



SPECIAL BUDGET MEETING MINUTES

**HELD AT THE COUNCIL CHAMBERS - CIVIC CENTRE
101 GOONDOON STREET, GLADSTONE**

On 17 July 2019

Commencing at 9.00am

**Leisa Dowling
CHIEF EXECUTIVE OFFICER**

Table of Contents

ITEM	PAGE
S/1. MAYOR'S 2019/20 BUDGET	4
S/1.1. MAYOR'S 2019/2020 BUDGET OVERVIEW	4
S/1.2. REVENUE STATEMENT.....	5
S/1.3. LONG-TERM FINANCIAL FORECAST	6
S/1.4. DEBT POLICY.....	7
S/1.5. PROJECTED FINANCIAL STATEMENTS FOR YEAR END 30 JUNE 20208	
S/1.6. RATE PAYMENT PERIOD AND DISCOUNTS.....	9
S/1.7. DIFFERENTIAL GENERAL RATES	11
S/1.8. PENSIONER REMISSION.....	14
S/1.9. WASTE CLEANSING CHARGES.....	15
S/1.10. WATER CHARGES.....	17
S/1.11. SEWERAGE CHARGES	19
S/1.12. SPECIAL CHARGES	21
S/1.13. FEES AND CHARGES FOR THE 2019/2020 FINANCIAL YEAR	23
S/1.14. OPERATIONAL PLAN AND BUDGET ADOPTION	24
S/2. CONFIDENTIAL ITEMS	25

Elected Members

Councillor - Mayor M J Burnett
Councillor G G Churchill
Councillor K Goodluck
Councillor R A Hansen
Councillor P J Masters
Councillor D V O'Grady
Councillor P J Sobhanian
Councillor C A Trevor

Officers

Mrs L Dowling (Chief Executive Officer)
Mrs H Ning (Executive Secretary)
Mr M Holmes

APOLOGIES

S/19 /3862 Council Resolution:

Moved Cr Churchill
Seconded Cr O'Grady

That an apology for Cr Muszkat be received.

CARRIED

S/1. MAYOR'S 2019/20 BUDGET

S/1.1. MAYOR'S 2019/2020 BUDGET OVERVIEW

File Ref: FM6.1

Purpose:

The Mayor presenting an Overview Report on Council's 2019-20 Budget.

The meeting noted the Mayor's Budget Overview report.

S/1.2. REVENUE STATEMENT

File Ref: FM6.1, CM28.2

Purpose:

The purpose of this report is to allow Council to consider the revised Revenue Statement to support the 2019/2020 Budget.

Officer's Recommendation:

That Council, in accordance with section 172 of the *Local Government Regulation 2012*:

1. Repeal P-2018-14 Revenue Statement Policy as Attachment 1; and
2. Adopt P-2019-13 Revenue Statement Policy as Attachment 2 (attached to the Minutes as **Addendum 1**).

S/19 /3863 Council Resolution:

Moved Cr Goodluck
Seconded Cr Sobhanian

That the Officer's Recommendation be adopted.

CARRIED

S/1.3. LONG-TERM FINANCIAL FORECAST

File Ref: FM6.1

Purpose:

This report seeks the adoption of the Long-Term Financial Forecast, for the 10 years through to 30 June 2029, prepared in accordance with the requirements of the *Local Government Regulation 2012*.

Officer's Recommendation:

That Council adopt the Long-Term Financial Forecast in accordance with section 171 of the *Local Government Regulation 2012*.

S/19 /3864 Council Resolution:

Moved Cr Churchill
Seconded Cr Hansen

That the Officer's Recommendation be adopted.

CARRIED

S/1.4. DEBT POLICY

File Ref: FM6.1, CM28.2

Purpose:

The purpose of this report is to seek Council's endorsement of the Debt Policy for the 2019/2020 financial year.

Officer's Recommendation:

That Council, in accordance with section 192 of the *Local Government Regulation 2012*:

1. Repeal P-2018-15 Debt Policy as Attachment 1; and
2. Adopt P-2019-17 Debt Policy provided as Attachment 2 (attached to the Minutes as **Addendum 2**).

S/19 /3865 Council Resolution:

Moved Cr Masters
Seconded Cr O'Grady

That the Officer's Recommendation be adopted.

CARRIED

S/1.5. PROJECTED FINANCIAL STATEMENTS FOR YEAR END 30 JUNE 2020

File Ref: FM6.1

Purpose:

This report seeks the adoption of the projected financial statements for year ending 30 June 2020.

Officer's Recommendation:

That Council adopt the projected financial statements attached for the year ending 30 June 2020 in accordance with section 169 of the *Local Government Regulation 2012*, noting the contents of the Balance Sheet include the statement of estimated financial position for the previous 2018/2019 financial year in accordance with section 205 of the *Local Government Regulation 2012*.

S/19 /3866 Council Resolution:

Moved Cr Goodluck
Seconded Cr Trevor

That the Officer's Recommendation be adopted.

CARRIED

S/1.6. RATE PAYMENT PERIOD AND DISCOUNTS

File Ref: FM6.1

Purpose:

This report seeks the adoption of rate payment periods and discounts.

Officer's Recommendation:

That:

1. In accordance with section 107 of the *Local Government Regulation 2012* and section 114 of the *Fire and Emergency Services Act 1990*, Council's rates and charges outlined below will be levied on an annual basis in August/September:
 - general rates;
 - special rates and charges;
 - waste cleansing charges;
 - water charges;
 - sewerage charges.
 - Emergency Management, Fire and Rescue Levy.
2. In accordance with section 107 of the *Local Government Regulation 2012*, Council rates and charges will be levied on a bi-annual basis in July/August/September and January/February/March:
 - trade waste charges;
3. In accordance with section 118 of the *Local Government Regulation 2012*, Council determines that the following rates and charges shall be payable within sixty (60) days of the issue of the rate notice:
 - general rates;
 - special rates and charges;
 - waste cleansing charges;
 - sewerage charges;
 - water charges;
 - trade waste charges; and
 - Emergency Management, Fire and Rescue Levy.
4. In accordance with section 130 of the *Local Government Regulation 2012*, a discount of 10% will be allowed if payment is made in full within the discount period of the initial thirty (30) days of the date of issue of the rate notices and a discount of 5% will be allowed if payment is made in full within the discount period after the initial thirty (30) day period but before sixty (60) days of the date of issue of the rate notice, for the following rates and charges:
 - general rates;
 - waste cleansing charges;
 - sewerage charges;
 - trade waste charges; and
 - water availability (fixed costs component) charges.
 -
5. No discount will be offered in respect of the following rates and charges:
 - special rates and charges;
 - water consumption charges; and
 - Emergency Management, Fire and Rescue Levy.

6. In accordance with section 129 of the *Local Government Regulation 2012*, ratepayers will be afforded the opportunity to pay their annual rate account by instalments in accordance with the conditions outlined in section 6.10.2 of P-2019-13 Revenue Statement.
7. In accordance with section 133 of the *Local Government Regulation 2012*, any rates or charges remaining outstanding from the date on which they become overdue will thereafter bear interest at the rate of 9.83% per annum, compounding daily.

S/19 /3867 Council Resolution:

Moved Cr Masters
Seconded Cr O'Grady

That the Officer's Recommendation be adopted.

CARRIED

S/1.7. DIFFERENTIAL GENERAL RATES

File Ref: FM6.1

Purpose:

This report seeks the adoption of differential general rates.

Officer's Recommendation:

That:

1. In accordance with Section 81 of the *Local Government Regulation 2012*:
 - a. The categories into which rateable land is categorised and the description of each of those categories for 2019/2020 financial year is set out in section 6.2.2 of P-2019-13 Revenue Statement; and
 - b. Council delegates to the Chief Executive Officer the power to identify the rating category to which each parcel of rateable land belongs, as set out in section 6.2.2 of P-2019-13 Revenue Statement.
2. In accordance with Section 94 of the *Local Government Act 2009* and Sections 77, 80, and 81 of the *Local Government Regulation 2012* ("Regulation"), the following differential general rates be made and levied for the 2019/2020 financial year:
 - a. For properties within Category 1: 1.41670¢ rate in the dollar, with a minimum rate of \$1,010.00 and Regulation section 116 shall apply with the amount so levied not to exceed 110% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
 - b. For properties within Category 2: 0.56865¢ rate in the dollar, with a minimum rate of \$7,089.00 and Regulation section 116 shall apply with the amount so levied not to exceed 110% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
 - c. For properties within Category 3: 1.07728¢ rate in the dollar, with a minimum rate of \$1,010.00 and Regulation section 116 shall apply with the amount so levied not to exceed 110% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
 - d. For properties within Category 4: 1.41670¢ rate in the dollar;
 - e. For properties within Category 5: 1.31478¢ rate in the dollar, with a minimum rate of \$1,010.00;
 - f. For properties within Category 6: 3.25052¢ rate in the dollar, with a minimum rate of \$1,010.00 Regulation section 116 shall apply with the amount so levied not to exceed 110% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
 - g. For properties within Category 7: 5.63738¢ rate in the dollar, with a minimum rate of \$1,220.00 Regulation section 116 shall apply with the amount so levied not to exceed

110% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;

- h. For properties within Category 8: 2.65467¢ rate in the dollar, with a minimum rate of \$1,561.00; Regulation section 116 shall apply with the amount so levied not to exceed 110% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
- i. For properties within Category 9: 2.96977¢ rate in the dollar, with a minimum rate of \$1,112.00; Regulation section 116 shall apply with the amount so levied not to exceed 115% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
- j. For properties within Category 10: 2.12670¢ rate in the dollar, with a minimum rate of \$30,600.00;
- k. For properties within Category 11: 3.41088¢ rate in the dollar, with a minimum rate of \$105,926.00;
- l. For properties within Category 12: 3.82194¢ rate in the dollar, with a minimum rate of \$111,203.00;
- m. For properties within Category 13: 7.73262¢ rate in the dollar, with a minimum rate of \$306,000.00;
- n. For properties within Category 14: 15.03482¢ rate in the dollar, with a minimum rate of \$95,398.00;
- o. For properties within Category 15: 94.28574¢ rate in the dollar, with a minimum rate of \$364,854.00;
- p. For properties within Category 16: 5.67371¢ rate in the dollar, with a minimum rate of \$1,112.00; Regulation section 116 shall apply with the amount so levied not to exceed 115% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
- q. For properties within Category 17: 13.73124¢ rate in the dollar, with a minimum rate of \$2,567.00; Regulation section 116 shall apply with the amount so levied not to exceed 150% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
- r. For properties within Category 18: 13.73124¢ rate in the dollar, with a minimum rate of \$2,567.00 Regulation section 116 shall apply with the amount so levied not to exceed 150% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
- s. For properties within Category 19: 11.30750¢ rate in the dollar, with a minimum rate of \$1,112.00; Regulation section 116 shall apply with the amount so levied not to exceed 150% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;
- t. for properties within Category 20: 11.62698¢ rate in the dollar, with a minimum rate of \$2,567.00; Regulation section 116 shall apply with the amount so levied not to exceed 150% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year;

- u. For properties within Category 21: 16.87488¢ rate in the dollar, with a minimum rate of \$1,112.00;
- v. For properties within Category 22: 6.03228¢ rate in the dollar, with a minimum rate of \$69,051.00;
- w. For properties within Category 23: 2.37301¢ rate in the dollar, with a minimum rate of \$1,112.00; Regulation section 116 shall apply with the amount so levied not to exceed 115% of the corresponding annual amount levied as the differential general rate in the 2018/2019 financial year; and
- x. For properties within Category 24: 71.01342¢ rate in the dollar, with a minimum rate of \$3,832,344.00.

S/19 /3868 Council Resolution:

Moved Cr Trevor
Seconded Cr Hansen

That the Officer's Recommendation be adopted.

CARRIED

S/1.8. PENSIONER REMISSION

File Ref: FM6.1, CM28.2

Purpose:

This report seeks the resolution of P-2019-10 Pensioner Remission policy, to apply to the 2019/2020 financial year.

Officer's Recommendation:

That in accordance with section 120, 121 and 122 of the *Local Government Regulation 2012* and the requirements of Councils Pensioner Remission Policy, a rebate of the differential general rate of 50% up to a maximum \$295 per annum be granted to all ratepayers who are pensioners and who are eligible for the State Government pensioner remission.

S/19 /3869 Council Resolution:

Moved Cr Churchill
Seconded Cr Hansen

That the Officer's Recommendation be adopted.

CARRIED

S/1.9. WASTE CLEANSING CHARGES

File Ref: FM6.1

Purpose:

This report seeks the adoption of waste cleansing charges for 2019/2020.

Officer's Recommendation:

That in accordance with section 94 of the *Local Government Act 2009* and section 99 of the *Local Government Regulation 2012*, the following utility charges be made and levied for the 2019/2020 financial year:

1. Domestic Refuse - Wheeled Bin Collection Normal Collection Day:
 - an annual charge of \$345.50 will be levied for each domestic premises in the designated waste collection area. A domestic bin service provides for the removal from the premises of a weekly 240 litre wheeled cart of refuse and a fortnightly service of a 240 litre wheeled cart of recyclables;
 - optional 240 litre cart of refuse collected and disposed of weekly and one 340 litre wheeled cart of recyclables collected and processed fortnightly shall be \$371.40;
 - optional 140 litre cart of refuse collected and disposed of weekly and one 240 litre wheeled cart of recyclables collected and processed fortnightly shall be \$324.90;
 - optional 140 litre cart of refuse collected and disposed of weekly and one 340 litre wheeled cart of recyclables collected and processed fortnightly shall be \$345.50;
 - additional 2nd 240 litre wheeled cart of refuse collected and disposed of weekly carried out in conjunction with the 1st domestic service shall be \$226.50;
 - additional 2nd 240 litre wheeled cart of recyclables collected and processed fortnightly in conjunction with the 1st domestic service shall be \$119.00;
 - additional 2nd 340 litre wheeled cart of recyclables collected and processed fortnightly in conjunction with the 1st domestic service shall be \$187.30.

2. Commercial Refuse - Wheeled Bin Collection Normal Collection Day:
 - optional annual charge will be levied for each premises in the designated waste collection area, which charge will be \$614.60 per Commercial Bin Unit included in the Nominated Bin Unit, for the purpose of providing for the removal from the premises weekly Commercial Refuse and fortnightly Commercial Recycling;
 - optional annual charge will be levied for each premises in the designated waste collection area, which charge will be \$691.50 per Commercial Bin Unit included in the Nominated Bin Unit, for the purpose of providing for the removal from the premises weekly Commercial Refuse and fortnightly Commercial Recycling based on a 340 litre wheeled cart of recyclables;
 - additional 2nd 240 litre wheeled cart of refuse collected and disposed of weekly carried out in conjunction with the 1st commercial service shall be \$456.00;
 - additional 2nd 240 litre wheeled cart of recyclables collected and processed fortnightly in conjunction with the 1st commercial service shall be \$226.50;
 - additional 2nd 340 litre wheeled cart of recyclables collected and processed fortnightly in conjunction with the 1st commercial service shall be \$330.00.

3. Bulk Refuse:
In cases where the Owner/Occupier of any multi residential (over 6 units) premises has entered into a contract with a Waste Service Provider for a Bulk Bin service for the whole of the period from 1 July 2019 to the next succeeding June 30, which has sufficient capacity to contain all refuse likely to be generated in or on such premises then the charges specified in clause 2 shall be waived.
4. Waste Service Contribution for Facing Island and Curtis Island (Waste Transfer Service):
An annual charge of \$345.50 for each premises situated on Facing Island or Curtis Island, for the purpose of providing the Facing Island (including Gatcombe Head) or Curtis Island Waste Transfer Service.
5. New / Additional Service:
The commencement date for application of charges with respect to new and / or additional services will be the earliest of either the plumbing approval or delivery of refuse bins.

S/19 /3870 Council Resolution:

Moved Cr Sobhanian
Seconded Cr O'Grady

That the Officer's Recommendation be adopted.

CARRIED

S/1.10. WATER CHARGES

File Ref: FM6.1

Purpose:

This report seeks the adoption of water charges for 2019/2020.

Officer's Recommendation:

That in accordance with section 94 of the *Local Government Act 2009* and Chapter 4, Part 7 of the *Local Government Regulation 2012*, Council make and levy the following utility charges for the 2019/2020 financial year:

1. Fixed Cost Component - Standard Service:

Water Service Size	Lake Awoonga Treated Water Scheme	Miriam Vale & Bororen Treated Water Schemes	Agnes Water / Seventeen Seventy Treated Water Scheme
Vacant	\$ 490	\$ 538	\$ 538
20mm	\$ 490	\$ 538	\$ 538
20mm (sub-meter)	\$ 368	\$ 404	\$ 404
25mm (domestic)	\$ 490	\$ 538	\$ 538
25mm (commercial)	\$ 764	\$ 839	\$ 839
32mm	\$ 1,254	\$ 1,377	\$ 1,377
40mm	\$ 1,960	\$ 2,152	\$ 2,152
50mm	\$ 3,063	\$ 3,363	\$ 3,363
80mm	\$ 7,840	\$ 8,608	\$ 8,608
100mm	\$ 12,250	\$ 13,450	\$ 13,450
150mm	\$ 27,563	\$ 30,263	\$ 30,263
150mm (Rail Corridor Land)	\$ 55,517	\$ 60,955	\$ 60,955
200mm	\$ 49,000	\$ 53,800	\$ 53,800
250mm	\$ 76,563	\$ 84,063	\$ 84,063
300mm	\$ 110,250	\$ 121,050	\$ 121,050
375mm	\$ 172,264		

2. Consumption Charge per Kilolitre by Supply Type and Water Scheme:

Scheme	\$ per Kilolitre
Lake Awoonga Treated Water Scheme	1.83
Miriam Vale & Bororen Treated Water Schemes	3.73
Agnes Water / Seventeen Seventy Treated Water Scheme	3.81

- a. In determining water consumption charges, based on the above unit rates, Council will apply section 102 of the *Local Government Regulation 2012* to calculating water consumption charges against land or premises for which consumption charges were made and levied, so that:
- regardless of whether the meter reading for the second half of the 2018/2019 financial year occurs before the end of that financial year or after the beginning of the 2019/2020 financial year, the consumption charge for that half year is calculated in accordance with the relevant basis of charge in Council's rating resolution for the 2018/2019 financial year; and

- regardless of whether the meter reading for the second half of the 2019/2020 financial year occurs before the end of that financial year or after the beginning of the 2020/2021 financial year, the consumption charge for that half year is calculated in accordance with the relevant basis of consumption charge for the 2019/2020 financial year.
 - b. Council will apply section 102(2) 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 half year) 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. The commencing water meter reading for a consumption charge cycle is the reading last recorded in a biannual charge cycle, or, in the case of a new meter connection, the reading recorded on the day of connection.
3. The Beecher/Burua and Tuckers Road Constant Flow Water System:
For those properties connected to the constant flow water scheme, the rate is determined based on the charges below and the flow rate permitted by the valve installed on each connection. This will determine the amount of kilolitres charged for those unmetered services.
- Fixed or Access Charge \$490.00 per connection
 - Consumption Charge \$2.01 per kilolitre

S/19 /3871 Council Resolution:

Moved Cr Trevor
Seconded Cr Masters

That the Officer's Recommendation be adopted.

CARRIED

S/1.11. SEWERAGE CHARGES

File Ref: FM6.1

Purpose:

This report seeks the adoption of sewerage charges for 2019/2020.

Officer's Recommendation:

That in accordance with section 94 of the *Local Government Act 2009* and section 99 of the *Local Government Regulation 2012*, the following utility charges be made and levied for the 2019/2020 financial year:

1. Sewerage Unit Classifications:

Sewerage charges in the urban areas of Gladstone, Boyne Island, Tannum Sands, Calliope, Agnes Water, and Seventeen Seventy are levied on a "per unit" basis with the number of units allocated to particular land uses, dependent on expected demand:

No.	Category	Unit
1	Each vacant allotment located within the declared sewerage area.	7
2	Each single unit dwelling constructed on an allotment and located within the declared sewerage area.	10
3	First Connection - each commercial, industrial premises connected to the scheme including accommodation units and caravan parks.	10
4	Additional Connections - each commercial, industrial premises connected to the scheme including accommodation units and caravan parks, for each additional pedestal or metre of urinal, as assessed by Council's Plumbing Inspectors.	7

2. Unit Charge:

Urban Sewerage Scheme - Gladstone	\$75.00 per unit
Urban Sewerage Scheme - Boyne Island, Tannum Sands, and Calliope	\$77.30 per unit
Urban Sewerage Scheme - Agnes Water / Seventeen Seventy	\$91.90 per unit

- The sewerage charge levied in respect of the Boyne Aluminium Smelter be \$120,588.00 being the equivalent of 156 standard dwellings which has been assessed on actual usage.
- The sewerage charge levied in respect of the NRG Power Station, located at Lot 1 CP 818823 Parish Auckland be \$6,750.00 being 20 units at a rate of \$337.50.

3. Yarwun Industrial Area:

The following charges be imposed in respect of the Yarwun Industrial Area:

Sewerage Charge:

a.	ORICA Chemical Plant	\$129,559
b.	Transpacific Plant	\$34,840
c.	Comalco Refinery	\$716,081

Trade Waste Charge:

a.	ORICA Chemical Plant	\$291,883
----	----------------------	-----------

4. Curtis Island Sewerage Scheme:

The following volumetric (consumption) charges be imposed in respect of the Curtis Island Sewerage Scheme, in accordance with the principles identified in the respective Service and Special Charge Agreements:

a.	Australia Pacific LNG	109.360 cents per kilolitre of wastewater discharged from the LNG facility.
b.	Queensland Curtis LNG	109.360 cents per kilolitre of wastewater discharged from the LNG facility.
c.	GLNG	109.360 cents per kilolitre of wastewater discharged from the LNG facility.

S/19 /3872 Council Resolution:

Moved Cr Churchill
Seconded Cr Hansen

That the Officer's Recommendation be adopted.

CARRIED

S/1.12. SPECIAL CHARGES

File Ref: FM6.1

Purpose:

This report seeks the adoption of special charges for 2019/2020.

Officer's Recommendation:

That:

1. In accordance with section 94 of the *Local Government Act 2009* and section 94 of the *Local Government Regulation 2012*, and pursuant to a service and special charge agreement made with each of Australia Pacific LNG (Shared Facilities) Pty Limited (APLNG); QCLNG Land Pty Ltd (QCLNG), and GLNG Operations Pty Ltd (GLNG), Council will levy a special charge Curtis Island Sewerage Infrastructure Special Charge on the following rateable land parcels at Curtis Island:
 - a) Lot 3 on SP228454, Lot 3 SP235971, Lease A SP 252872, and Lease B SP252872 (APLNG Land);
 - b) Lot 2 on SP228185, and Lot 2 on SP228454 (QCLNG Land); and
 - c) Lot 1 on SP235007 (GLNG Land).
2. In accordance with section 94 of the *Local Government Act 2009* and section 94 of the *Local Government Regulation 2012*, the Council levy the Curtis Island Sewerage Infrastructure Special Charges for 2019/2020 as:
 - APLNG
land - \$1,950,470.00 per annum;
 - QCLNG
land - \$4,996,229.78 per annum;
 - GLNG land - \$981,082.89 per annum.
3. The purpose of the special charge is to reimburse Council the cost it incurs in operating its Curtis Island wastewater collection and reticulation infrastructure (the Wastewater Infrastructure) to provide a wastewater disposal and processing service (the Wastewater Service) for the special benefit of those land parcels, each of which is used for operations that especially contribute to the need for the service activity. Council created the collection and reticulation infrastructure pursuant to common use infrastructure agreement, dated 24 August 2011 with Gladstone Area Water Board and APLNG.
4. The Overall Plan for the service to which the special charge applies, is as follows:
 - a) Council will operate the Wastewater Infrastructure to service the liquefied natural gas (LNG) production, storage, and distribution facilities (the LNG Facilities) that APLNG, QCLNG, and GLNG operate upon the land parcels.
 - b) Council will recoup, pursuant to the service and special charge agreements, its operating and capital costs associated with operating the Wastewater Infrastructure.
 - c) The estimated cost of operating the Wastewater Infrastructure over a 25-year period and recovering capital costs in accordance with the service and special charge agreements is \$129.887 million in current terms.
 - d) The estimated time for implementing the overall plan is 25 years, expiring on 30 June 2039.

5. The Annual Implementation Plan for the 2019/2020 financial year is that Council will operate the Wastewater Infrastructure to service the LNG Facilities, and will apply the special charge revenue, which it estimates at \$7,927,782.67, against the operating cost it incurs.

The LNG Facilities land to be levied with the special charge especially benefits from the Wastewater Service because:

- a) operations upon each LNG Facility consume significant volumes of water and produce significant volumes of wastewater;
- b) it was necessary for Council to construct and commission the Wastewater Infrastructure (pursuant to the common use infrastructure agreement) to enable APLNG, QCLNG and GLNG to construct and operate the LNG Facilities; and
- c) the LNG Facilities cannot operate without the Wastewater Service.

S/19 /3873 Council Resolution:

Moved Cr Goodluck

Seconded Cr Sobhanian

That the Officer's Recommendation be adopted.

CARRIED

S/1.13. FEES AND CHARGES FOR THE 2019/2020 FINANCIAL YEAR

File Ref: FM6.1

Purpose:

This report seeks the adoption of fees and charges for the 2019/2020 financial year.

Officer's Recommendation:

That Council adopt the 2019/2020 Schedule of Fees and Charges provided as Attachment 1, to be effective from 17 July 2019, noting the Waste Fees and Charges commenced 1 July 2019 in accord with resolution G/19/3826 (attached to the Minutes as **Addendum 3**).

S/19 /3874 Council Resolution:

Moved Cr Trevor
Seconded Cr O'Grady

That the Officer's Recommendation be adopted.

CARRIED

S/1.14. OPERATIONAL PLAN AND BUDGET ADOPTION

File Ref: FM6.1

Purpose:

This report recommends the adoption of Council's Operational Plan and Gladstone Regional Council budget for 2019/2020.

Officer's Recommendation:

That Council adopts its annual Operational Plan for the 2019/2020 financial year (in accordance with section 174 of the *Local Government Regulation 2012*) and, pursuant to section 107A of the *Local Government Act 2009* and sections 169 and 170 of the *Local Government Regulation 2012*, adopt Council's Budget for the 2019/2020 financial year (attached to the Minutes as **Addendum 4**), noting its formulation has incorporated:

- i. The statement 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 revenue statement;
- vii. The revenue policy (adopted by Council resolution on 18 June 2019);
- viii. The relevant measures of financial sustainability; and
- ix. 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.

S/19 /3875 Council Resolution:

Moved Mayor Burnett
Seconded Cr Masters

That the Officer's Recommendation be adopted.

CARRIED

S/2. CONFIDENTIAL ITEMS

Nil.

There being no further business the Mayor formally closed the meeting.

THE MEETING CLOSED AT 9.20 am.

CERTIFICATION

I hereby confirm that I have read the minutes and they are a true and correct
record of the
proceedings of the meeting.
I certify that these 396 pages
form the
official copy of Gladstone Regional Council
Special Budget Meeting Minutes of the 17 July 2019.

.....
Mayor Matt Burnett

...../...../.....
Date