the efficiency and effectiveness of government owned corporations and improving their accountability.

The Act provides for government owned corporations to have two shareholding Ministers – the government owned corporations Minister (the Treasurer) and the portfolio Minister, in this case the Minister for Natural Resources, Mines and Energy.

Currently the only input Local Governments have into the utility relocations process is to apply for consideration and await for the utility owner's determination. Council's design and delivery teams endeavour to develop engineering designs that avoid known utility locations to mitigate the probable costs associated with relocating them. However, this can impact on the quality of the final product and ultimately public amenity.

For instance, the Hilton Terrace Corridor Upgrade project has been delayed and incurred more than \$1,100,000 in expenses related to utility relocations. While Council has attempted to mitigate the impacts, it is largely at the mercy of the utility companies with regards to costs and timing of required works. Below is a summary of a recent enquiry to Energex related to the relocation of 100m of sub-surface electrical supply.

Initial request date:	29 Jan 2019
Design cost estimate:	\$20,308.04 <i>“Energex costs will be reconciled upon the completion of works and any variance invoiced or refunded accordingly”</i> i.e. there is no notice of variation or cost escalation.
Design time estimate:	14 weeks

Design complete date:	20 Jun 2019 (20 weeks from request date) A single drawing was produced.
Construction cost estimate:	\$163,625.39 For electrical related services (pulling and joining new cable only). Excludes the civil construction costs related to new pits, trenching/drilling for conduits, etc. estimated at circa \$200,000.
Mandated design:	7 conduits vs. existing 4 conduits, a 42% greater capacity than existing infrastructure

There is anecdotal evidence that the billed costs for design and construction works undertaken by utility owners are substantially inflated (by a factor of two) to make profits rather than cover actual costs. In addition, utility providers reserve the right to modify quoted costs with little or no prior notice, further adding pressure to project budget management.

The basis of this proposed motion to the LGAQ is that Local Government should be able to enter into a cost sharing arrangement with utility providers, particularly when upgrades are mandated during relocation costs. Similar cost sharing arrangements have been ratified with State departments such as the Department of Transport and Main Roads.

Specifically, this proposed motion to the LGAQ conference seeks support to advocate to the relevant State agency to achieve the objectives of the Act of achieving its social outcomes through improved efficiency and effectiveness by improving their accountability.

**Previous Council Consideration**

Nil

**Finance**

There are no direct financial implications as a result of this report.

**Risks & Opportunities**

As outlined above, Council currently has limited ability to mitigate the impact of utility relocation or installation costs related to its public infrastructure projects. The authority sits with the State and Federal Governments while Council is treated as a “developer” for the purposes of utility modifications. This situation impacts capital works budgets and ultimately the Council’s ability to deliver civil infrastructure.

**Consultation****External Consultation - Community & Stakeholder**

Nil

**Internal Consultation**

Nil

Departments/Sections Consulted:

<input type="checkbox"/> <b>Chief Executive Officer</b> Executive Officer Executive Support	<input type="checkbox"/> <b>Community Services</b> Director Community Development Community Facilities Libraries & Galleries Local Laws Waste & Environmental Health	<input checked="" type="checkbox"/> <b>Corporate Services</b> X Director Financial Services ICT Procurement & Fleet Property Revenue Services
<input type="checkbox"/> <b>Executive Services</b> Director Community Engagement Customer Service Governance People and Culture	<input type="checkbox"/> <b>Environment &amp; Sustainable Development</b> Director Building & Plumbing Services Development Assessment Economic Development Environmental Services Strategic Land Use Planning	<input checked="" type="checkbox"/> <b>Infrastructure Services</b> X Director Asset Management Buildings and Facilities Civil Operations Disaster Management X Infrastructure Planning, Design and Delivery

**7 LGAQ ANNUAL CONFERENCE PROPOSED CO-SPONSORED MOTION – SUPPORT FOR THE “ULURU STATEMENT FROM THE HEART”**

**Author** Chief Executive Officer, Brett de Chastel  
CEO’s Office

**Index** ECM/ Subject/ Liaison (Council and Government Agencies)

**Attachments** 1. Uluru Statement from the Heart

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**EXECUTIVE SUMMARY**

Not applicable.

**RECOMMENDATION**

That Council note the report by the Chief Executive Officer to the General Committee Meeting dated 15 July 2019 and co-sponsor, with Cherbourg Aboriginal Shire Council, the following motion to the Local Government Association Queensland annual conference for consideration and debate:

*“That the Local Government Association of Queensland recognises the Uluru Statement from the Heart and:*

- 1. Hears and supports the Aboriginal and Torres Strait Islander peoples’ call for the establishment of a First Nation’s Voice to be enshrined in the Constitution and for a referendum on this matter;*
  - 2. Looks forward to working with our constituents, other levels of governments and all Australians to take this next step towards reconciliation; and*
  - 3. Requests that the Australian Local Government Association consider expressing similar support for the Uluru Statement from the Heart.”*
- 

**REPORT**

The Local Government Association Queensland (LGAQ) Conference is held annually and provides a forum for all Queensland Councils to come together to table and debate contemporary issues of importance to their local areas and communities as well as identify issues that are likely to be relevant to other local Councils.

A current issue of both local, state and national importance is the call from Aboriginal and Torres Strait Islander peoples for constitutional change and structural reform in their relationship with the broader Australian community.

Our Council has been asked whether we would co-sponsor a motion to the LGAQ conference with Cherbourg Aboriginal Shire Council on this issue. Cherbourg has a long history with Noosa and our Council. For many years, the former Noosa Council provided mentoring, support and assistance to Cherbourg Council and some of the native title claimants of the Kabi Kabi (Gubbi Gubbi) people reside in Cherbourg. It would be an ideal outcome for a proposed LGAQ conference motion on a matter such as this to be co-sponsored by both an indigenous Council and a non-indigenous Council.

As a progressive Council and as a Council looking to build stronger working relationships with our local indigenous community, it would be appropriate for our Council to co-sponsor a motion with Cherbourg Aboriginal Shire Council to the LGAQ annual conference.

## Background

In May 2017, Aboriginal and Torres Strait Islander people forged a consensus around the Uluru Statement from the Heart. This consensus followed a process of consultation and engagement of Aboriginal and Torres Strait Islander people from across Australia through deliberative dialogues in 13 regions.

Each dialogue had approximately 100 representatives from local traditional owners, Indigenous community-based organisations and Indigenous leaders. These dialogues in turn selected their representatives to attend the First Nations Constitutional Convention at Uluru. At this Convention, Indigenous leaders articulated how meaningful constitutional recognition and structural reform could take place. At the conclusion of the Convention, in an overwhelming consensus, more than 250 delegates adopted the “Uluru Statement from the Heart”.

This is the first time that there has been a national consensus on the constitutional change that is desired by Indigenous Australians.

More details on the development of the “Uluru Statement from the Heart” can be found here: <https://www.1voiceuluru.org/>

## What does the Uluru Statement call for?

The Uluru Statement rejects symbolic constitutional recognition in favour of substantive constitutional reform and calls for three fundamental changes: Voice, Treaty, Truth.

The first reform is the constitutional enshrinement of a First Nations Voice. The Voice will empower Aboriginal and Torres Strait Islander peoples politically. It will be a permanent institution for expressing First Nations’ views to the parliament and government on important policy decisions affecting their rights.

The next reform after the Voice is established is Treaty, followed by Truth. These reforms involve establishing an independent Makarrata Commission to oversee the negotiation of treaties and truth-telling processes.

## What is Makarrata?

Makarrata is a Yolngu word meaning ‘coming together after a struggle’. It is both the ideal that underpins the Uluru Statement and its call for Voice, Treaty, Truth and the mechanism by which the relationship between First Nations and the people of Australia can move to one based on fairness, truth, justice and self-determination, a relationship where Indigenous cultures can flourish and the Australian nation can reach a fuller potential.

## Why support the Uluru Statement?

There have been a large number of major organisations that have publicly provided support for the Uluru Statement. This includes a significant number of major businesses and organisations including major legal, accounting and mining firms – BHP, Curtin University, Herbert Smith Freehills, IAG, KPMG, Lendlease, National Rugby League, PwC Australia, PwC’s Indigenous Consulting, Qantas, Richmond Football Club, Rio Tinto, Swinburne University of Technology and Woodside are some of the more well-known ones.

The lack of constitutional recognition of First Nations peoples is one of Australia’s longest standing unresolved issues.

The historic consensus achieved at Uluru means that now is the appropriate time for a national discussion on the best way forward.

**Joint Submission of Motion to the LGAQ**

As the Uluru Statement from the Heart is about Indigenous recognition and reconciliation, it is both important and symbolic that this motion to the LGAQ Annual Conference be co-sponsored by the Cherbourg Aboriginal Shire Council and Noosa Shire Council.

The Noosa Council CEO has discussed this motion with his counterpart at Cherbourg Aboriginal Shire Council who is in agreement with this approach. Cherbourg Aboriginal Shire Council are also passing a resolution to co-sponsor this LGAQ motion.

**Previous Council Consideration**

Nil.

**Finance**

There are no financial implications for Noosa Council.

**Risks & Opportunities**

Ultimately, it will be up to the Queensland councils to determine whether or not they wish to support this proposed motion at the LGAQ annual conference. It is reasonably likely that this will occur.

Our Council co-sponsoring this motion with Cherbourg Aboriginal Shire Council could also act to re-establish some long-standing regional relationships with that Council. It may also enhance the development of our ongoing relationship with the native title claimants, some of whom reside in the Cherbourg community.

**Consultation**

**External Consultation - Community & Stakeholder**

Warren Collins, CEO, Cherbourg Aboriginal Shire Council  
 Professor Megan Davis, Pro Vice Chancellor Indigenous, UNSW (via Dr Gabrielle Appleby).  
 Alan (Fox) Rogers, Former Director Community Services

**Internal Consultation**

Kerri Contini, Director Community Services  
 Kim Rawlings, Director Environment and Sustainable Development

Departments/Sections Consulted:

<input checked="" type="checkbox"/> <b>Chief Executive Officer</b> Executive Officer Executive Support	<input checked="" type="checkbox"/> <b>Community Services</b> X Director Community Development Community Facilities Libraries & Galleries Local Laws Waste & Environmental Health	<input type="checkbox"/> <b>Corporate Services</b> Director Financial Services ICT Procurement & Fleet Property Revenue Services
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## ULURU STATEMENT FROM THE HEART

We, gathered at the 2017 National Constitutional Convention, coming from all points of the southern sky, make this statement from the heart:

Our Aboriginal and Torres Strait Islander tribes were the first sovereign Nations of the Australian continent and its adjacent islands, and possessed it under our own laws and customs. This our ancestors did, according to the reckoning of our culture, from the Creation, according to the common law from 'time immemorial', and according to science more than 60,000 years ago.

*This sovereignty is a spiritual notion: the ancestral tie between the land, or 'mother nature', and the Aboriginal and Torres Strait Islander peoples who were born therefrom, remain attached thereto, and must one day return thither to be united with our ancestors. This link is the basis of the ownership of the soil, or better, of sovereignty. It has never been ceded or extinguished, and co-exists with the sovereignty of the Crown.*

How could it be otherwise? That peoples possessed a land for sixty millennia and this sacred link disappears from world history in merely the last two hundred years?

With substantive constitutional change and structural reform, we believe this ancient sovereignty can shine through as a fuller expression of Australia's nationhood.

Proportionally, we are the most incarcerated people on the planet. We are not an innately criminal people. Our children are alienated from their families at unprecedented rates. This cannot be because we have no love for them. And our youth languish in detention in obscene numbers. They should be our hope for the future.

These dimensions of our crisis tell plainly the structural nature of our problem. This is *the torment of our powerlessness*.

We seek constitutional reforms to empower our people and take *a rightful place* in our own country. When we have power over our destiny our children will flourish. They will walk in two worlds and their culture will be a gift to their country.

We call for the establishment of a First Nations Voice enshrined in the Constitution.

Makarrata is the culmination of our agenda: *the coming together after a struggle*. It captures our aspirations for a fair and truthful relationship with the people of Australia and a better future for our children based on justice and self-determination.

We seek a Makarrata Commission to supervise a process of agreement-making between governments and First Nations and truth-telling about our history.

In 1967 we were counted, in 2017 we seek to be heard. We leave base camp and start our trek across this vast country. We invite you to walk with us in a movement of the Australian people for a better future.

**8 ALLIANCE AND FUNDING AGREEMENT BETWEEN NOOSA COUNCIL AND THE NATURE CONSERVANCY**

<b>Author</b>	<b>Kim Rawlings</b> <b>Director, Environment &amp; Sustainable Development Department</b>
<b>Index</b>	<b>ECM/ Subject/ Noosa River &amp; Project/ Oyster Reef Restoration Project</b>
<b>Attachments</b>	<b>1. Alliance &amp; Funding Agreement between Noosa Shire Council and The Nature Conservancy (25 page attachment provided separately to this agenda)</b>

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**EXECUTIVE SUMMARY**

In January 2019 Council accepted a proposal and agreed in principle to partner with The Nature Conservancy (TNC) in the next phases of oyster reef restoration. This report provides for Council's consideration, the formal Alliance and Funding Agreement to guide that partnership arrangement with TNC over the next 3 years.

**RECOMMENDATION**

That Council note the report by the Director, Environment & Sustainable Development Department to the General Committee Meeting dated 15 July 2019 and:

- A. Approve the Alliance and Funding Agreement with The Nature Conservancy provided as Attachment 1 to the report; and
  - B. Authorise the CEO to sign and execute the Alliance and Funding Agreement with The Nature Conservancy.
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**REPORT****Background**

Noosa Council, in partnership with The Nature Conservancy (TNC), the Thomas Foundation, the Noosa Parks Association, the Noosa Biosphere Reserve Foundation (NBRF), and the University of the Sunshine Coast (USC) have undertaken extensive background studies to better understand the historical ecology of the Noosa River.

This work was undertaken with the intent of developing future projects with the aim of improving marine biodiversity and ensuring ongoing sustainability of fish stocks. Some of these projects include 'Keeping it in Kin Kin', to prevent mobilisation of sediment in the upper Noosa River catchments, and also a study on benthic invertebrates of the river.

A third key project has been feasibility research into the restoration of the traditional oyster reefs in the Noosa River, once a key part of the river habitat. This has included a scoping study led by The Nature Conservancy in 2015 and field trials with experimental units with the University of the Sunshine Coast from 2017-2019. The positive results from these trials included:

- All experimental units remained in their locations with only very minor movement observed.
- A significant degree of oyster spat still in the Noosa River through settlement on the tiles in the scoping study and then on the experimental coir log units.
- Good rates of growth of oysters observed.
- No signs of impacts on marine plants or shoreline erosion were observed.
- Higher concentrations of fish around the trial units.

These positive results led Council to make a decision at the January 2019 Ordinary Meeting to partner with The Nature Conservancy to undertake larger-scale oyster reef restoration in the Noosa

River. Not long after this decision, most of the coir experimental units had to be removed due to damage which occurred over the summer period. The cause of the damage is not certain, but believed to be boat propellers and anchoring. The coir log units were designed for experimental purposes to test oyster recruitment and growth. Established reefs intended through the alliance with The Nature Conservancy will be designed differently and should mitigate this issue.

### **The Nature Conservancy**

As previously reported to Council, The Nature Conservancy has been established for more than 6 decades and is considered one of the most trusted non-government conservation organisations. TNC work across over 74 Countries, has more than 600 scientists and has delivered hundreds of successful projects with immense environmental and global impact.

The TNC vision is a world in which people and nature thrive, with their core mission being to conserve the lands and waters of which all life depends. TNC have identified 8 key global challenges which are:

- invasive species
- climate change
- agricultural expansion
- unsustainable wood products
- over fishing
- urban sprawl
- energy production and sprawl
- source water quality and waste water

They have further identified 5 core areas of focus to which it states can be the most immediate, measurable and most powerful contribution to addressing the global challenges. These 5 areas are:

- protect land and water
- tackle climate changes
- provide food and water sustainability
- build healthy cities
- connect people and nature

In late 2018, TNC offered Council an opportunity to establish a collaborative, mutually beneficial strategic alliance which seeks to explore, investigate and address a number of these global challenges at a local level with a specific and tangible focus on improving marine, aquatic and estuary biodiversity and environments through the implementation of the next phases of the oyster reef project.

In January 2019, Council accepted a proposal and agreed in principle to partner with the Nature Conservancy in the next phases of oyster reef restoration, this report provides the formal Alliance and Funding Agreement to guide that partnership arrangement with TNC over the next 3 years for Council's consideration.

### **Noosa Council-TNC partnership**

This report provides an Alliance & Funding Agreement to undertake the next phases of the project to restore oyster reefs in the Noosa River. The Agreement outlines funding of \$1.2 million towards this initiative from The Nature Conservancy and a matching investment from Council of \$1.2 million, over 3 years. The proposal seeks to establish a collaborative partnership between the Nature Conservancy and Noosa Council as core funding agencies, however identifies that engagement with a range of further key stakeholders and project partners including Kabi Kabi traditional owners is fundamental to the initiative.

Specifically, the project will deliver restoration of oyster reefs at various locations (to be determined) as one of the key components to restore the health of fisheries habitats, and therefore fisheries, in the Noosa River. It also provides for The Nature Conservancy to provide support in planning, expertise, peer review and preparing to implement other key river management and coastal marine conservation initiatives.

Oyster reef restoration methodology will follow standards aligned with best practice oyster restoration and the Society for Ecological Restoration global guidelines. The project will follow a staged approach to restoration;

- *Phase I* – feasibility and trial, which has been completed by the University of the Sunshine Coast.
- *Phase II* - optimal design (2019-2020) which seeks to determine the optimal design, locations and most cost effective method of reef restoration.
- *Phase III* – pilot sites and full restoration (2020-2022) which seeks to construct reefs at two pilot sites for 12 months, then at other feasible locations identified during phase II.

Phase II and III are the subject of this agreement with TNC over 3 years.

In delivering this project, it is intended that through the Agreement, TNC can provide some strategic support and integration of not only the range of management and conservation initiatives that are occurring locally in and around the Noosa River, but draw on significant scientific expertise from across the globe, thus enabling coordination across effort, integration of outcomes and access to world best practice.

The **Alliance and Funding Agreement** (Attachment 1) provides detailed terms for the nature of the partnership up to September 30, 2022, and includes;

- A clear statement of the objectives of the partnership and the obligations of each party.
- A range of clauses to provide clarity over communications, confidentiality, intellectual property and dispute resolution.
- Clear guidance on project governance, including the establishment of a Technical Advisory Group as well as an executive-level forum.
- A description of the project and its aims.
- Clear project deliverables with timeframes, measurable outcomes and agency responsibility.
- A staged timeline for Council's payments towards the project, with these payments linked to the achievement of the measurable outcomes within the project deliverables.

### Previous Council Consideration

#### **Ordinary Meeting Minutes, 17 January 2019, Item 2, Page 5**

*That Council note the report by the Director Environment and Sustainable Development and Environmental Services Manager to the General Committee Meeting dated 14 January 2019, consider the proposal from the Nature Conservancy as detailed in this report, and*

- A *Consider in the finalisation of the Noosa River Plan the inclusion of an aquatic and marine ecosystem restoration program as a core element of the Noosa River Plan 2019; that:*
1. *combines local knowledge and scientific expertise to inform advocacy, policy, planning and on-ground action;*
  2. *coordinates and integrates the implementation, monitoring, evaluation and review of investment across a range of sectors and community groups;*
  3. *respects both the traditional owner and historic commercial fishing family heritage;*
  4. *addresses the priority threats to natural resource productivity and fish habitats to improve ecosystem health;*
  5. *aims to enhance the biological and structural complexity across the network of fish habitats;*
  6. *has a goal of increasing the overall carrying capacity of the river in terms of biodiversity and fish abundance.*
- B. *Note that Council considers the proposal from the Nature Conservancy as detailed in this report to be a significant opportunity to advance aquatic and marine ecosystem restoration*

*in the Noosa River;*

- C. *Agree in principle to partner with the Nature Conservancy in accordance with the Partnership Proposal 2019 (Attachment 1);*
- D. *Develop a Partnership Agreement outlining at a minimum, partnership and project governance arrangements, funding requirements and accountabilities, monitoring, evaluation and reporting requirements, and that this agreement be reported back to Council for endorsement; and*
- E. *Note that any partnership agreement would commence from 1 July 2019 and refer consideration of the funding to the 2019/20 budget process.*

**Ordinary Meeting Minutes, 15 December 2016, Item 10, Page 11**

*That Council note the report by the Environment Officer to the General Committee Meeting dated 12 December 2016, and:*

- A. *Accept the Draft Resource Allocation Authority conditions proposed by the Department of Agriculture Forestry and Fisheries on behalf of the project partners;*
- B. *Authorise the development application for the project to be submitted as soon as possible to facilitate deployment of the oyster reef restoration units in the March to May oyster spat recruitment season;*
- C. *Authorise the Chief Executive Officer to negotiate and enter into a formal agreement with relevant project partners, which will result in nil additional cost to Council (following payment of development application fees) associated with the project, following receipt of the development approval.*

**Ordinary Meeting Minutes, 22 October 2015, Item 7, Page 7**

*That Council note the report by the Environment Officer (Rivers and Coast) to the Planning & Organisation Committee Meeting dated 13 October 2015 and:*

- A. *Confirm support for the establishment of a small scale pilot oyster reef restoration project to build further knowledge in this area of aquatic restoration of the Noosa Estuary; and*
- B. *Agree to provide in kind technical support to the Thomas Foundation for the development of a detailed project proposal.*

**Ordinary Meeting Minutes, 20 November 2014, Item 1, Page 3**

*That Council note the presentation to a Council workshop on 14 November 2014 from The Nature Conservancy and the Thomas Foundation in relation to proposed projects to improve the environmental outcomes for the Noosa River, and*

- A. *Authorise the Chief Executive Officer to write to The Nature Conservancy and the Thomas Foundation advising that the Council will provide support for the two initial proposed projects with a Council financial contribution of up to \$25,000 and with Council also providing support for any required interface to government agencies; and*
- B. *Request the Chief Executive Officer to continue liaison with both The Nature Conservancy and the Thomas Foundation regarding possible future projects for consideration and to provide Council with updates as required.*

**Finance**

The Alliance & Funding Agreement commits Council and The Nature Conservancy each to funding of \$1.2 million over three years. Council funding will be sourced from the Environment Levy. Council's funding commitment will be staged, and subject to the successful completion of measurable outcomes identified in Schedule A of the Agreement.

Under the *Local Government Regulation 2012*,

*A local government may give a grant to a community organisation only—*

- (a) *if the local government is satisfied—*
- (i) *the grant will be used for a purpose that is in the public interest; and [s 195] Local Government Regulation 2012 Chapter 5 Financial planning and accountability Part 6 Spending Page 136 Current as at 1 December 2013*
  - (ii) *the community organisation meets the criteria stated in the local government's community grants policy; and*
- (b) *in a way that is consistent with the local government's community grants policy.*

Noosa Council's *Environment Grants Policy* is a 'Community Grants Policy' under the definition of the *Local Government Regulation (2012)*. The *Environment Grants Policy* states that grants will be for *initiatives, capacity building and projects that conserve and/or improve ecosystem health and biodiversity in the Noosa Shire*. The grants will support the implementation of the Council's key environment strategies and plans by enabling collaboration with the community in initiatives that protect, enhance and increase the resilience of Noosa's natural environment.

The oyster restoration project clearly meets this definition and the project is included within the implementation plan of Council's Noosa Environment Strategy - *Improve the water quality and biodiversity of the Noosa River by restoring aquatic habitats, such as oyster reefs, and improving riparian vegetation*.

The Nature Conservancy meet the criteria for applicants under the Environment Grants Policy:

- *The project or event for which they are applying benefits the residents of the Noosa community;*
- *The application meets the specific eligibility criteria of the funding programs as set out in this Policy and the supporting grant guidelines;*
- *The organisation:*
  - *is a legal not-for-profit entity*
  - *complies with all incorporation requirements of the State and Commonwealth as at the closing date for the grant program*
  - *be registered by an Act of Parliament*
  - *has an active ABN*
  - *Has a bank account in the name of the legal entity.*

Funding for the Partnership arrangement and next phases of the Oyster Reef Restoration Project is provided in accordance with the Local Government Regulation. In this instance specific procurement for suppliers, equipment, materials etc. will be managed by The Nature Conservancy.

The joint funding of \$2.4 million is enough to deliver the oyster reef restoration project, however there is also an intention for further funding to be sought from the public and private sector. It is proposed to aim for a further \$1.2 million from such sources in the first 18 months of the project. Any additional funding received is intended to go directly to putting more reefs into the river, given most of the background work (project planning, permits, habitat suitability modelling and reef design) will have already been undertaken. The delivery of objectives outlined in the attached Alliance and Funding agreement is not contingent on this additional funding being achieved.

### **Risks & Opportunities**

This Alliance provides a unique opportunity alongside a partner organisation with an excellent track record of attaining and leveraging further funding for major projects. TNC is also an experienced and globally respected project manager, with specific experience in oyster reef restoration projects and marine conservation.

The partnership opportunity presented through this agreement opens up immense opportunity for Council and the community. This is not just in the delivery of major projects to improve biodiversity in the Noosa River, but in the access to the support and expertise of a large international organisation with over 600 scientists.

The structure of the Alliance and Funding agreement provides Council with a high level of assurity around the required deliverables and alliance arrangements with TNC, including reporting, evaluation and monitoring, staged payments linked to deliverables and governance.

One of the goals of The Noosa Environment Strategy is that *by 2030, our waterways, wetlands and coasts are healthy, resilient to change and valued by the community*. It also lists several outcomes that will be progressed by the oyster project and potentially by this partnership more broadly, that include;

- *Water quality, riparian areas and catchment health is protected and improved by partnering with landholders and stakeholders to actively manage and rehabilitate priority stream reaches.*
- *Aquatic biodiversity is improved through the preservation and enhancement of diverse instream, riparian and wetland habitats.*
- *The physical processes and dynamics of our rivers, wetlands, groundwater and coasts are well understood to support effective long-term management options.*
- *Waterways, wetlands and coastal environments are protected, managed and maintained in their natural state, and are enhanced to support healthy and diverse ecosystems.*
- *Recreational and commercial fishing is managed in a sustainable way so there is no long-term decline in fish abundance and diversity.*

The Noosa Environment Strategy Implementation Plan has a specific action related to this project;

- *Improve the water quality and biodiversity of the Noosa River by restoring aquatic habitats, such as oyster reefs, and improving riparian vegetation.*

**Consultation**

**External Consultation - Community & Stakeholder**

King and Co lawyers provided legal review of the Alliance and Funding Agreement.

**Internal Consultation**

Governance provided initial feedback on the structure of the Alliance and Funding Agreement.

Departments/Sections Consulted:

<input checked="" type="checkbox"/> <b>Chief Executive Officer</b> Executive Officer Executive Support	<input type="checkbox"/> <b>Community Services</b> Director Community Development Community Facilities Libraries & Galleries Local Laws Waste & Environmental Health	<input type="checkbox"/> <b>Corporate Services</b> Director Financial Services ICT Procurement & Fleet Property Revenue Services
<input type="checkbox"/> <b>Executive Services</b> Director Community Engagement Customer Service x Governance People and Culture	<input checked="" type="checkbox"/> <b>Environment &amp; Sustainable Development</b> Director Building & Plumbing Services Development Assessment Economic Development x Environmental Services Strategic Land Use Planning	<input type="checkbox"/> <b>Infrastructure Services</b> Director Asset Management Buildings and Facilities Civil Operations Disaster Management Infrastructure Planning, Design and Delivery

**9 APPOINTMENT OF EXTERNAL MEMBER TO COUNCIL'S AUDIT AND RISK COMMITTEE**

**Author** Chief Executive Officer, Brett de Chastel  
CEO's Office

**Index** ECM/ Subject/ Audit & Risk Committee

**Attachments** Nil.

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**EXECUTIVE SUMMARY**

Not applicable.

**RECOMMENDATION**

That Council note the report by the Chief Executive Officer to the General Committee Meeting dated 15 July 2019 in relation to the upcoming vacancy for an external member on Council's Audit and Risk Committee and:

- A. Thank Cameron Jagers for his outstanding contribution to the Audit and Risk Committee in his capacity as an external member of that committee for the past five years; and
  - B. Appoint Tim Cronin as an external member of the Audit Committee for a term of two years.
- 

**REPORT**

In 2014, the Council established an Audit and Risk Committee and appointed two external Committee members to that Committee (Scott Williams and Cameron Jagers). Since that time, the terms of Scott Williams and Cameron Jagers were extended in 2017 for 3 years and 2 years respectively. The Audit and Risk Committee Charter adopted by Council, includes a requirement for two external members with one of those being the Chairperson. There are also two Councillors as members of that committee (currently Mayor Tony Wellington and Cr Joe Jurisevic).

The term of Cameron Jagers as an external member of the Audit and Risk Committee has come to an end. He has provided outstanding service to our Committee and added significant value with his expert finance and accounting standards knowledge. The report recommendation expresses Council's thanks for his outstanding contribution to the Audit and Risk Committee for the past 5 years.

Following an expression of interest process in April 2019, 16 applications were received. The expression of interest process was advertised widely through newspapers, Council's website, professional networks and appropriate social media networks.

The quality of applications was very strong. Applicants were assessed against a number of criteria including qualifications, financial literacy, risk and audit experience, local government knowledge etc. A copy of the 16 applications has been provided in the Councillors room for information.

After assessment of the applications, Tim Cronin is recommended for appointment as the new external member of the Audit and Risk Committee for an initial term of two years.

Details of Tim's qualifications and experience are as follows:

**Qualifications**

- Bachelor of Commerce (University of Queensland)
- Bachelor of Economics (University of Queensland)
- Graduate Diploma in Advanced Accounting (with Distinction) (Queensland University of Technology)
- Chartered Accountant Australia & New Zealand (CA ANZ)

- Certified Internal Auditor
- Certified Internal Audit Quality Assurance Assessor
- Registered Company Auditor (ASIC)
- Member - Chartered Accountant Australia & New Zealand (CA ANZ)
- Member - Institute of Internal Auditors

### **Experience**

- Currently a Director of Audit Services for Vincents - a national professional services firm with Tim based in their Brisbane office.
- 28 years previous audit experience with BDO including being the audit partner for Far North Queensland servicing local governments.
- Previous contract auditor on behalf of QAO for a significant number of local governments
- 3 years experience as CEO of Cook Shire Council, thus understanding how local governments operate in practice.
- Current and past member of Audit and Risk Committees for various local governments including being a current member of North Burnett Regional Council Audit Committee and past Chairperson of Charters Towers Regional Council Audit Committee, member of Scenic Rim Regional Council Audit Committee etc.
- Provision of internal audit services as a consultant to a significant number of large Queensland local governments including Moreton Bay Regional Council, Cairns Regional Council, Bundaberg Regional Council etc.
- Provision of risk management services to Central Queensland University, Unitywater, SEQ Water Grid Manager and a large number of Councils etc.
- Broader audit experience beyond local government to include State Government Departments, Statutory Authorities and GOCs.
- Tim has also provided local government financial management services to Wujal Wujal Aboriginal Shire Council to enable them to complete their annual financial statements and meet audit requirements.

### **Previous Council Consideration**

#### ***Ordinary Meeting Minutes, 6 March 2014, Item 12, Page 9***

*That Council note the report by the Chief of Staff to the Planning and Organisation Committee dated 25 February 2014 and:*

- A. Authorise the Chief Executive Officer to seek quotations for the provision of an internal audit service;*
- B. Establish the Audit Committee and endorse the Mayor and Councillor Wellington as the Councillor representatives on the Committee; and*
- C. Authorise the Chief Executive Officer to invite applications from suitably qualified applicants for the two external members of the Audit Committee.*

#### ***Ordinary Meeting Minutes, 31 July 2014, Item 11, Page 10***

*That Council note the report by the Chief Executive Officer to the Planning & Organisation Committee Meeting dated 22 July 2014 and appoint Scott Williams and Cameron Jagers as the two external members of the Audit Committee for a term of two years.*

#### ***Ordinary Meeting Minutes, 21 July 2016, Item 2, Page 13***

*That Council note the report by the Governance Advisor to the Services & Organisation Committee Meeting dated 12 July 2016 and re-appoint the current external members of the Audit & Risk Committee, Scott Williams and Cameron Jagers for a further term of two years from August 2016 to August 2018.*

**Ordinary Meeting Minutes, 19 April 2018, Item 3, Page 12**

That Council note the report by the Governance Advisor to the Services & Organisation Committee Meeting dated 10 April 2018 and authorise the Chief Executive Officer to:

- A. Extend the appointment term of External Audit and Risk Committee Member, Mr Cameron Jagers for a further year from 30 August 2018 to 30 August 2019;
- B. Extend the appointment term of External Audit and Risk Committee Member, Mr Scott Williams for a further two years from 30 August 2018 to 30 August 2020; and
- C. Call for Expressions of Interest at the end of each of these appointment terms to identify and select suitably qualified external members.

**Finance**

External members of the Audit and Risk Committee receive a \$300 payment per meeting which includes meeting preparation time. Council receives excellent value for money from our external Audit and Risk Committee members. Recent benchmarking has indicated that this is below market rates and consideration will be given to reviewing the meeting fee in 2020.

**Risks & Opportunities**

There has been an opportunity to undertake succession planning with our external committee members. The appointment of Tim Cronin is being made to the current vacancy with a view to transitioning him to the role of Chairperson when the current term of the Chairperson (Scott Williams) concludes in 2020. At that stage, we will also need to recruit another external member to replace Scott Williams.

The role of the Audit and Risk Committee includes oversight of Council's internal audit program, oversight of the audit framework for the management of risk across the organisation, reviewing strategic risks, receiving reports from the external auditors (Queensland Audit Office), reviewing Council financial statements etc and generally providing advice to Council on Audit and Risk matters. Tim's qualifications and experience will add significantly to this process.

**Consultation****External Consultation - Community & Stakeholder**

Nil.

**Internal Consultation**

The applications for the external Audit and Risk Committee member were also reviewed by the Chairperson of the Audit and Risk Committee and the Mayor as agreed at the Audit and Risk Committee.

Departments/Sections Consulted:

<input checked="" type="checkbox"/> <b>Chief Executive Officer</b> Executive Officer Executive Support	<input type="checkbox"/> <b>Community Services</b> Director Community Development Community Facilities Libraries & Galleries Local Laws Waste & Environmental Health	<input type="checkbox"/> <b>Corporate Services</b> Director Financial Services ICT Procurement & Fleet Property Revenue Services
<input type="checkbox"/> <b>Executive Services</b> Director Community Engagement Customer Service Governance People and Culture	<input type="checkbox"/> <b>Environment &amp; Sustainable Development</b> Director Building & Plumbing Services Development Assessment Economic Development Environmental Services Strategic Land Use Planning	<input type="checkbox"/> <b>Infrastructure Services</b> Director Asset Management Buildings and Facilities Civil Operations Disaster Management Infrastructure Planning, Design and Delivery

10 FINANCIAL PERFORMANCE REPORT – JUNE 2019 INTERIM POSITION

**Author**                    **Manager Financial Services, Trent Grauf**  
**Corporate Services Department**

**Index**                    **ECM/ Subject/ 22.09 – Monthly Financial Performance Report**

- Attachments**
1. **Statement of Income and Expenditure (Profit & Loss and Capital)**
  2. **Statement of Financial Position**
  3. **Statement of Cash Flows**

**EXECUTIVE SUMMARY**

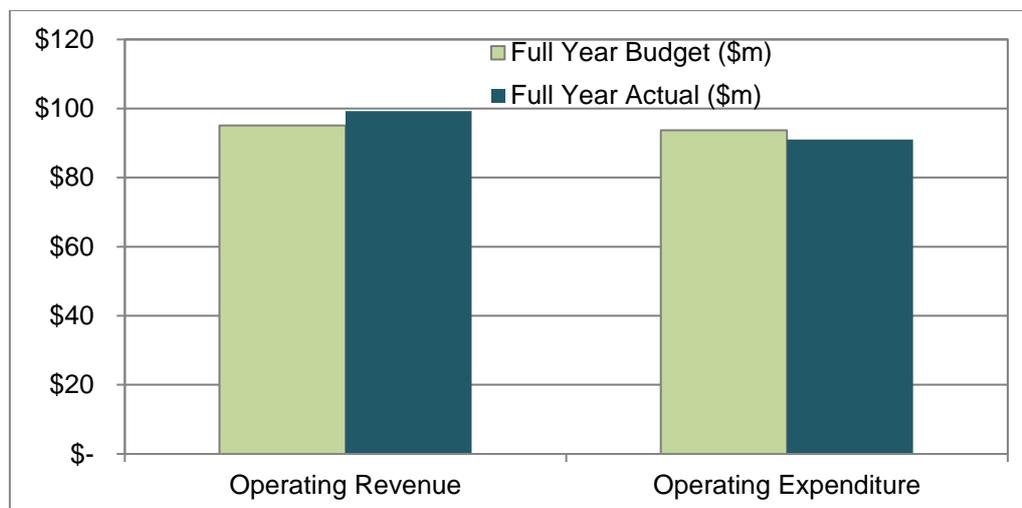
Financial performance for the 2018/19 year has resulted in an interim operating surplus of \$8.3 million (budget \$1.4 million), capital revenues of \$8.7 million (budget \$7.4 million) and capital expenditure of \$25.8 million (budget \$28.4 million). Note that year-end financial adjustments are still in progress, with a further report on final 2018/19 financial performance to be provided to Council following the finalisation of the annual report and financial statements.

Annual Financial Performance Summary					
	Budget \$m	Actual \$m	Variance \$m	Variance %	Status
Operating Revenue	\$95.1	\$99.3	\$4.1	4.4%	Above Budget
Operating Expense	\$93.7	\$91.0	\$2.7	2.9%	Below Budget
Operating Position	\$1.4	\$8.3	\$6.9	489.6%	
Capital Revenue	\$7.4	\$8.7	\$1.3	1.7%	Above Budget
Capital Expenditure*	\$28.4	\$25.8	\$2.6	9.1%	Below Budget

\* Reflects constructed assets and intangibles only (excludes contributed)

Financial statements including Statement of Operating Profit & Loss, Summary of Capital Financial Performance, Statement of Financial Position (balance sheet) and Statement of Cash Flows are included as attachments for information of Council.

**Figure 1: Actual Performance Compared to Budget**



**RECOMMENDATION**

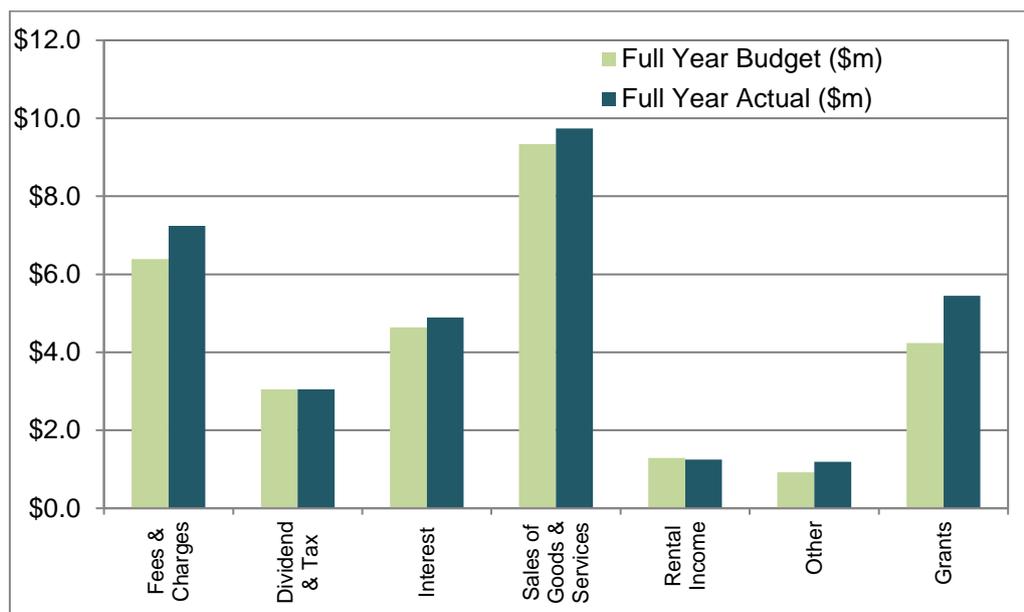
That Council note the report by the Manager Financial Services to the General Committee Meeting dated 15 July 2019 providing results of the interim 2018/19 full year financial performance against budget.

**REPORT****Operating Revenue (Annual Benchmark 100%)**

Council has received 104% (\$99.3 million) of its operating revenue budget (\$95.1 million). Commentary on each revenue category is provided below.

Category	Summary	Comments
<b>Rates and Levies</b>	\$66.4 million (102%) of the annual budget of \$65.2 million has been earned	<ul style="list-style-type: none"> <li>General rates \$1.2 million above budget due to a one-off adjustment for an accounting standards change to the treatment of prepaid rates.</li> <li>All other rates and levies earned are in line with budget forecasts.</li> </ul>
<b>Fees and Charges</b>	\$7.2 million (113%) of the \$6.3 million annual budget has been earned	<ul style="list-style-type: none"> <li>Development related fees \$406k above annual budget (130% or \$1.7 million of \$1.4 million budget earned) – offset by additional salary and development appeal legal costs above budget</li> <li>Building and plumbing application/ search fees \$155k above annual budget (100% of \$1.8 million budget earned)</li> <li>Waste temporary bin collection services \$52k above annual budget (464% or \$67k of \$14k budget earned)</li> <li>Local laws fees \$144k above annual budget (111% or \$1.5 million of \$1.3 million budget earned)</li> <li>Community land use permits \$76k above annual budget (120% or \$451k of \$375k budget earned)</li> </ul>
<b>Sale of Goods and Services</b>	\$9.7 million (104%) of the \$9.3 million budget has been received	<ul style="list-style-type: none"> <li>Eumundi Road landfill disposal charges and recyclable sales \$275k above annual budget (109% or \$3.3 million of \$3.0 million budget earned)</li> <li>Noosa Leisure Centre \$66k above annual budget (112% or \$599K of \$536k budget earned)</li> </ul>
<b>Interest Received</b>	\$4.9 million (105%) of the \$4.6 million annual budget has been earned	<ul style="list-style-type: none"> <li>Investment revenue \$197k above annual budget (112% or \$1.8 million of \$1.6 million budget earned)</li> <li>Interest on overdue rates and charges \$53k above annual budget (112% or \$511k of \$458k budget earned)</li> </ul>
<b>Dividend and Tax</b>	On track	<ul style="list-style-type: none"> <li>Interim performance is in line with budget</li> <li>Final Unitywater payments will be confirmed with the completion of the financial statements</li> </ul>
<b>Other Revenue</b>	\$2.4 million (110%) of the \$2.2 million budget has been earned	<ul style="list-style-type: none"> <li>Civil Operations internal plant hire recoveries \$597k above annual budget (203% or \$1.2 million of \$580k budget earned) – offset by internal hire charges</li> <li>Waste Management internal recoveries for landfill disposal \$56k above annual budget (379% or \$77k of \$20k budget earned)</li> <li>Local Laws SPER penalty recoveries \$26k above annual budget (117% or \$178k of \$152k budget earned)</li> </ul>
<b>Operating Grants, Subsidies</b>	\$5.4 million (129%) of the \$4.2 million budget has been received	<ul style="list-style-type: none"> <li>50% or \$1.1m of the 2019/20 Financial Assistance Grant paid in advance by Australian Government in June 2019</li> </ul>

Figure 2: Operating Revenue Position by Type (Excluding Rates)



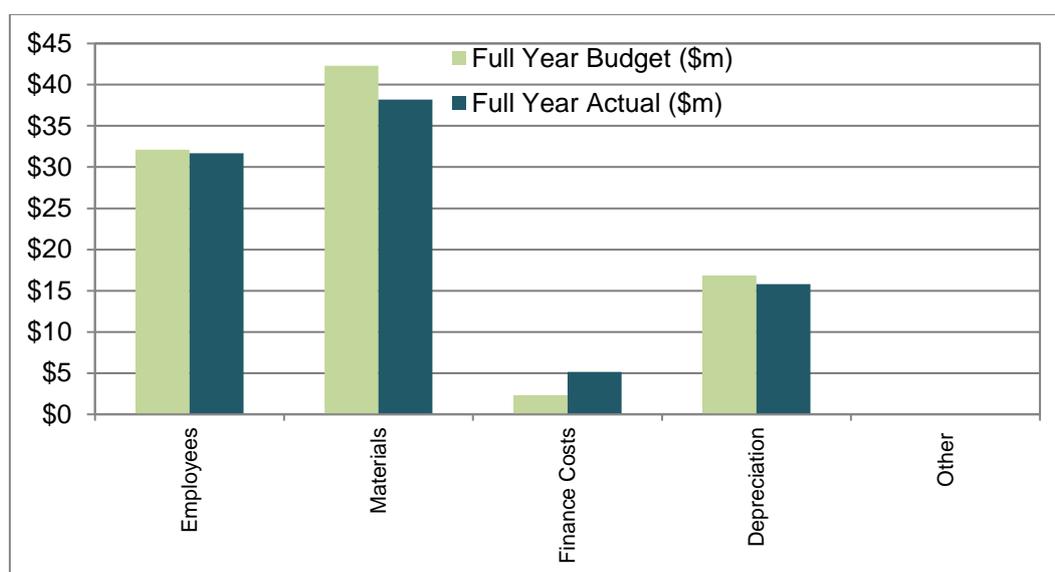
**Operating Expenditure (Annual Benchmark 100%)**

Actual operating expenditure is currently 97% (\$91.0 million) of full year budget (\$93.7 million). Total actual operating expenditure will increase once expenditure accruals are finalised as part of end of financial year processing. Detailed commentary for each expenditure category is provided below.

Category	Summary	Comments
<b>Employee Costs</b>	\$31.7 million (99%) of the annual budget of \$32.1 million has been expended	<ul style="list-style-type: none"> <li>Under expenditure for permanent staff salaries and wages (\$2.7 million) partially offset by casual staff, external labour hire (\$1.0 million), sick / other leave (\$707), allowances, overtime and penalty rates (\$255k)</li> <li>Staff training underspend of \$14k (96% or \$316k of \$329k budget spent)</li> </ul>
<b>Materials and Services</b>	\$38.2 million (90%) of the \$42.3 million annual budget has been expended	<ul style="list-style-type: none"> <li>Expenditure of constrained levy funds \$1.8 million below budget (Tourism and Economic, Noosa Waters, Noosa Junction, Hastings Street, Hasting Street, Main Beach, Environment as well as Sustainable Transport levies).</li> <li>Waste management contract services \$501k below annual budget (94% or \$7.7 million of \$8.1 million budget spent) – waste collection and landfill operations.</li> <li>Works Operations sealed and gravel roads maintenance \$237k below annual budget (87% or \$1.5 million of \$1.7 million budget spent)</li> <li>Parks and Gardens arborist costs \$96k below annual budget (90% or \$850k of \$946k budget spent)</li> <li>ICT \$385k below annual budget (88% or \$2.8 million of \$3.2 million budget spent) – relating to savings in software licences, telecommunications charges and equipment leases</li> <li>Maintenance of Council leased properties \$292k below annual budget (86% or \$1.8 million of \$2.1 million budget spent)</li> </ul>

Category	Summary	Comments
		<p>million budget spent) – relating to the timing of community building refurbishment works</p> <ul style="list-style-type: none"> <li>• Beach Management \$93k below annual budget (46% or \$78k of \$171k budget spent) – timing of Dog Beach Shoreline Erosion Management Plan</li> <li>• Fleet costs for fuel and tyres \$141k below annual budget (78% or \$518k of \$660k budget spent)</li> <li>• Maintenance of Council buildings and amenities \$143k below annual budget due to timing of scheduled maintenance (83% or \$700k of \$843k budget spent)</li> <li>• Community Development grants \$81k below annual budget (92% or \$904k of \$984k budget spent)</li> <li>• Holiday Parks operating costs and commissions \$62k above annual budget (98% or \$1.4 million of \$1.3 million budget spent) – offset by additional revenue</li> <li>• Development assessment legal appeals costs \$204k above annual budget (123% or \$1.1 million of \$878k budget spent)</li> </ul>
<b>Finance Costs</b>	\$5.1 million (223%) of the \$2.3 million annual budget has been expended	<ul style="list-style-type: none"> <li>• \$1.4 million market adjustment from \$10 million early loan repayment made on 28 June 2019– offset by savings in future years</li> <li>• \$1.5 million adjustment to the provision for future rehabilitation of Eumundi Road Landfill reflecting change in market conditions (not budgeted)</li> <li>• All other finance costs in line with budget expectations</li> </ul>
<b>Depreciation</b>	\$15.8 million (94%) of the \$16.9 million annual budget has been expended	<ul style="list-style-type: none"> <li>• Annual depreciation \$1.1 million below budget due to timing of the capital works program, lower than anticipated revaluation impacts and progress on the asset data improvement project.</li> </ul>
<b>Other Expenses</b>	On track	Nil

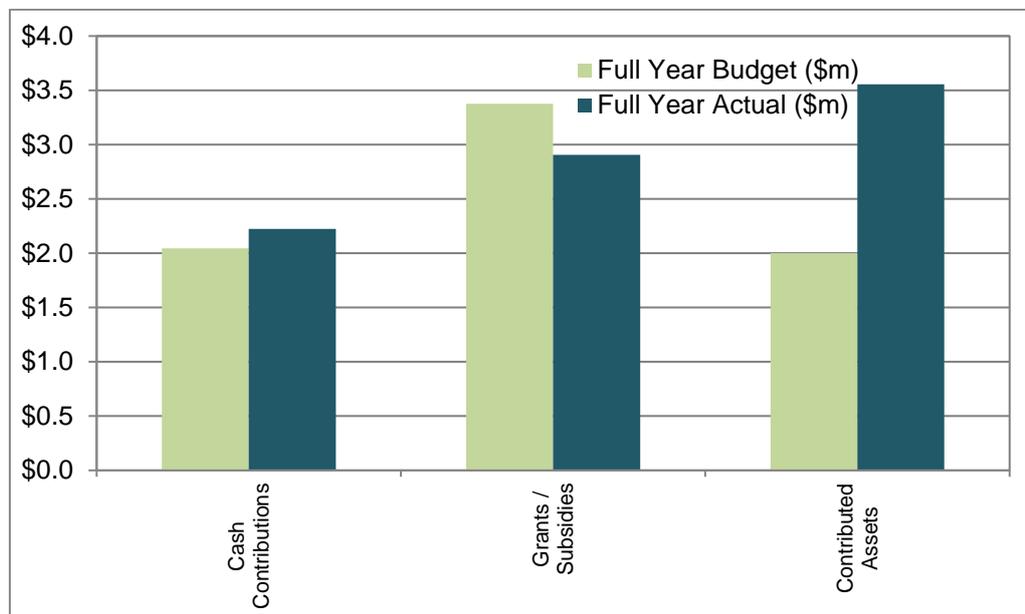
Figure 3: Operating Expenditure Position by Type



**Capital Revenue**

Annual capital revenue of \$8.7 million received comprises cash contributions from developers (\$2.2 million), capital grants (\$3.4 million) and contributed assets (\$3.6 million). Note that the timing of capital grant receipts are generally dependent on the timing of grant conditions and also capital delivery performance, and that the timing of the receipt of developer contributions (both cash and contributed) is unpredictable.

**Figure 4: Capital Revenue by Type**

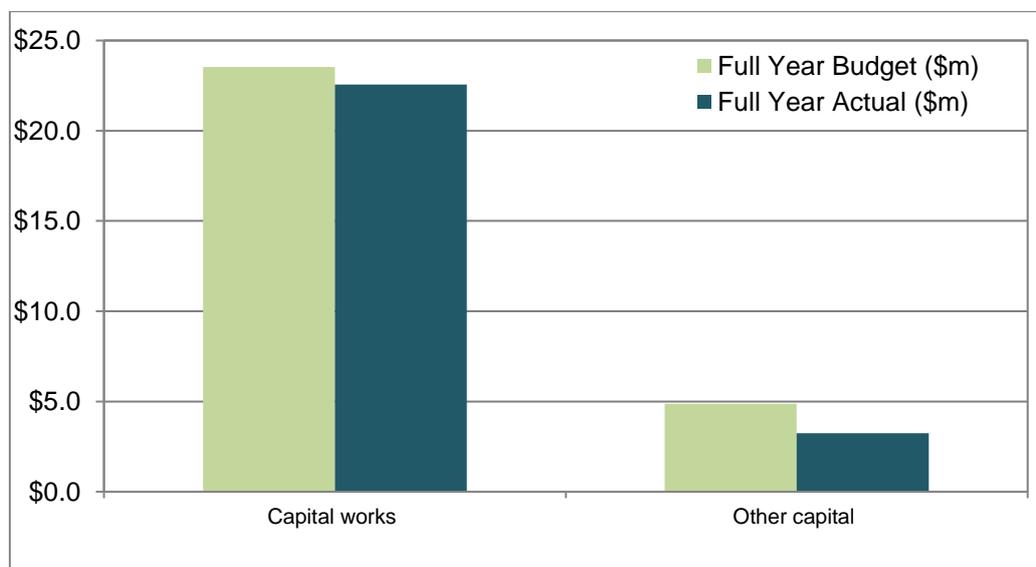


**Capital Expenditure Program**

Actual total capital expenditure excluding commitments is 91% (\$25.8 million) of full year budget (\$28.4 million). This comprises constructed capital works at 96% completion (\$22.6 million) and other capital including fleet replacement, ICT and Planning Scheme costs at 67% completion (\$3.2 million).

Total actual capital expenditure will increase once expenditure accruals are finalised as part of end of financial year processing.

**Figure 5: Capital Program Delivery Performance**

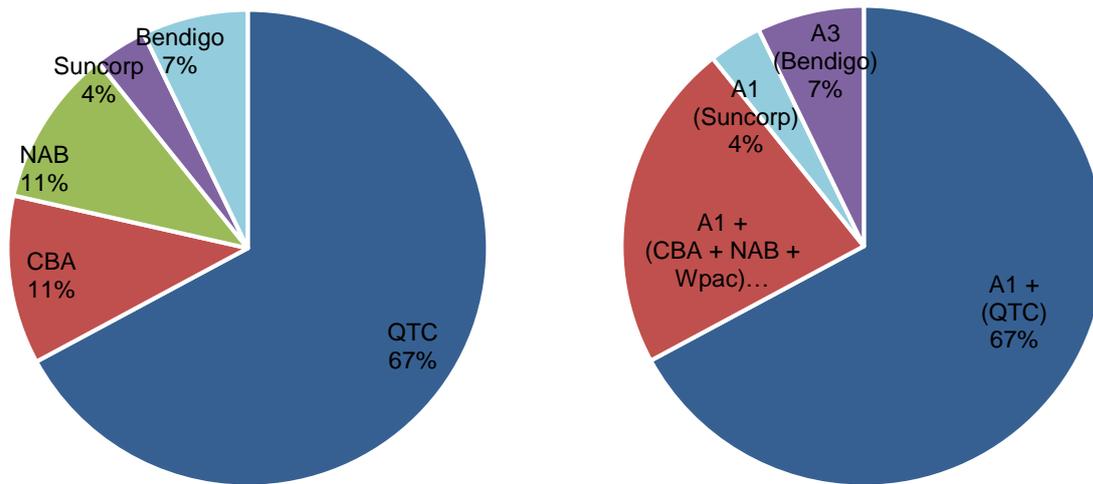


**Cash Management and Investment Performance**

Total cash on hand at the end of June 2019 was \$56.0 million. Included in this balance are funds held in trust and for restricted purposes (e.g. unexpended levy and grant funds) and any unspent monies committed for funding capital projects which are underway and will carryover into the 2019/20 financial year.

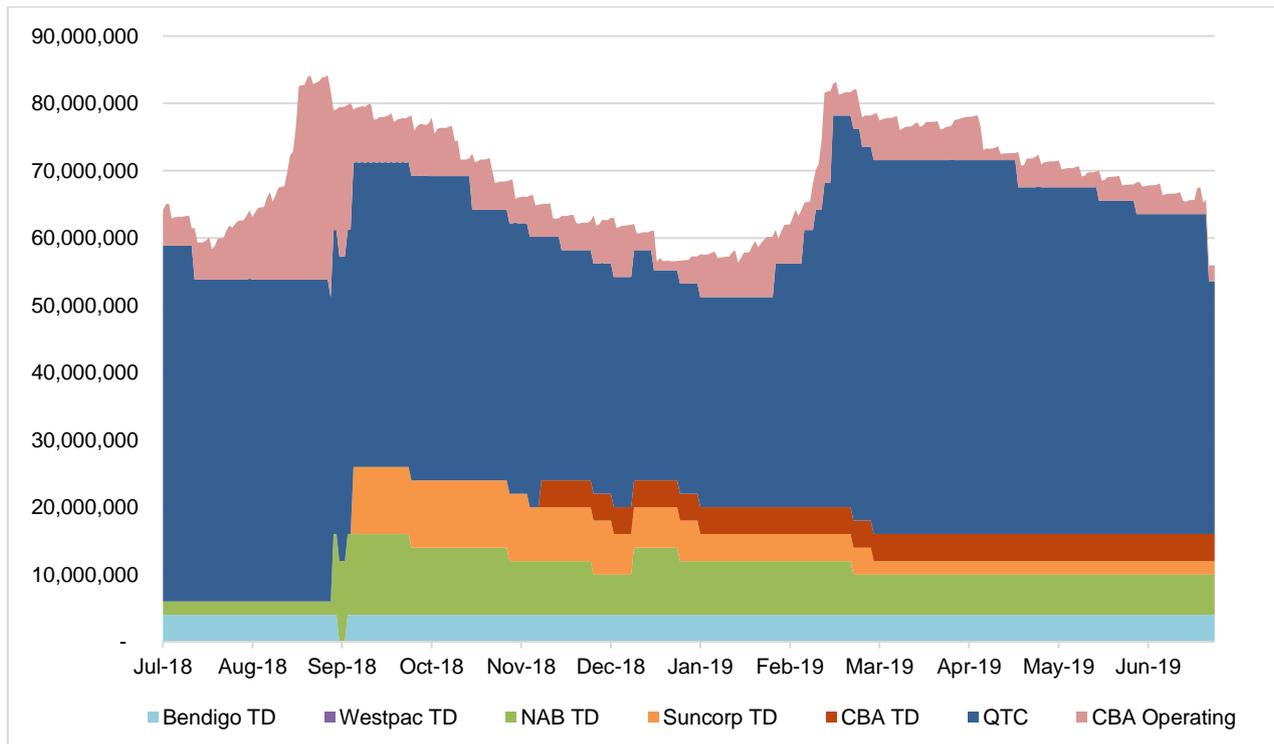
The pie charts following present the mix of cash held at June 2019 by agency (graph on the left) and by credit risk rating (graph on the right). All funds have been invested in accordance with the Investment Policy and in consideration of the principles of ethical investment, preservation of capital, return on investment and counterparty thresholds.

**Figure 6: Closing Cash Held by Agency and Credit Rating**



The following chart monitors the year-to-date trend on total cash and the agencies invested. During June, \$10 million was drawn down from deposit with QTC to fund an early repayment of loan borrowings as adopted at Council’s Ordinary Meeting on 16 May 2019. A further \$2 million was also drawn down to fund operating and capital expenditure requirements.

**Figure 7: Year to Date Trend of Cash Invested by Agency**



Actual interest revenue for June was \$129k with a weighted average yield of 2.8%, which reflects a positive return compared to the current industry benchmark (Bloomberg AusBond Bank Bill Index) of 1.6%.

**Previous Council Consideration**

Nil.

**Finance**

As above.

**Risks & Opportunities**

Council’s risk register includes a number of risks that could impact on ongoing financial sustainability. Effective budget management and reporting is an important risk mitigation tool.

**Consultation**

**External Consultation - Community & Stakeholder**

Nil.

**Internal Consultation**

All areas of Council are consulted as part of the regular monitoring of budget performance.

Departments/Sections Consulted:

<p><input checked="" type="checkbox"/> <b>Chief Executive Officer</b>                  Executive Officer                  Executive Support</p>	<p><input checked="" type="checkbox"/> <b>Community Services</b>                  Director                  Community Development                  Community Facilities                  Libraries &amp; Galleries                  Local Laws                  Waste &amp; Environmental Health</p>	<p><input checked="" type="checkbox"/> <b>Corporate Services</b>                  x Director                  x Financial Services                  ICT                  Procurement &amp; Fleet                  Property                  Revenue Services</p>
<p><input checked="" type="checkbox"/> <b>Executive Services</b>                  Director                  Community Engagement                  Customer Service                  Governance                  People and Culture</p>	<p><input checked="" type="checkbox"/> <b>Environment &amp; Sustainable Development</b>                  Director                  Building &amp; Plumbing Services                  Development Assessment                  Economic Development                  Environmental Services                  Strategic Land Use Planning</p>	<p><input checked="" type="checkbox"/> <b>Infrastructure Services</b>                  Director                  Asset Management                  Buildings and Facilities                  Civil Operations                  Disaster Management                  Infrastructure Planning,                  Design and Delivery</p>

## Noosa Council

### Statement of Income and Expenditure

For the Year Ended 30 June 2019

As at 30 June 2019

	Current Budget 2019 (\$'000)	Current Budget YTD (\$'000)	Actual (Interim) YTD (\$'000)	Variance YTD (\$'000)	Annual Budget %
<b>Profit and Loss Statement</b>					
<b>Revenue</b>					
Recurrent Revenue					
Rates, levies and charges	65,251	65,251	66,447	1,196	102%
Fees and charges	6,391	6,391	7,242	852	113%
Dividend income	1,600	1,600	1,600	-	100%
Interest received	4,642	4,642	4,892	250	105%
Tax equivalents	1,450	1,450	1,450	-	100%
Sale of Goods and major services	9,316	9,316	9,715	399	104%
Sale of contract and recoverable works	23	23	28	3	111%
Rental & lease income	1,292	1,292	1,252	(40)	97%
Other income	924	924	1,195	271	129%
Grants, subsidies, contributions and donations	4,235	4,235	5,447	1,212	129%
	<b>95,123</b>	<b>95,123</b>	<b>99,266</b>	<b>4,143</b>	<b>104%</b>
<b>Expenses</b>					
Recurrent Expenses					
Employee benefits	32,108	32,108	31,665	(441)	99%
Materials and services	42,290	42,290	38,188	(4,102)	90%
Finance costs	2,309	2,309	5,145	2,836	223%
Depreciation and amortisation	16,864	16,864	15,806	(1,059)	94%
Other expenses	154	154	207	53	134%
	<b>93,723</b>	<b>93,723</b>	<b>91,010</b>	<b>(2,713)</b>	<b>97%</b>
<b>Operating Result</b>	<b>1,400</b>	<b>1,400</b>	<b>8,256</b>	<b>6,856</b>	

### Summary of Capital Revenue and Expenditure

<b>Capital Revenue</b>					
Capital contributions and donations	4,043	4,043	5,790	1,747	143%
Grants, subsidies, contributions and donations	3,375	3,375	2,908	(469)	86%
Other capital revenue	-	-	-	-	
<b>Total Capital Revenue</b>	<b>7,419</b>	<b>7,419</b>	<b>8,696</b>	<b>1,277</b>	
<b>Capital Expenditure</b>					
Contributed assets	2,000	2,000	3,556	1,556	178%
Constructed assets	28,391	28,391	25,797	(2,594)	91%
Other capital expenses	-	-	2,417	2,417	
<b>Total Capital Expenditure</b>	<b>30,391</b>	<b>30,391</b>	<b>31,769</b>	<b>1,379</b>	

## Noosa Council

### Statement of Financial Position

For the Year Ended 30 June 2019

As at 30 June 2019

	Current Budget 2019 (\$'000)	Actual (Interim) 2019 (\$'000)	Actual Full Year 2018 (\$'000)
<b>Current Assets</b>			
Cash and cash equivalents	53,496	55,981	64,193
Trade and other receivables	8,795	6,565	6,979
Inventories	330	219	225
Other current assets	490	4,887	4,115
	<u>63,111</u>	<u>67,651</u>	<u>75,512</u>
Non Current Assets held for sale	-	-	-
<b>Total Current Assets</b>	<b><u>63,111</u></b>	<b><u>67,651</u></b>	<b><u>75,512</u></b>
<b>Non Current Assets</b>			
Trade and other receivables	54,025	49,218	49,218
Other non current Assets	-	-	-
Investments	73,332	60,978	60,978
Investment property	4,405	4,167	4,167
Property, plant and equipment	895,127	876,478	866,604
Intangible assets	7,027	5,923	5,048
	<u>1,033,916</u>	<u>996,764</u>	<u>986,014</u>
<b>Total Non Current Assets</b>	<b><u>1,033,916</u></b>	<b><u>996,764</u></b>	<b><u>986,014</u></b>
<b>Total Assets</b>	<b><u>1,097,027</u></b>	<b><u>1,064,414</u></b>	<b><u>1,061,526</u></b>
<b>Current Liabilities</b>			
Trade and other payables	4,747	8,125	11,679
Borrowings	3,621	632	3,969
Provisions	4,061	4,831	4,648
Other	665	2,581	697
	<u>13,094</u>	<u>16,169</u>	<u>20,993</u>
<b>Total Current Liabilities</b>	<b><u>13,094</u></b>	<b><u>16,169</u></b>	<b><u>20,993</u></b>
<b>Non Current Liabilities</b>			
Trade and other payables	-	-	-
Borrowings	31,674	23,600	32,171
Provisions	10,686	11,486	9,738
	<u>42,360</u>	<u>35,086</u>	<u>41,909</u>
<b>Total Non Current Liabilities</b>	<b><u>42,360</u></b>	<b><u>35,086</u></b>	<b><u>41,909</u></b>
<b>Total Liabilities</b>	<b><u>55,454</u></b>	<b><u>51,255</u></b>	<b><u>62,902</u></b>
<b>Net Community Assets</b>	<b><u>1,041,573</u></b>	<b><u>1,013,160</u></b>	<b><u>998,624</u></b>
<b>Community Equity</b>			
Asset Revaluation Surplus	58,039	41,740	41,740
Retained Surplus / (Deficiency)	-	-	-
Shire Capital	983,534	956,885	961,335
Current Year Net Earnings	-	14,535	(4,450)
	<u>1,041,573</u>	<u>1,013,160</u>	<u>998,624</u>
<b>Total Community Equity</b>	<b><u>1,041,573</u></b>	<b><u>1,013,160</u></b>	<b><u>998,624</u></b>

**Noosa Council****Statement of Cash Flows**

For the Year Ended 30 June 2019

As at 30 June 2019

	Current Budget 2019 (\$'000)	Actual (Interim) 2019 (\$'000)	Actual 2018 (\$'000)
<b>Cash flows from operating activities</b>			
<b>Cash Flows from Operating Activities</b>			
Receipts from Customers	81,990	88,381	87,075
Payments to Suppliers and Employees	(81,752)	(73,702)	(77,033)
	238	14,679	10,042
<b>Receipts:</b>			
Investment and Interest Revenue Received	4,641	4,892	4,701
Rental Income	1,293	1,252	1,301
Non Capital Grants and Contributions	4,286	5,447	6,052
Income Tax Equivalent Received	1,200	1,450	3,067
Income from Equity Investments	1,850	1,600	30
<b>Payments:</b>			
Borrowing Costs	-	-	-
Interest Expense	(355)	(1,763)	(131)
<b>Net Cash Inflow/(Outflow) from Operating Activities</b>	<b>13,152</b>	<b>27,557</b>	<b>25,062</b>
<b>Cash Flows from Investing Activities</b>			
<b>Receipts:</b>			
Proceeds of Sale of Property, Plant and Equipment	(32)	375	154
Grants, Subsidies, Contributions and Donations	5,419	8,898	6,369
<b>Payments:</b>			
Payments of Property, Plant and Equipment	(26,026)	(28,359)	(26,981)
Payments for Intangible Assets	(2,365)	(1,191)	(1,874)
<b>Net Cash Inflow/(Outflow) from Investing Activities</b>	<b>(23,004)</b>	<b>(20,480)</b>	<b>(22,332)</b>
<b>Cash Flows from Financing Activities</b>			
<b>Receipts:</b>			
Proceeds from Borrowings	2,475	-	1,165
<b>Payments:</b>			
Repayment of Borrowings	(3,320)	(15,289)	(5,165)
<b>Net Cash Inflow/(Outflow) from Financing Activities</b>	<b>(845)</b>	<b>(15,289)</b>	<b>(4,000)</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents held</b>	<b>(10,697)</b>	<b>(8,212)</b>	<b>(1,270)</b>
Cash and Cash Equivalents at the beginning of the reporting period	64,193	64,193	65,463
<b>Cash and Cash Equivalents at the end of the reporting period</b>	<b>53,496</b>	<b>55,981</b>	<b>64,193</b>

**CONFIDENTIAL SESSION**

11 **CONFIDENTIAL: NOT FOR PUBLIC RELEASE - REC17/0011 PLANNING & ENVIRONMENT COURT APPEAL NO. D30 OF 2018 - NEGOTIATED DECISION NOTICE & INFRASTRUCTURE CHARGES NOTICE FOR RECONFIGURING A LOT AT 29 & 35A TAIT ST & 30 EAGLE DVE, TEWANTIN**

**Author**                    **Manager Development Assessment, Kerri Coyle  
Environment & Sustainable Development**

**Index**                    **ECM/ REC17/0011 /Case/ Eaglerise Developments Pty Ltd**

**Attachments**        **1. Negotiated Decision Notice  
2. Approved Subdivision Plan**

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**REASON FOR CONFIDENTIALITY**

*This report is **CONFIDENTIAL** in accordance with Section 275 (1) of the Local Government Regulation 2012, which permits the meeting to be closed to the public for business relating to the following:*

- (f) starting or defending legal proceedings involving it*
  - (g) any action to be taken by the local government under the Planning Act 2016, including deciding applications made to it under that Act*
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