

# ANNUAL REPORT

---

# 2019–20



City of **HOBART**



Photo Acknowledgments

Alastair Bett, Rosie Hastie, Graziano Di Martino, Natalie Mendham, Craig Garth

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# VISION FOR THE CITY OF HOBART

Hobart breathes.

Connections between nature, history, culture, businesses and each other are the heart of the city.

We are brave and caring.

We resist mediocrity and sameness.

As we grow, we remember what makes this place special.

We walk in the fresh air between all the best things in life.

## **OUR MISSION:**

Working together to make Hobart a better place for the community.

## **WE VALUE:**

### **PEOPLE**

We care about people – our community, customers and colleagues.

### **TEAMWORK**

We collaborate both within the organisation and with external stakeholders drawing on skills and expertise for the benefit of our community.

### **FOCUS AND DIRECTION**

We have clear goals and plans to achieve sustainable social, environmental and economic outcomes for the Hobart community.

### **CREATIVITY AND INNOVATION**

We embrace new approaches and continuously improve to achieve better outcomes for our community.

### **ACCOUNTABILITY**

We are transparent, we work to high ethical and professional standards and are accountable for delivering outcomes for our community.

## **ACKNOWLEDGEMENT OF COUNTRY**

In recognition of the deep history and culture of our city, we acknowledge the Tasmanian Aboriginal people as the Traditional Custodians of this land. We acknowledge the determination and resilience of the Palawa people of Tasmania who have survived invasion and dispossession and continue to maintain their identity, culture and rights.

We recognise that we have much to learn from Aboriginal people today, who represent the world's oldest continuing culture. We pay our sincere respects to Elders past and present and to all Aboriginal people living in and around Hobart.





# PART I

## ABOUT THE COUNCIL



## LORD MAYOR'S MESSAGE

On behalf of the Council, I am pleased to present the City of Hobart Annual Report 2019–20.

This year has been one of exceptional circumstances and challenging times, with the last six months of the reporting year being a time of great uncertainty. Despite this, Council was able to make good progress toward achieving some major actions and initiatives set out in our Annual Plan for 2019–20.

Like so many in our community, we were impacted financially by the COVID-19 global pandemic and some of the initiatives, programs and projects we had planned were either cancelled or postponed, or funding redirected to provide assistance packages and community grants.

While COVID-19 saw us in uncharted waters and facing devastating impacts, there was always a commitment from Council to be there for its community.

We developed a suite of measures to support our community through the economic and social impacts of COVID-19. These included rent relief for tenants of city-owned buildings; waiving of some fees for businesses; extension of the Council's Hardship Policy to include rate remissions and rate postponements;

quick response grant programs to support businesses; creative industries and activities that build capacity; strength and resilience in the Hobart community.

Taking into consideration the community support measures, costing \$3.5 million to assist those experiencing hardship, the significant downturn in income and the impacts to our services, the COVID-19 pandemic had a direct effect on our 2019–20 operating result.

The Council ended the year in a deficit position of \$7.12 million. Also contributing to this deficit was the continued costs of the May 2018 flood event, an event that is estimated to have caused the City \$16 million in damage, as well as depreciation and asset write-offs.

Pre-COVID-19, we worked hard to progress year four of our capital works program, with some of the more significant projects completed including:

- The Rose Garden Bridge, an all-abilities bridge connecting the city centre with the Queens Domain and enhancing our pedestrian and cycling network.
- Works to refurbish the Salamanca precinct to connect the Morrison Street waterfront area to Salamanca Place continued.
- All works at the Fern Tree Visitors Node including bus shelter, public toilets, barbeque, shelter facilities and roadworks and the Fern Glade car park and pathway works.
- Replacement toilets at Swan Street, North Hobart to now include an accessible toilet with parenting facilities and two ambulant toilets.
- The internal refurbishment of the toilets at Hobart Central Car Park.
- The redevelopment of the South Hobart Community Centre to a multi-purpose community space offering new and exciting opportunities for events, programs,



and community gatherings with a new undercover outdoor area integrating the centre with the adjacent park.

We endorsed several strategies and programs that will make a positive and long-term impact in our community. These include:

- The Capital City Strategic Plan 2019–29.
- Aboriginal Commitment and Action Plan 2020–2022, detailing the Council's commitment to supporting the city's Aboriginal people and their heritage.
- Connected Hobart Smart City Action Plan, to guide the implementation of smart technologies and initiatives in the city across the next decade
- Protecting our Wild Heart – an action plan for Hobart's bushland that outlines Hobart's rich biodiversity and our plans for protecting Hobart's bushlands, ecosystems and native plants and animals.
- Resilient Hobart, in response to COVID-19 a way of helping Hobart communities respond to the pandemic, providing support, access to information and advice.

On issues of community importance, the Council agreed to a collaborative planning process with the State Government to prepare a Central Hobart Precincts Plan. This Plan will address building height limits as well as current and future population, social, environmental and economic trends, traffic, housing supply and other issues of significance to the city centre. During the year, the Baseline Report and Economic Study were completed however COVID-19 disrupted the community engagement phase which is on hold pending a further review of the economic impacts underway prior to recommencing community engagement.

We continued our war on waste by becoming the first Australian city to introduce a by-law to reduce single-use plastics at takeaway food retailers in Hobart. We launched a new food

organics + garden organics (FOGO) collection service, the first of its kind in Southern Tasmania that will see 3200 tonnes of household waste diverted from landfill each year.

The City also worked with TasTAFE to expand a recycling service for difficult-to-recycle items by installing a recycling unit in the foyer of TasTAFE's Campbell Street campus. People can recycle items such as x-rays, toothbrushes, light bulbs, plastic bottle tops and mail satchels that might otherwise end up in landfill.

The Council continued its action on homelessness by forming the Greater Hobart Homelessness Alliance. The group comprises the four Greater Hobart Mayors, Huon and Brighton Councils, TasCOSS, Shelter Tasmania, Housing Support Services, Colony 47, Hobart City Mission, Anglicare, CatholicCare, the Salvation Army, the Property Council and Master Builders Australia.

Throughout the year, the Alliance met on a monthly basis to progress a range of collaborative projects to provide sustainable housing and support to our most vulnerable community members living without a home. The Alliance hosted a number of workshops on best practice in developing solutions to homelessness, including the Adelaide Zero project to end homelessness by 2020, input from the Council to Homeless Persons, and a workshop that covered infill housing influences, issues, trends and solutions.

The City also supported the Salvation Army and Hobart City Mission to establish a safe night space pilot program to support people sleeping rough in the City, which led to the State Government providing funds to develop a more permanent program.

Following the Council's decision to become a signatory to the Welcoming Cities Network, a network of local governments committed to everyone belonging and participating, we launched a new campaign to help combat racism. Hobart Respects All calls on bystanders

to think about how they can support people in the community who are being targeted by racist behaviour.

As part of enhancing liveability and amenity in the city, the Hobart CBD became smoke-free in April. We designated the Hobart CBD bordered by Collins, Liverpool, Murray and Campbell streets to join some of our public places in Hobart that are were already smoke-free including parks and playgrounds, outdoor dining areas and car parks.

When undertaking our community vision work in 2018, the community told us that fresh air is one of the many features that Hobartians value about our city so it is hoped that this move will encourage residents and visitors to make healthy choices so that everyone can enjoy a breath of fresh air.

Council continued working with the Australian and Tasmanian Governments alongside Clarence, Glenorchy and Kingborough councils to progress the Hobart City Deal with the Hobart City Deal Implementation Plan being delivered in October 2019.

The Deal will guide and encourage development of Greater Hobart over the next 10 years and it identifies key projects needing government support such as improved public transport, housing and urban renewal.

Whilst only in its first year of implementation, there have been some key achievements across the seven focus areas of the Plan, including the \$20.8 million commitment to new park and ride and bus services in Kingston which will help reduce congestion in the Hobart City.

The Plan has also progressed a number of initiatives to deliver a range of affordable housing options including projects that will see more than 200 affordable and social housing dwellings built in Greater Hobart in the coming couple of years.

In addition to the Hobart City Deal, the Councils worked with the Tasmanian Government to collaboratively draft the *Greater Hobart Act 2019* which was presented and passed by the Tasmanian Parliament in August 2019. This Act provides a framework to support collaborative decision making between the Councils and the Government.

In closing, we acknowledge former elected member Alderman Tanya Denison who served the City from 2014 to January 2020.

Our sincere thanks goes to the residents, businesses and people of our city for your contribution, resilience and spirit of community in such a confronting time.

To the General Manager, his Executive Team and staff, thank you for your commitment and dedication and successfully navigating through a very challenging year.

As we reflect on a year that has been unlike any other and we work toward recovery in 2020–21, I would like to sign off this year's message with a very poignant and relevant extract from community vision work done in 2018 Hobart: A community vision for our island capital:

'Hobart's isolation and scale have required resilience. We know that future challenges will demand that we work hard and work together. But we are our best selves in times of adversity and vulnerability. We are caring, helpful and supportive of everyone at all times but especially when things get tough. We flourish in times of hardship.'



Cr Anna Reynolds  
**LORD MAYOR**





## GENERAL MANAGER'S MESSAGE

In opening my Annual Report message for the 2019–20 financial year, I wish to acknowledge that it has been a year of two very contrasting halves. However, I am pleased to write that despite the incredible impact of a global pandemic, the City of Hobart has continued to remain true to its mission statement of *'working together to make Hobart a better place for the community'*.

Early in 2020, no one would have predicted the immediate and ongoing effects of COVID-19 on all aspects of the community and our way of life. To support our community during these unprecedented times, the City provided a community support package that included assistance for ratepayers and businesses suffering financial hardship. A range of grants and funding opportunities were made available to support the delivery of community and creative projects and programs to help the community respond and recover from the impacts of COVID-19.

At the commencement of the 2019–20 financial year, the City was predicting a positive end-of-year operating result of \$553 000, however, the impact of COVID-19 on the City's finances will result in us recording an operating deficit of approximately \$7.12 million. A significant downturn in parking revenue,

a reduction in other income, loss of half of our TasWater dividend and the impact of the City's community support package has all contributed to this operating deficit. In order to manage the City's finances during the height of the pandemic, the organisation reduced other costs. Unfortunately, staff were stood down at locations that were required by the Australian Government to close. We supported over 200 staff to work from home and redeployed employees, including some of our parking and information officers who assisted in developing a street light database.

Supporting the City's response and actions through COVID-19 was the Incident Management Team, whose role was to evaluate the ongoing situation with the pandemic, discuss critical services and identify alternative work procedures, as well as emergency management scenarios for whole-of-organisation preparation. Representatives from the Executive Leadership Team and other key staff worked together to provide consistent advice on City of Hobart services. Return to work business plans were developed based on Australian and Tasmanian Government guidelines to ensure that the resumption of the City's services was done safely for our community and our employees and as consistently as possible across all parts of the organisation.

I wish to acknowledge the adaptability of both Elected Members and staff. Meeting the challenges of a COVID-19 world has not been easy, but everyone has risen to the occasion, whether it's been by participating in online Council or committee meetings, increased cleaning regimes at our parks and playgrounds or working with our ratepayers and customers during times of stress. I can honestly say that the City of Hobart Elected Members and staff have demonstrated support and leadership through very difficult times.

Despite the impacts of COVID-19, I am proud that the organisation has achieved much during 2019–20.

The Capital City Strategic Plan 2019–29 was endorsed by the Council in September 2019. The new Strategic Plan is a partner document to the Community Vision and importantly, for staff, it will help us to develop our long-term strategies and plans, set priorities, guide practical decision making and our medium and longer-term planning. While the immediate impacts of COVID-19 have seen us make changes to the services and programs we deliver, the Strategic Plan remains an important piece in our suite of strategic documents.

A review of our Strategic Risk and Resilience Register was undertaken, with the Executive Leadership Team meeting to discuss any emerging risks or changes to the City's risk profile. The key risks for the City of Hobart continue to be climate change; minimising the impact of emergencies and building community resilience, inclusion and connectedness and ineffectively managing operations resulting in a legislative breach, negligence, serious injury or death. As part of our review, we identified emerging risks including cyber risk and a reliance on key suppliers/supply chain risk. Our Strategic Risk and Resilience Register stood us in good stead as we managed our way through the COVID-19 pandemic.

While the impacts of COVID-19 have seen the City revise its capital works program, a number of significant projects have been completed, including the Rose Garden Bridge, a new all-abilities pedestrian and cycle accessway over Brooker Avenue. Ongoing works to refurbish the Salamanca Precinct and the installation of wider footpaths, new waste bins, water fountain, trees and the renewal of lighting and paving in the Elizabeth Street Bus Mall. The City took the opportunity to carry out maintenance works on kunanyi/Mt Wellington while Pinnacle Road was closed as a result of COVID-19 and road surfaces were replaced in sections of several usually busy city roads.

We continued to make sound progress in the work health and safety space, with the lost time injury frequency rate remaining below the yearly target level of 20. It is pleasing to see that we have made improvements in the number and severity of injuries and claims over the five year cycle. Health and wellbeing of all workers has continued to be a priority and I believe our improved performance reflects an improved work, health and safety culture and behaviours, improved risk as well as management. We have refined some of our existing policies that support a safe workplace, including the City of Hobart Motor Vehicle Policy, Drug and Alcohol Policy, and High Risk Work Management Standard and we continue to promote our key work health and safety program message, that we want all employees to go home safe and well.

In late July 2019, we put a call out to City staff for volunteers interested in joining our Emergency Response Team to help the community during an emergency as well as recover from an emergency. Local government plays a critical role during times of emergency and undertakes such roles as providing evacuation or recovery centres, supplying staff to manage these centres and take on tasks, such as catering for evacuees, maintenance of facilities and looking after pets. Over 30 City of Hobart staff expressed an interest in joining the Emergency Response Team and I thank them for their willingness to support and assist our community during times of disaster.

The transformation of our business systems continued to gain momentum and saw us transition to new finance, receipting and property and rating systems. This is a significant change for our organisation which will ultimately make it easier for our customers to do business with us. The implementation of the new systems was guided by a steering committee comprising the General Manager, Deputy General Manager and Director City

Innovation assisted, by key subject matter experts who have driven this important work.

The City of Hobart continued to play a key sustainability role by resolving to enact the Single-Use Plastics By-law. This is a wholesale change aimed at achieving a reduction in usage of and a shift away from single-use plastics. Enforcement of the by-law will commence in 2021. We have also expanded smoke-free areas in the central business district to encourage residents and visitors to make healthy choices - clean, fresh air is one of the many features that Hobartians value about our city. The City also supports the community to deliver urban sustainability projects in areas such as waste reduction, energy efficiency, climate change and sustainable transport through its Urban Sustainability Grants program and we also saw Salamanca Market move to zero waste.

The City provided a submission to Phase Two of the review of Tasmania's Local Government Legislative Framework. In its submission, the City emphasised that a 'one size fits all' Local Government Act will require careful tailoring to ensure that the autonomy of local areas in determining their own future is not adversely restricted. The City looks forward to a new Local Government Bill based on the principles of community engagement, good governance, transparency and accountability, efficiency and effectiveness.

A complete internal rebuild of the Youth Arts & Recreation Centre (ARC) took place following extensive damage caused by the May 2018 extreme weather event. New features include, a café area and a new hub for Youth ARC's food program, along with new furniture and equipment. Our Healthy Hobart program, a free program of sport and other exercise activities, takes place in our parks and reserves and includes things such as yoga, kite flying, sailing and dance. A large urban mirror has been installed on the outside of the Waterside Pavilion in Mawson Place – another example of

the City providing opportunities for creative expression.

We celebrated International Women's Day by canvassing all staff members to share their thoughts on the benefits and challenges of being a woman in our workplace, as well as seeking ideas on how things could be improved. In response to that call, we had over 240 responses from staff, which were shared in an exhibition in the Town Hall and Council Centre. This was a great opportunity for us to celebrate and recognise the achievements of the City of Hobart's female staff, who make up almost 40 per cent of our employees – these women work across a diverse range of roles and deliver positive outcomes for the Hobart community.

Despite undertaking two votes, we were unable to gain the necessary support from staff to progress to a new Enterprise Agreement. Following feedback during negotiations, myself and the Executive Leadership Team provided a commitment to addressing workplace culture issues, including workforce planning, internal communications and other initiatives to support enhanced organisational culture. To help support these initiatives, the Enterprise Agreement Consultative Committee will provide a forum for constructive conversation on these matters.

In closing, I wish to extend my thanks to the Lord Mayor and Elected Members, my Executive Leadership Team colleagues and all employees for their commitment and dedication in meeting the challenges and uncertainties of the past year and making a valuable contribution to the City of Hobart and its community.



N. D. Heath  
**GENERAL MANAGER**

# COUNCIL IN FOCUS

## HISTORY OF THE COUNCIL

The 1850s saw the establishment of municipal administration in Tasmania in the form of general purpose locally elected institutions.

Municipal government was established by the *Hobart Town and Launceston Municipal Council Act 1852*. During 1852, the first elections for a seven-member Council were held. The new Council took office from the beginning of 1853, with William Carter as Mayor. In 1857 the Municipal Council was incorporated (*Hobart Town Corporation Act 1857*) and its constitution and powers redefined.

Between 1853 and 1934 the Council was led by various mayors, elected annually. The title was raised to 'Lord Mayor' by Letters Patent issued by King George V in January 1934.

The Town Hall was opened in 1866 and in 2016 celebrated its 150th anniversary.

Further details of the history of Hobart City Council, including its past aldermen, can be sourced from the City of Hobart's historical reference: *Growing with Strength—a History of the Hobart City Council 1846–2000*.

## COUNCIL REPRESENTATIVES

There are 12 Elected Members who represent the residents and businesses of Hobart.

They have specific powers, responsibilities and duties as set out in the *Local Government Act 1993*.

Local government elections are held every four years with all seats contested. The positions of Lord Mayor and Deputy Lord Mayor are popularly elected.

The next election will be held in October 2022.

## **COMMITTEES, ADVISORY GROUPS AND REPRESENTATION ON EXTERNAL BODIES**

To assist with decision-making and the large volume and range of business, the Council has six regular specialist committees that consider matters before they go to the full Council. Each committee has a specific purpose and its recommendations are presented to Council as the decision-making body. Where a committee has delegated authority, it is able to make decisions in its own right. A table showing committee membership and attendance by Elected Members is available on pages 55 to 56.

A number of advisory groups provide community participation in the City's decision-making processes. They provide an opportunity for the City to capture the views of the community, which assist the Council in addressing community issues.

Elected Members also participate and represent the City on external bodies to provide input on various issues that have an impact on Hobart and the region. Membership is listed against each Elected Member on pages 17 to 22.

## **RISK AND AUDIT PANEL**

The Risk and Audit Panel was established by the Council in 2015 in line with the *Local Government Act 1993* and *Local Government (Audit Panels) Order 2014*. The Panel consists of an independent chairman, two elected representatives and two independent members, who collectively have a broad range of skills and experience relevant to the operations of the Council.

The membership of the panel for 2019-20 included David Hudson as the independent Chairman, Joss Fenton (until 31 December 2019), Frank Barta and Frances Hall (from 25 November 2019) as the independent panel members, Alderman Tanya Denison (until 12 January 2020), Councillor Mike Dutta (until 11 February 2020), Deputy Lord Mayor Councillor Helen Burnet (from 11 February 2020) and Councillor Bill Harvey (from 11 February 2020) as the Council's nominees.

The Panel's objective is to provide assurance and advice to the Council about the assessment, management and review of risk across all City activities and services.



# COUNCIL ELECTED MEMBERS



**LORD MAYOR**  
**COUNCILLOR**  
**ANNA REYNOLDS**

BA, MM

*Committee Membership*

Council (Chairman)

City Infrastructure Committee until 11 February 2020 and reappointed to the Committee as of 10 March 2020

*Representation on other committees, advisory groups and external bodies*

- City of Hobart and UTAS Governance Forum (Chairman)
- Council of Capital City Lord Mayors (Chairman in 2019)
- COVID-19 Reference Group from 23 March 2020
- Glebe Residents' Traffic Committee
- Greater Hobart Homelessness Alliance
- Heritage Account Special Committee (Chairman)
- Hobart Active Travel Committee (formally the Hobart Bicycle Advisory Committee)
- Hobart Cenotaph Reference Group (proxy)
- Hobart Emergency Management Committee (ex-officio Lord Mayor)
- Hobart Glenorchy Public Transit Corridor Committee
- Lenah Valley Residents' Traffic Committee
- Local Government Association of Tasmania General Management Committee
- Mayors for Peace (ex-officio Lord Mayor)
- Mount Stuart Residents' Traffic Committee
- Premiers Local Government Council
- Sandy Bay Residents' and Traders' Traffic Committee
- Sister Cities Australia (ex-officio Lord Mayor)
- South Hobart Residents' Traffic Committee
- Southern Tasmania Councils Authority
- Tasmanian Polar Network (proxy)
- Taste of Tasmania Advisory Group (Chairman)
- West Hobart Residents Traffic Committee



**DEPUTY LORD MAYOR**  
**COUNCILLOR**  
**HELEN BURNET**

MAICD, Dip App Sc (Podiatry)

*Committee Membership*

City Planning Committee  
(Chairman)

City Infrastructure Committee  
from 10 March 2020

Finance and Governance  
Committee

Parks and Recreation  
Committee

Risk and Audit Panel  
from 11 February 2020

*Representation on other  
committees, advisory groups  
and external bodies*

- Battery Point Foreshore Access-way Working Group
- City of Hobart Eisteddfod Society Inc. (proxy)
- City of Hobart and UTAS Governance Forum
- COVID-19 Reference Group from 23 March 2020
- Glebe Residents' Traffic Committee (proxy)
- Heritage Account Special Committee
- Hobart Active Travel Committee (formally the Hobart Bicycle Advisory Committee)
- Hobart City Council Access Advisory Committee

- Lenah Valley Residents' Traffic Committee (proxy)
- Mount Stuart Residents' Traffic Committee (proxy)
- North Hobart Parking Review Working Group
- Southern Tasmanian Councils Authority (Lord Mayor's nominee)
- West Hobart Residents' Traffic Committee (proxy)
- Wellington Park Management Trust (Deputy Member)



**ALDERMAN**  
**MARTI ZUCCO**

*Committee Membership*

Finance and Governance  
Committee (Chairman)

City Infrastructure Committee  
until 10 March 2020

Economic Development  
and Communications  
Committee

*Representation on other  
committees, advisory groups  
and external bodies*

- City of Hobart and UTAS Governance Forum
- COVID-19 Reference Group from 23 March 2020
- North Hobart Parking Review Working Group
- Salamanca Market Stallholders' Association (proxy)
- Sister Cities Australia (proxy)



**ALDERMAN  
JEFF BRISCOE**

BSc (Hons), Dip Ed, TTC, MHum,  
LLB (Hons)

*Committee Membership*

Parks and Recreation  
Committee (Chairman)

City Infrastructure Committee  
until 10 March 2020

City Planning Committee

*Representation on other  
committees, advisory groups  
and external bodies*

- Battery Point Foreshore Access-way Working Group (Chairman)
- Cycling South Inc.
- Friends of Soldiers Memorial Avenue
- Heritage Account Special Committee
- Hobart Cenotaph Reference Group
- Maritime Museum of Tasmania Management Committee
- Queens Domain Advisory Committee
- Superannuation Policy Group (Chairman)
- Wellington Park Management Trust (Member)



**ALDERMAN  
DR PETER SEXTON**

BSc (Hons), BMedSci, MBBS, PhD,  
FAFPHM, FAICD

*Committee Membership*

Community Culture  
and Events Committee

Economic Development and  
Communications Committee

Finance and Governance  
Committee

*Representation on other  
committees, advisory groups  
and external bodies*

- Sandy Bay Residents' and Traders' Traffic Committee
- Tasmanian Polar Network



**ALDERMAN  
DAMON THOMAS**

BA, LLB, LLM

*Committee Membership*

Economic Development and  
Communications Committee  
(Chairman)

Parks and Recreation  
Committee

Finance and Governance  
Committee

*Representation on other  
committees, advisory groups  
and external bodies*

- Battery Point Foreshore Access-way Working Group
- COVID-19 Reference Group from 23 March 2020
- Hobart Glenorchy Public Transit Corridor Committee
- Housing with Dignity Reference Group (Chairman)
- Lunar New Year Celebrations Working Group (Chairman)
- North Hobart Parking Review Working Group
- Sister Cities Australia (proxy)
- Wellington Park Management Trust (Member)



**COUNCILLOR  
BILL HARVEY**

BA, GDipEd, GDipEnvMgt, GAICD

*Committee Membership*

City Infrastructure Committee member and Chairman from 11 February 2020

City Planning Committee

Community, Culture and Events Committee member (Chairman until 11 February 2020)

Risk and Audit Panel from 11 February 2020

*Representation on other committees, advisory groups and external bodies*

- City of Hobart and UTAS Governance Forum (Proxy) from 11 February 2020
- Climate Action Roundtable
- Cycling South Inc.
- Hobart Active Travel Committee (formally the Hobart Bicycle Advisory Committee)
- Hobart Glenorchy Public Transit Corridor Committee
- North Hobart Parking Review Working Group
- Salamanca Market Stallholders' Association (Chairman)
- Southern Tasmanian Councils Authority – Waste Strategy South Group (proxy) until 16 December 2019
- Taste of Tasmania Advisory Group (proxy)



**ALDERMAN  
SIMON BEHRAKIS**

*Committee Membership*

City Infrastructure Committee until 10 March 2020

City Planning Committee

*Representation on other committees, advisory groups and external bodies*

- COVID-19 Reference Group from 23 March 2020
- Friends of Soldiers Memorial Avenue (proxy)
- Hobart City Council Access Advisory Committee (Chair) from 11 February 2020
- Hobart Emergency Management Committee (proxy)
- North Hobart Parking Review Working Group



**COUNCILLOR  
MIKE DUTTA**

*Committee Membership*

City Planning Committee from 11 February 2020

Community Culture and Events Committee

Economic Development and Communications Committee

Finance and Governance Committee until 10 March 2020

Risk and Audit Panel until 11 February 2020

*Representation on other committees, advisory groups and external bodies*

- Queens Doman Advisory Committee (proxy)
- South Hobart Residents' Traffic Committee



### **COUNCILLOR JAX EWIN**

BA Social and Political Science,  
Diploma Children's Services

#### *Committee Membership*

City Infrastructure Committee  
from 10 March 2020

Community Culture  
and Events Committee

Economic Development and  
Communications Committee

Parks and Recreation  
Committee

#### *Representation on other committees, advisory groups and external bodies*

- Climate Action Roundtable (proxy)
- COVID-19 Reference Group from 23 March 2020
- Hobart Active Travel Committee (Chairman) (formally Hobart Bicycle Advisory Committee) until 10 March 2020
- Hobart City Council Access Advisory Committee
- Housing with Dignity Reference Group



### **COUNCILLOR ZELINDA SHERLOCK**

BA-LLB, MA-TESOL, PhD Candidate

#### *Committee Membership*

Community Culture  
and Events Committee  
member and  
Chairman from  
11 February 2020

Parks and Recreation  
Committee

#### *Representation on other committees, advisory groups and external bodies*

- City of Hobart Eisteddfod Society Inc.
- Hobart Glenorchy Public Transit Corridor Committee
- Sister Cities Australia (proxy)



### **COUNCILLOR WILL COATS**

From 28 January 2020

#### *Committee Membership*

City Infrastructure Committee  
from 11 February 2020  
until 10 March 2020

City Planning Committee  
from 10 March 2020

Finance and  
Governance Committee  
from 10 March 2020

#### *Representation on other committees, advisory groups and external bodies*

- Tasmanian Water and Sewerage Corporation Owners' Representative from 11 February 2020



### **ALDERMAN TANYA DENISON**

CPEng, EngExec, FIEAust, MAusIMM,  
GAICD

Until 12 January 2020

#### *Committee Membership*

City Infrastructure Committee  
(Chairman)

City Planning Committee

Risk and Audit Panel

#### *Representation on other committees, advisory groups and external bodies*

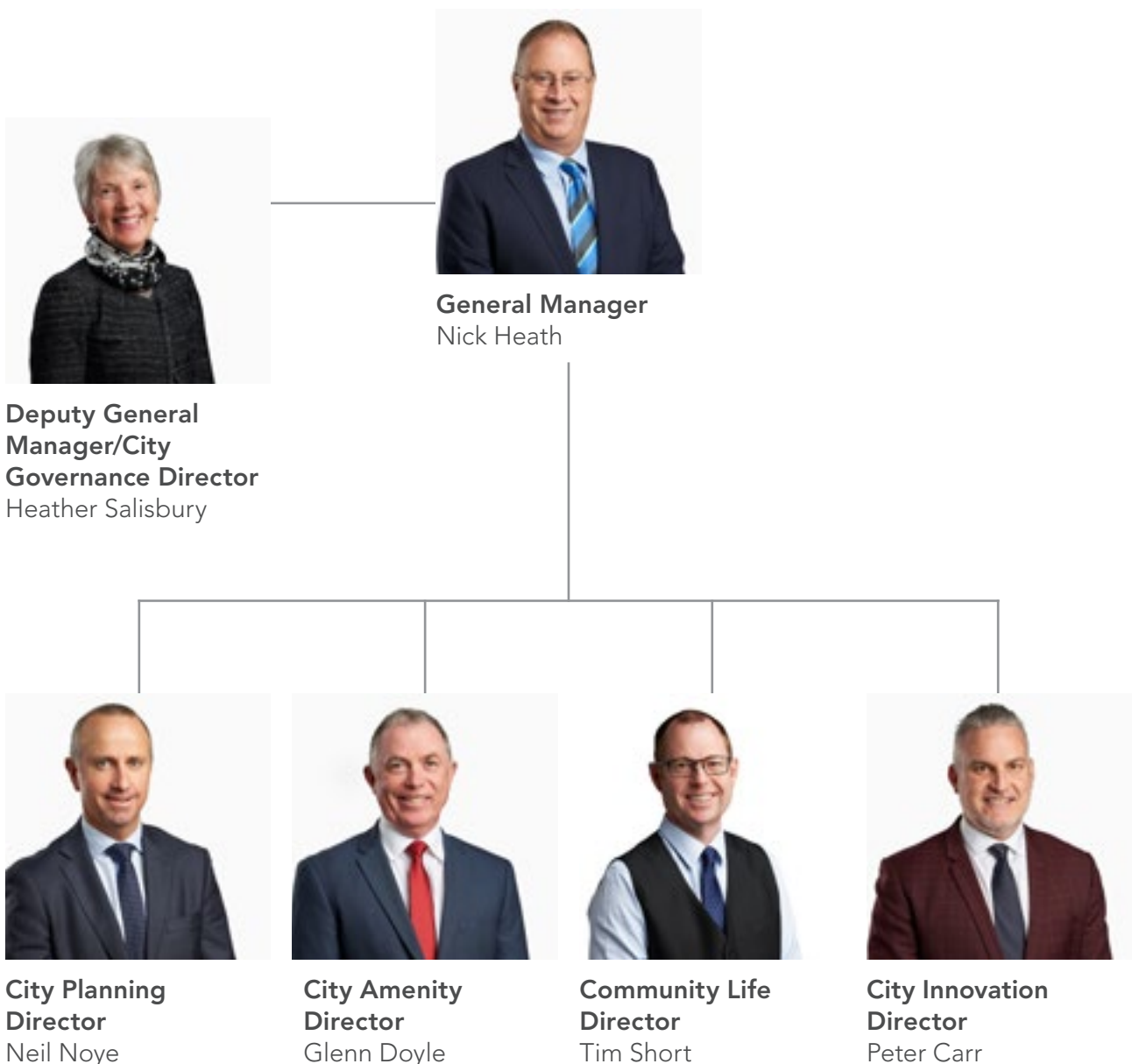
- Battery Point Foreshore Access way Working Group
- City of Hobart and UTAS Governance Forum (proxy)
- Hobart City Council Access Advisory Committee (Chairman)
- Southern Tasmanian Councils Authority Waste Strategy South Group (ex-officio Chairman City Infrastructure Committee)
- Superannuation Policy Group
- Tasmanian Water and Sewerage Corporation Owners' Representative
- Wellington Park Management Trust (Deputy Member)

# ORGANISATIONAL STRUCTURE

The City's organisational structure facilitates the delivery of projects, programs and services to the community.

The City has five divisions with each headed by a divisional director, the collective directors and General Manager comprise the City's Executive Leadership Team. Each

director oversees the operation of business units, which are structured to meet the City's strategic and operational objectives, its legislative responsibilities and to ensure the delivery of services in an efficient and effective manner.



# OUR VOLUNTEERS

## MAKING A DIFFERENCE

The City of Hobart relies on hundreds of volunteers to support the delivery of programs, including helping older people to stay active, celebrating our multicultural community, protecting and enhancing the natural environment, advocating for and enhancing youth participation and welcoming visitors and tourists to Hobart.

The COVID-19 pandemic had a significant impact on the City's volunteer program and led to a number of programs being suspended from March 2020. Despite this, our volunteers have still contributed thousands of hours to the City's six volunteer programs. The six volunteer programs are:

### **Bushcare and Trackcare Program**

facilitates and supports a number of groups of volunteers who undertake environmental weeding, planting, litter control, maintain and develop tracks, and generally make Hobart's bushland a better place.

**Still Gardening Program** provides peer education and supports a team of 'garden mates' who offer assistance and friendship to help older people stay active in their homes and gardens.

**Mathers House** volunteers assist in providing meals, tutoring activities and program support to promote positive ageing.

### **Youth Arts and Recreation Centre**

volunteers develop and undertake innovative youth participation and development programs and activities to create opportunities for people aged between 12 and 25.

### **Tasmanian Travel and Information Centre**

engages around 70 volunteers to provide a friendly welcome and assist visitors upon their arrival to Hobart. Volunteers provide this service at Hobart Airport seven days a week year round, Macquarie Wharf No. 2 Cruise Terminal, Tasmanian Travel and Information Centre, Elizabeth Mall Information Hub and Salamanca Market on cruise ship days.

### **International Student Ambassadors Program**

creates opportunities for international students to increase their knowledge of Hobart, learn about local culture, break down barriers and promote social inclusion. The ambassadors volunteer in a range of community events and activities, including citizenship ceremonies, Harmony Day and International Relationship events.

These volunteer programs are supported through the City's Volunteer Management System, which is developed in line with the National Standards for Volunteer Involvement.

## VOLUNTEER PROGRAMS 2019–20

The Bushcare Program was suspended on 18 March 2020 and restarted again on 7 June 2020. Despite this, the program held 140 separate Bushcare activities in 2019–20 with over 530 people taking part. There were also 233 new volunteers. Our 13 Bushcare groups contributed 3600 hours of work.

The Trackcare Program grew strongly and attracted 51 new volunteers who were keen to be involved in improving Hobart's tracks and trails.

The Still Gardening Program continued during the COVID-19 pandemic. While many clients postponed the service, the program still operated and was able to offer social support by telephone to the more isolated members of the community. The Still Gardening Program has 50 active volunteers who provided 2010 hours of garden maintenance and social support to older people across greater Hobart.

Mathers House was closed for a period during the COVID-19 pandemic from March until July and the volunteer program placed on hold. The volunteers have served an average of 20 hot meals per day in the cafe over the course of the year. The lifelong learning program at Mathers House is supported by 17 volunteers and offers a diverse range of programs throughout the year. These classes are well attended by the





community and the space is activated, highly utilised and valued by the community.

The volunteer program and services provided by the Youth Arts and Recreation Centre (Youth ARC) were also suspended from March 2020 and the space was utilised by homelessness services. While it was not possible to provide the service face-to-face, online platforms were used to engage with young people.

The Youth Advisory Squad advocate for the young people of the city, provide a young person's perspective on City of Hobart projects and support for youth events and programs. The members of the Youth Advisory Squad contribute 300 hours of their time per year.

Open access and workshop volunteers at Youth ARC provide support to staff at the centre and also contribute to the production of the youth magazine and other creative projects throughout the year. There are ten active volunteers who have contributed a total of 450 hours over the year.

Tasmanian Travel and Information Centre Meet and Greet volunteers are united by care for the visitor experience and a love of sharing what makes Tasmania special. The program was suspended in mid-March due to COVID-19. The year was on track to be the busiest cruise ship season to-date, despite this 68 ships were

welcomed, 129 000 passengers greeted and 1635 volunteer hours provided.

The Meet and Greet volunteers have also assisted with other City of Hobart events and activities during the year, including plastic-free July and the staged reopening of Salamanca Market.

## **CELEBRATING AND RECOGNISING VOLUNTEERS**

National Volunteer Week is an annual celebration to acknowledge the generous contribution of six million volunteers around Australia. The City of Hobart traditionally marks this occasion by holding an annual reception for all Hobart volunteers.

In addition to the National Volunteer Week celebration, the City also shows its appreciation to program volunteers through recognition events, such as formal receptions, barbecues and morning teas.

Due to the impact of COVID-19, the City has not been able to hold all of the planned events to show its gratitude to and acknowledge the contribution of volunteers this year. Where possible, alternative methods were used to recognise and celebrate volunteers in the community.





# PART II

## REPORTING PERFORMANCE

# STRATEGIC FRAMEWORK

Hobart: A community vision for our island capital was endorsed by the Council in July 2018 and replaced Hobart 2025–A Strategic Framework. Following the adoption of the new community vision, a review of the Capital City Strategic Plan 2015–25 commenced. Whilst the review was required under the *Local Government Act 1993*, it was also an opportunity to ensure that the community vision was integrated in the strategic plan and that it put into action the aspirations expressed by the community in the vision.

During the development of the new community vision and the review of the strategic plan, the City has continued to use Hobart 2025–A Strategic Framework and the Capital City Strategic Plan 2015–25 for annual planning and reporting purposes.

The new strategic plan, the Capital City Strategic Plan 2019–29, was endorsed by the Council in September 2019 and will be used for annual planning and reporting purposes going forward.

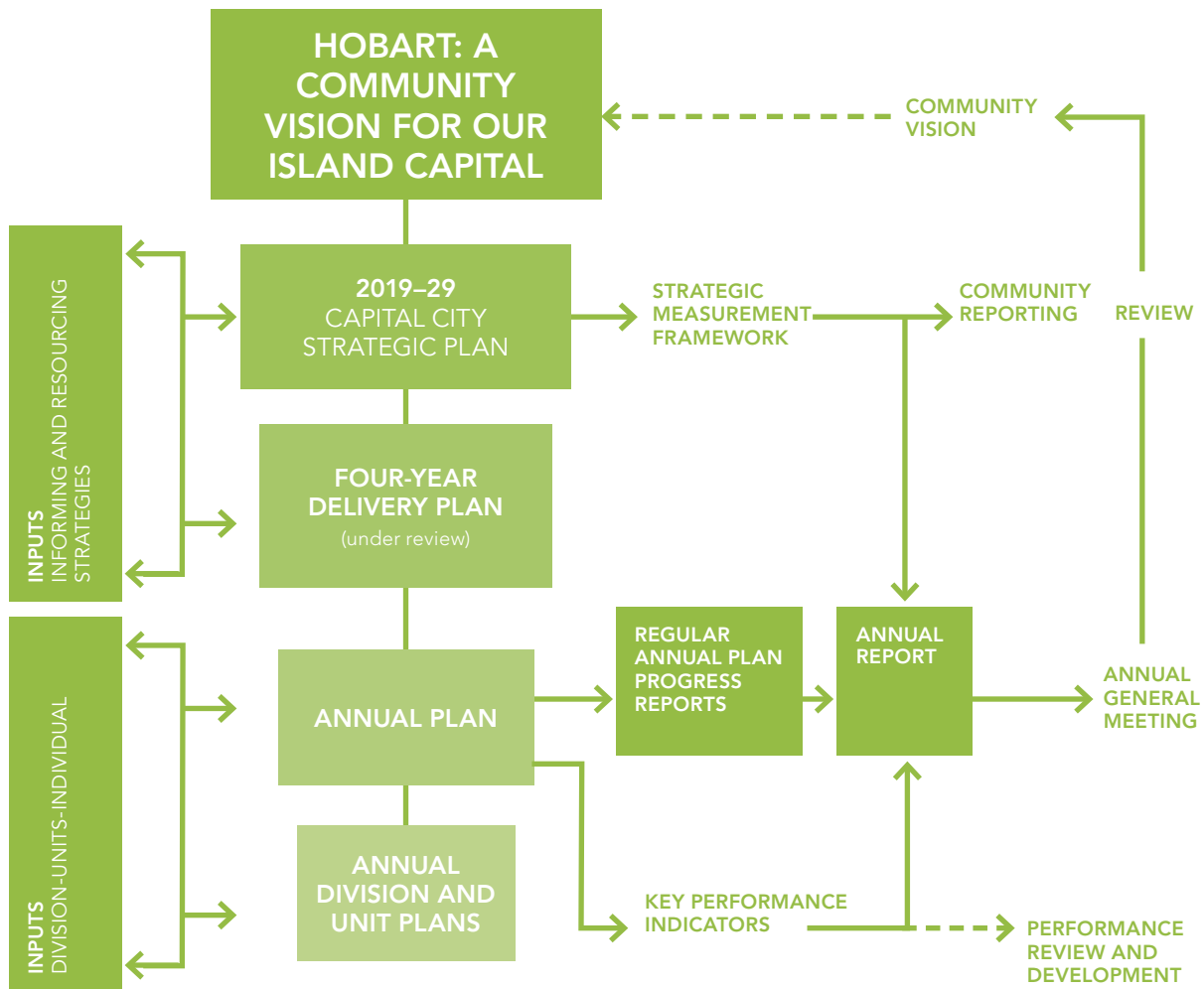
# PLANNING AND REPORTING FRAMEWORK

The City of Hobart’s planning and reporting activities incorporate the requirements of the *Local Government Act 1993* and are guided by Hobart: A community vision for our island capital, the ten-year strategic plan, the City of Hobart Annual Plan, as well as unit and divisional plans.

The views and aspirations of the community, which are represented in the vision, are included in the City’s strategic plan, which identifies the key priorities for the next ten years. The outcomes in the strategic plan are put into action through the Annual Plan with progress being report each quarter to the Council and community.

The Annual Plan is endorsed by the Council each year with the budget estimates.

The Annual Report records the City’s performance in achieving the major actions and initiatives in the 2019–20 Annual Plan.



# HOBART: A COMMUNITY VISION FOR OUR ISLAND CAPITAL

*Hobart: A community vision for our island capital* was developed with Hobart community members and stakeholders in 2017–18. The vision replaces *Hobart 2025—A Strategic Framework* and has been used to inform the four-year review of the *Capital City Strategic Plan 2015–25*. It has also informed the City's strategic direction and decision-making in 2019–20.

The community vision is made up of a vision statement, identity statements and pillars which are used together. They reflect what people value about and aspire to for Hobart, to guide future thinking and planning.

# THE CITY OF HOBART ANNUAL PLAN 2019–20

The 2019–20 Annual Plan was based on the five goals in the Capital City Strategic Plan 2015–25, as the new strategic plan had not been finalised when annual planning took place.

<p><b>GOAL ONE</b> Economic development, vibrancy and culture</p>	<p>Future Direction 1 — Offers opportunities for all ages and a city life.</p>	<p>Future Direction 7 — Is dynamic, vibrant and culturally expressive.</p>
<p><b>GOAL TWO</b> Urban management</p>	<p>Future Direction 4 — Achieves good quality development and urban management.</p>	<p>Future Direction 5 — Is highly accessible through efficient transport systems.</p>
<p><b>GOAL THREE</b> Environment and natural resources</p>	<p>Future Direction 2 — Is recognised for its natural beauty and quality of environment.</p>	
<p><b>GOAL FOUR</b> Strong, safe and healthy communities</p>	<p>Future Direction 6 — Builds strong and healthy communities through diversity, participation and empathy.</p>	
<p><b>GOAL FIVE</b> Governance</p>	<p>Future Direction 3 — Is well governed at a regional and community level.</p>	

# ANNUAL PLAN 2019–20 OUTCOMES



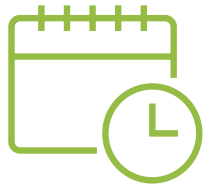
**136**

TOTAL NUMBER OF ACTIONS  
AND INITIATIVES IN THE  
ANNUAL PLAN



**45%**

OF ALL ACTIONS AND  
INITIATIVES COMPLETED



**51%**

OF ALL ACTIONS AND  
INITIATIVES UNDERWAY/  
NEARING COMPLETION



**4%**

OF ACTIONS AND  
INITIATIVES ON HOLD  
OR NOT STARTED



# GOAL ONE

## ECONOMIC DEVELOPMENT, VIBRANCY AND CULTURE

*City growth, vibrancy and culture come when everyone participates in city life.*

### Future Direction 1 — Offers opportunities for all ages and a city for life.

In 2025 Hobart will be a city that provides opportunities for education, employment and fulfilling careers. A city that is able to retain its young people and provide a lifestyle that will encourage all ages to see the city as a desirable location and lifelong home.

### Future Direction 7 — Is dynamic, vibrant and culturally expressive.

In 2025 Hobart will be a city that is a destination of choice and a place for business. Clever thinking and support for creativity will help build a strong economic foundation, and entertainment, arts and cultural activities promote the distinctive character of the city. Lifestyle opportunities and strong communities will ensure a vibrancy and way of life that is Hobart.

## STRATEGIC OBJECTIVES

- 1.1 Partnerships with government, the education sector and business create city growth.
- 1.2 Strong national and international relationships.
- 1.3 Vibrant city centre and suburban precincts.
- 1.4 An enriched visitor experience.
- 1.5 Cultural and creative activities build community wellbeing and economic viability.

2019–20 Actions and initiatives	Performance
Deliver Economic Development activities in line with the Guiding Principles.	✓
Continue to engage with the Hobart business community through City programs, such as Hello Hobart and Connected Hobart.	➤
Respond to and support the consolidation of the University of Tasmania’s campus in central Hobart as part of the development of a Hobart Precinct Plan.	➤
Deliver the actions associated with the Welcoming Cities Program.	➤
Continue to review and deliver actions from the International Relations Action Plan 2016.	✓
Develop a strategic plan for Salamanca Market.	✓
Deliver the 2019–20 Taste of Tasmania festival.	✓
Deliver a range of community events, including the Christmas program, annual floral shows and other activities as required.	✓

Performance: Completed ✓, Underway ➤, No Action ✕



2019–20 Actions and initiatives	Performance
Continue to work in partnership with key event organisers to deliver major events and festivals through sponsorship agreements and the City Partnership Program.	✓
Develop Terms and Conditions of Use for Salamanca Square, Mathers Place, Collins Court, Wellington Court and Elizabeth Mall.	➤
Adopt and implement initiatives within the Connected Hobart Action Plan smart city program.	➤
Continue to deliver and further develop the City of Hobart Food Truck Program.	➤
Provide support to events, festivals and activities that activate the Hobart local government area through the City of Hobart Grant Programs.	✓
Provide cleansing services to support events, festivals and markets and ensure that city streets, public toilets and other streetscape infrastructure are cleaned and maintained to a high standard.	✓
Investigate opportunities for improved pedestrian connections between Elizabeth Mall and Wellington Court.	✗
Progress the Local Retail Precincts Plan: <ul style="list-style-type: none"> <li>Complete detailed designs for the New Town Retail Precinct.</li> <li>Complete the construction of the New Town Retail Precinct.</li> <li>Complete the New Town Retail Precinct Interpretation Project.</li> <li>Develop concept designs for the Elizabeth Street (Midtown) Retail Precinct.</li> </ul>	➤ ➤ ✗ ➤
Develop an innovative activation framework for city facilities.	➤
Implement the Hobart Waterfront Interpretation Project.	➤
Undertake consultation with the State government and tourism stakeholder groups on the development of a Tourism Strategy for the City of Hobart.	✗
Develop the information and booking service at the enhanced Elizabeth Mall information booth to provide services to locals, visitors and students.	✓
Implement the Creative Hobart Strategy, including hosting forums that engage the community and the cultural sector.	✓
Implement the Public Art Framework.	✓
Implement the biennial multi-disciplinary creative program in partnership with the Tasmanian Museum and Art Gallery.	➤
Deliver a range of public art projects, including the New Town Public Art Project.	✓

Performance: Completed ✓, Underway ➤, No Action ✗

## GOAL TWO

### URBAN MANAGEMENT

*City Planning promotes our city's uniqueness, is people focused and provides connectedness and accessibility.*

#### **Future Direction 4 — Achieves good quality development and urban management.**

In 2025 Hobart will be a city that remains unique in its own right, protecting its built heritage and history while pursuing quality development, the principles of sustainable cities and the reduction of ecological impacts. It will value access to the waterfront, foreshores, public and open spaces and continue to enjoy the benefits of scale and proximity.

#### **Future Direction 5 — Is highly accessible through efficient transport systems.**

In 2025 Hobart will be a city that maintains its convenience and accessibility through the greater use of transport alternatives and an effective road and travel network. An integrated approach to transport planning within the city and across the wider metropolitan region will be the result of improved public transport options, cycleways and walking tracks linking open spaces for transport and recreation, the availability of adequate parking for commuters and shoppers, the take-up of sustainable transport options, the reduction of through traffic and the management of a safe and efficient road network.

### STRATEGIC OBJECTIVES

- 2.1 A fully accessible and connected city environment.
- 2.2 A people-focused city with well-designed and managed urban and recreation spaces.
- 2.3 City and regional planning ensures quality design, meets community needs, and maintains residential amenity.
- 2.4 Unique heritage assets are protected and celebrated.

2019–20 Actions and initiatives	Performance
Finalise the Transport Strategy and commence the implementation of the strategy actions.	➤
Undertake construction of the Elizabeth Street Bus Mall improvements.	➤
Design and commence construction of Huon Road widening between Hillborough Road and Pillinger Drive to provide improved uphill overtaking opportunities.	➤
Develop concept designs for improved infrastructure for cyclists in the city centre and undertake temporary installations to connect the new Brooker Avenue bridge and the city.	➤

2019–20 Actions and initiatives	Performance
Prepare the concept design for new traffic signals at the Collins and Molle Street intersection to improve safety for cyclists and pedestrians.	✓
Undertake road shoulder improvements at Weld Street, South Hobart.	➤
Undertake footpath and road surface improvements at New Town Road from Argyle Street to Risdon Road.	➤
Undertake footpath renewal at Digney Street, Dynnirne from Antill Street to Pillinger Street.	✓
Undertake footpath and road surface improvements at Abermere Avenue to Elphinstone Road, Mount Stuart.	➤
Understand the movement and access impacts of the future relocation of the University of Tasmania from Sandy Bay to the city.	➤
Increase the availability of parking in North Hobart through expansion of existing car parks and identification of new parking areas.	➤
Complete network and urban design planning for lower Campbell Street.	➤
Commence installation of the guard rails on Pinnacle Road.	➤
Review parking operations and develop and implement a new Parking Plan.	➤
Finalise the concept design for improved bicycle connections along Collins Street.	✗
Partner with the State Government to undertake the development of a Central Hobart Precinct Plan.	➤
Commence the development of a Road Network Plan to provide guidance and direction for the future development of the city's road and access network.	➤
Undertake the redevelopment of the South Hobart Community Centre.	✓
Undertake the construction of the Stage 2 upgrade of Collins Court, including the 'Playful City' element.	➤
Develop a Hobart Design Manual to guide public place making initiatives.	✗
Investigate the establishment of a Park-lets Program.	➤
Investigate the development of guidelines for outdoor dining infrastructure in Hobart.	✗

Performance: Completed ✓, Underway ➤, No Action ✗

2019–20 Actions and initiatives	Performance
Continue the implementation of the Public Toilet Strategy 2015 – 2025 by completing the following projects: <ul style="list-style-type: none"> <li>Annual Accessibility Upgrades</li> <li>Swan Street, North Hobart</li> <li>Long Beach, Sandy Bay</li> <li>Hobart Central Car park</li> </ul> Undertake the concept design for the Tolmans Hill public convenience.	➤
Undertake the redevelopment of Swan Street park.	➤
Oversee the completion of the Brooker Avenue pedestrian and cycling bridge.	✓
Complete Stage 2 of the Salamanca Place Precinct Upgrade Project.	➤
Complete the design and commence construction of Stage 3 of the Salamanca Place Precinct Upgrade Project.	➤
Review the status of Inner City Action Plan (ICAP) projects in the context of a Central Hobart Precinct Plan.	➤
Exhibit the Hobart Local Provisions Schedule and implement through the Tasmanian Planning Scheme.	➤

Performance: Completed ✓, Underway ➤, No Action ✕



## GOAL THREE

### ENVIRONMENT AND NATURAL RESOURCES

*An ecologically sustainable city maintains its unique character and values our natural resources.*

#### **Future Direction 2 — Is recognised for its natural beauty and quality of environment.**

In 2025 Hobart will be a city that respects the natural beauty of kunanyi/Mount Wellington, the River Derwent, the bushland surrounds and foreshore locations. The community connection to the environment has been enhanced through the protection of views, vistas, access and linkages. The physical environment has been conserved in a manner that will ensure a healthy and attractive city.

#### **STRATEGIC OBJECTIVES**

- 3.1 Increased resilience to climate change.
- 3.2 Strong environmental stewardship.
- 3.3 A highly valued natural and cultural open space network.
- 3.4 Leadership in environmental performance with the efficient use of natural resources.

2019–20 Actions and initiatives	Performance
Finalise the Hobart Climate Change Strategy.	>
Finalise the Hobart Coastal Hazards Strategy.	>
Progress the City's Fire Trail Renewal Program.	✓
Continue to plan and implement a multi-year works program to improve the City's fuel break network, including the enhancement and extension of existing breaks and new breaks, which are consistent with current Tasmania Fire Service Fuel Break Guidelines.	✓
Complete stormwater system management plans for all of the City's catchments.	✓
Progress the completion of design work for flood mitigation works for the lower reaches of the Maypole Rivulet and New Town Rivulet catchments.	✓
Continue with the program to repair flood damage to stormwater systems and rivulets.	>
Implement the Single-use Plastics By-law in a staged manner, maximising stakeholder engagement and educational opportunities, and providing information and tools to enable affected businesses to transition to compliance.	✓



2019–20 Actions and initiatives	Performance
Participate in the Local Government Association of Tasmania / Environment Protection Authority five-year Work Program, including Environmental Health Officer Workforce Development Plan and the shared resources project.	✓
Consider and scope a background noise survey for the waterfront night time entertainment precinct to establish baseline data on reasonable levels of noise for the area.	✓
Implement actions and initiatives from the Connected Hobart Action Plan.	➤
Implement year three of the Waste Management Strategy Action Plan 2016-2019.	✓
Consider the implementation of kerbside collection of Food Organics and Garden Organics (FOGO).	✓
Deliver the Waste Education Plan in accordance with the Waste Management Strategy 2015-2030.	✓
Complete construction and upgrade works for Kemp Street, specifically the streetscape and waste compactor installation works.	➤
Progress implementation of the Environmental Management Plan for the McRobies Gully landfill.	✓
Continue support of the Bushcare Program to assist in maintaining and improving the bushland network.	✓
Complete the works associated with the Fern Tree Visitor Node Master Plan (including the new toilet).	✓
Progress the implementation of the Queens Domain Summit Redevelopment Plan.	➤
Progress the implementation of actions from the Biodiversity Plan.	✓
Install a further 70 kilowatts of solar power panels on the City's buildings.	✗

Performance: Completed ✓, Underway ➤, No Action ✗

# GOAL FOUR

## STRONG, SAFE AND HEALTHY COMMUNITIES

*Our communities are resilient, safe and enjoy healthy lifestyles.*

### **Future Direction 6 — Builds strong and healthy communities through diversity, participation and empathy.**

In 2025 Hobart will be a city that reflects a spirit of community and tolerance. By valuing diversity and encouraging participation by all ages in the life of their community a friendly and compassionate society will underpin a safe and healthy city.

### **STRATEGIC OBJECTIVES**

- 4.1 Community connectedness and participation realises the cultural and social potential of the community.
- 4.2 City facilities, infrastructure and open spaces support healthy lifestyles.
- 4.3 Build community resilience, public health and safety.
- 4.4 Community diversity is encouraged and celebrated.

2019–20 Actions and initiatives	Performance
Complete the redevelopment of the Youth ARC facility.	✓
Review the Social Inclusion Strategy 2014 – 2019 and associated plans. (Children and Families; Youth; Positive Ageing; Equal Access; Multicultural; Resilience).	➤
Complete the Reconciliation Action Plan.	✓
Strengthen links with the Aboriginal community through involvement in City programs, community and cultural events and engagement activities.	➤
Deliver the Still Gardening Program in accordance with the Department of Social Services funding agreement.	✓
Deliver and support community events, including Children and Families Week, National Youth Week, Harmony Day, Seniors Week, Adult Learners' Week, Homelessness Week, Anti-Poverty Week and Mental Health Week.	✓
Deliver the Community Development Grant Programs and explore opportunities to support applicants and recipients.	✓
Strengthen and develop the Community and Culture volunteer programs.	➤
Deliver a wide variety of health and wellbeing, aquatic and recreational programs and activities at the Doone Kennedy Hobart Aquatic Centre.	✓
Progress the refurbishment of the Donne Kennedy Hobart Aquatic Centre in accordance with the master plan.	➤

2019–20 Actions and initiatives	Performance
Complete the Intercity Cycleway extension from McVilly Drive to the boundary at Macquarie Point.	➤
Complete the connection of 'City to Gardens Way' from the Brooker Avenue Bridge to the Bridge of Remembrance.	✓
Progress the connection of 'City of Gardens Way' from Davies Avenue to the Royal Tasmanian Botanical Gardens	➤
Undertake sporting grounds playing surface upgrades at Sandown Park and John Turnbull Park.	➤
Work with sporting clubs to deliver major projects funded by external grants.	✓
Implement actions from the Connected Hobart Action Plan.	➤
Prepare Evacuation Centre Operating Procedures.	✓
Implement recommendations from the evaluations of the May 2018 storm event and the January 2019 Southern Tasmanian fires.	✓
Implement resilience projects, which have been funded jointly by the Australian and Tasmanian governments under the Natural Disaster Relief and Recovery Arrangements.	✓
Commence implementation of actions arising from Hobart's Crowded Spaces public safety review.	➤
Undertake regular outfall testing of stormwater systems.	✓
Effectively implement the newly declared smoke-free areas and finalise an awareness and enforcement program for future management of these areas.	✓
Provide Meningococcal ACWY vaccination extension programs for Grade 10 students.	✓
Participate in the Department of Health pilot project for allergen management resources for food businesses.	✓
Develop a local food policy/framework.	✘
Review and update the Hobart Corporate Climate Adaptation Plan.	➤
Complete the review of the Affordable Housing and Homelessness Strategy.	➤
Implement actions from the Community Safety Commitment.	✓

Performance: Completed ✓, Underway ➤, No Action ✘



## GOAL FIVE GOVERNANCE

Leadership provides for informed decision-making for our capital city.

### Future Direction 3 — Is well governed at a regional and community level.

In 2025 Hobart will be a city that works effectively to lead an integrated approach to the planning and development of the metropolitan region. Partnerships with governments, the private sector and local communities in achieving significant regional, city and community goals will be created.

### STRATEGIC OBJECTIVES

- 5.1 The organisation is relevant to the community, and provides good governance and transparent decision-making.
- 5.2 Opportunities are embraced and risks are recognised and managed.
- 5.3 Quality services are delivered in the most safe, cost effective and efficient way.
- 5.4 An engaged civic culture where people feel part of decision-making.
- 5.5 Capital city leadership is provided.

2019–20 Actions and initiatives	Performance
Deliver the new Asset Management Information System (AMIS) conversion from Conquest to AssetMaster.	➤
Progress the ongoing implementation and development of new management frameworks, procedures and business systems including: Finance (Navision) Customer Services Property and Rating Project and Portfolio Management Fleet Management Records Management.	➤
Progress the implementation of integrated business systems and processes throughout the organisation.	➤
Continue the enhancement of capabilities to manage the integration of business systems.	➤
Implement the enhancement of audio-visual systems in the Council Chambers and Lady Osborne Room.	➤

Performance: Completed ✓, Underway ➤, No Action ✕

2019–20 Actions and initiatives	Performance
Implement live minute-taking for Council meetings.	➤
Undertake effective qualitative assessment of all grant programs.	✓
Develop and implement a Strategic Measurement System to provide systematic and useful measurement of community outcomes and the City's performance.	➤
Undertake a review of the City's Planning and Reporting Framework.	✓
Review and update the Long-term Financial Management Plan.	✓
Prepare annual budgets in the context of the Long-term Financial Management Plan.	✓
Develop and implement a new Budget Management Strategy.	➤
Improve system and process capability for rates management.	✓
<p>Implement the 2019-20 actions from the City of Hobart Procurement Strategy, including:</p> <ul style="list-style-type: none"> <li>Increased procurement performance reporting through new business systems.</li> <li>Increased contract management system and process capability and engagement with the market.</li> <li>Develop a policy framework around procurement sustainability and ethical purchasing.</li> </ul>	✓
Commence the development of a program to reduce flooding impacts through mitigation works in the stormwater drainage system.	➤
Establish the Enterprise Data Governance Council and Data Management Executive to support contemporary data management functions required to perform the City's future information (reporting and analytics) needs.	➤
Enhance spatial services delivery through technology augmentation and alignment with data management and integration initiatives.	➤
Progress the establishment of an organisation-wide program to support a continuous improvement culture.	➤
Highlight critical infrastructure assets in the City's asset register.	➤
Implement the new Values and Code of Conduct.	➤
Implement and promote new recruitment standards and processes.	➤
Commence development of a Workforce Planning Framework.	➤
Deliver an integrated social media business policy for the whole organisation.	➤

2019–20 Actions and initiatives	Performance
Continue with the implementation of the Managers' Leadership Development Program with the rollout of the third cohort at Team Leader/Supervisor level.	✓
Facilitate the development of a cohesive and supportive corporate culture across the newly-formed City Governance Division.	✓
Consolidate the new organisational structure.	✓
Develop and deliver a mental health and wellbeing program.	✓
Deliver the Customer Service Strategy.	✓
Provide, through workshops and other methods, International Association of Public Participation (IAP2) training for Elected Members, the Executive Leadership Team and staff.	➤
Develop a staff community engagement toolkit.	➤
Design community engagement plans that are in line with the IAP2 best practice.	✓
Provide regular opportunities through 'community conversations' for communities to interact with the City officers and Elected Members.	➤
Support the implementation of the Hobart City Deal and the <i>Greater Hobart Act</i> .	✓
Actively participate in the Council of Capital City Lord Mayors (CCCLM) activities and support projects that will benefit Hobart.	✓

Performance: Completed ✓, Underway ➤, No Action ✕





# PART III

## LEGISLATIVE REQUIREMENTS



## STATEMENT OF ACTIVITIES

### LOCAL GOVERNMENT ACT 1993 SECTION 21

The Council has not resolved to exercise any powers or undertake any activities in accordance with section 21 of the *Local Government Act 1993*.

## STATEMENT OF LAND DONATED

### LOCAL GOVERNMENT ACT 1993 SECTION 177

The Council has not resolved to donate any lands in accordance with section 177 of the *Local Government Act 1993*.

## PUBLIC INTEREST DISCLOSURE ACT 2002

The City of Hobart's procedures for dealing with matters under the *Public Interest Disclosure Act 2002* can be viewed on the website [www.hobartcity.com.au](http://www.hobartcity.com.au) or by requesting a copy from the Deputy General Manager, Tim Short, on (03) 6238 2940.

### PUBLIC INTEREST DISCLOSURES 2019–20

- The number and types of disclosures made to the City of Hobart during the year. 0
- The number of those disclosures determined to be public interest disclosures. 0
- The number of disclosures determined by the City of Hobart to be public interest disclosures that it investigated during the year. 0
- The number and types of disclosed matters referred to the City of Hobart during the year by the Ombudsman. 0
- The number and types of disclosures referred by the City of Hobart to the Ombudsman to investigate. 0
- The number and types of investigations taken over by the Ombudsman from the City of Hobart during the year. 0
- The number and types of disclosed matters that the City of Hobart has decided not to investigate during the year. 0
- The number and types of disclosed matters that were substantiated upon investigation and the action taken on completion of the investigation. 0
- Any recommendations made by the Ombudsman that relate to the City of Hobart. 0

# STATEMENT OF CODE OF CONDUCT COMPLAINTS

## LOCAL GOVERNMENT ACT 1993 SECTION 72 (1)(BA)+(BB)

Eight Code of Conduct complaints were received against Elected Members of the Hobart City Council during the 2019–20 financial year. Three of the complaints were upheld either wholly or in part.

The total cost met by the City during the 2019–20 financial year in respect to code of conduct complaints was \$3533.

## PUBLIC HEALTH STATEMENT

Section 72(1)(ab) of the *Local Government Act 1993* requires the City of Hobart to include a statement of its goals and objectives for public health for the preceding financial year in its annual report.

The statement is to detail the extent to which the City has carried out its functions under the *Public Health Act 1997* and *Food Act 2003*, the resources allocated to public health, the extent to which its goals and objectives, policies and programs for public health met the needs of people within its municipal area and the completion of any strategies.

The City of Hobart's commitment to maintaining high levels of public health protection is identified under Goal 4 of the *Capital City Strategic Plan 2015–25*.

### **Goal 4—Strong, safe and healthy communities**

#### **Strategic objective 4.3—Build community resilience, public health and safety**

##### **Strategic objective 4.3.5—Protect and improve public and environmental health outcomes**

Responsibility for carrying out the City's legislative functions designed to protect and improve public health lies with the Environmental Health Unit in the City Planning Division. The Unit is comprised of the Manager Environmental Health, Senior Environmental Health Officer, five full-time and one part-

time environmental health officers, one Immunisation and Administration Coordinator and three contract nurse immunisers.

The budget expenditure for the financial year was \$1 083 131 and the unit-generated income was \$362 136.

The Environmental Health Unit annual business plan sets out strategic and operational priorities to achieve strong, safe and healthy communities. The following key initiatives were actioned in the 2019–20 year:

- Consider and scope a background noise survey for the waterfront night time entertainment precinct to establish baseline data on reasonable levels of noise for the area.
- Implement the newly declared smoke-free areas and finalise an awareness and enforcement program for future management of these areas.
- Provide Meningococcal ACWY vaccination extension programs for Grade 10 students.
- Participate in the Department of Health pilot project for allergen management resources for food businesses.

**Note:** The Capital City Strategic Plan 2015–25 was used for annual planning and reporting purposes in 2019–20.

## PUBLIC HEALTH STATEMENT (CONTINUED)

### FUNCTIONS CARRIED OUT UNDER THE PUBLIC HEALTH ACT 1997

ACTIVITY	DETAIL	TOTAL NUMBER
Immunisation program	Vaccinations delivered at public clinics	501 vaccinations
	Vaccinations delivered at school-based and catch-up clinics (Human papillomavirus, diphtheria, tetanus and whooping cough, and meningococcal ACWY) Two high schools delayed due to COVID-19 rescheduled to second half of 2020.	July–Dec 2019 - 731 Jan–Jun 2020 - 1054
	Flu vaccinations for staff delivered	475 vaccinations
Public health risk activities	Tattoo, ear and body piercing assessments	20 premises 12 premises inspections 25 operator assessments
Formal enforcement actions	Infringement notices	0
	Warning notices	3
Smoke-free public places	Patrols of all declared areas	daily
Regulated systems	Cooling towers and warm water systems assessed and renewed	11 locations
Recreational water quality	Beach samples	126 samples No resamples
	Swimming and spa pool samples	60 samples
Drinking water quality	Drinking water fountains	15 samples
Places of assembly	Public events meeting the 'mass gathering' criteria	27 licences issued
Notifiable disease notifications	Individual investigations (salmonella) and institutional investigations on behalf of the Department of Health	15 cases
Exhumations ( <i>Burial &amp; Cremation Act 2002</i> )	Observed on behalf of the Director of Public Health	0 cases

## FUNCTIONS CARRIED OUT UNDER THE FOOD ACT 2003

ACTIVITY	DETAIL	TOTAL NUMBER
Permanent food businesses registered with the City	920 businesses	806 inspections Inspection regime disrupted due to COVID-19
Mobile food businesses (vehicles and stalls)	104 businesses registered with the City 242 out-of-area traders	111 inspections plus regular surveillance at markets and events
Formal enforcement actions	Improvement notices	11
	Infringement notices	26
	Food seizures	4
	Prohibition orders	1
Food business plans assessments and occupancy (Building Act)	Form 49 reports issued	41 reports
	Form 50 reports issued	39 reports
Food handler training	Various institutional settings between July and September 2019 only	147 students
Tasmanian Food Sampling and Surveillance Program	Disrupted due to COVID-19	0 samples
Food recalls	Core Powerfoods frozen meals	13 premises
	Organic Pure Tassie Fruit Juice	57 premises
	Fresh Fodder dip	5 premises
	Pana Organic peanut butter	4 premises
Food business complaints	Concerns related mostly to unhygienic food handling, and alleged food poisoning	93 investigations

### MEETING THE NEEDS OF OUR PEOPLE

The environmental health officers investigate matters of food safety, public health, environmental health and statutory nuisance that are of concern to members of the community. Environmental health officers are appointed as authorised officers under the *Environmental Management Pollution Control Act 1994*, the *Local Government Act 1993*, and City by-laws for the purposes of investigating concerns about noise pollution, air quality, asbestos exposure, land contamination, failing septic systems, light pollution, the keeping of animals, and water pollution to name a few key areas. Approximately 334 investigations were undertaken in 2019–20.

The most common areas of community concern for the period were noise nuisances and air pollution from backyard burning and wood smoke and smoking in smoke-free areas.

Environmental health officers also assess planning, building and plumbing applications in relation to potentially contaminated land, onsite wastewater, noise attenuation and food business construction. The officers made over 400 assessments in the period demonstrating that the COVID-19 pandemic did not equate to a slowdown in the rate of submission of development applications.

## **PUBLIC HEALTH STATEMENT (CONTINUED)**

### **STRATEGIES AND PROJECTS**

#### **CORONAVIRUS PANDEMIC**

The COVID-19 pandemic assumed priority over all other public health work for the first half of 2020. The environmental health team took on a range of roles to support the organisation and the community through extraordinary times.

#### **SINGLE-USE PLASTICS BY-LAW**

The much anticipated Single-Use Plastics By-law No 1 of 2020 was made in April 2020. Whilst implementation of the by-law was always planned to be carried out hand-in-hand with affected businesses to maximise awareness and education to facilitate the transition to compliance over time, COVID-19 has further extended the timeframe for enforcement. Officers have provided a toolkit of useful information and are working one-on-one with businesses with a view to having all businesses operating in compliance by early to mid-2021.

#### **SMOKE-FREE CBD**

In April 2020, the City declared the Hobart city centre to be smoke-free. This nation-leading declaration came into effect under the shadow of COVID-19 at a time when the city was under lock down.

The City-appointed Tobacco Officer has continued to promote the declaration to people returning to the city, establishing an effective program of public awareness and a reliable presence in smoke-free areas. The City continues to work with other agencies on educational programs for decreasing tobacco use.

#### **ENTERTAINMENT PRECINCT NOISE LIMITS**

An expert noise consultant was engaged in late 2019 to survey a popular part of the Hobart waterfront where entertainment and accommodation activities share a common space. The purpose of the survey was to attempt to deliver workable noise limits from amplified music that pubs and clubs could adhere to, which provide suitable conditions within nearby places of sleep to allow for sleep to occur.

A framework has been produced, and over the next 12 months, as afterhours entertainment venues re-set their operations post COVID-19 restrictions, this framework will be tested to see if the limits are reasonable to all affected and impacted stakeholders.

# STATEMENT OF ALLOWANCES AND EXPENSES PAID TO ELECTED MEMBERS

## LOCAL GOVERNMENT ACT 1993 SECTION 72(1)(CB)

Total allowances paid to the Lord Mayor, Deputy Lord Mayor and Elected Members: \$566 403

Total expenses paid to all Elected Members

(including telecommunications, fuel and travel expenses): \$66 509

## MEETING ATTENDANCE

### SECTION 72(1)(CC)

Total Meetings Held	Council		Community, Culture and Events Committee		Economic Development and Communications Committee		City Infrastructure Committee		Parks and Recreation Committee		City Planning Committee		Finance and Governance Committee	
	22		9		7		10		8		26		11	
	Member	Non Member	Member	Non Member	Member	Non Member	Member	Non Member	Member	Non Member	Member	Non Member	Member	Non Member
Councillor Reynolds	21	1		3	7	1	1 <sup>^</sup>	2		9			5	
Councillor Burnet	21	1 <sup>^</sup>	6	6	1 <sup>^</sup>	7	6		24			11		
Alderman Zucco	20			4	7					2		8		
Alderman Briscoe	22			2	8		8		26				3	
Alderman Sexton	18	5		5		2				3		9		
Alderman Thomas	19		3	6		1	5			3		9		
Councillor Harvey	22	8		6	2	5	1 <sup>^</sup>	2	24				7	
Alderman Behrakis	21		3	2	8	1		2	25				5	
Councillor Dutta	19	8		6		3		3	5	14		9	1	
Councillor Ewin	20	6		6		1	1	5		5			2	
Councillor Sherlock	21	7		3		1	5			4			1	
Councillor Coats from 28 January 2020	8						1	1	3	2		1		
Alderman Denison until 12 January 2020	13			3	7				17				4	

The committee attendance figures include special meetings conducted for those individual committees. Special joint committee meeting figures are shown separately.

**Note:** Where an Elected Member may have been noted as not having been in attendance at a particular meeting, leave of absence for a specific purpose would generally have been requested by the Elected Member and granted by the Council, pursuant to section 39 of the Local Government (Meeting Procedures) Regulations 2015.

**Legend:** <sup>^</sup> Present as an ex-officio member of the committee.

## SPECIAL JOINT COMMITTEE MEETINGS

Meetings dates	Special Joint Committee Meeting Of All Council Committees	
	24 February 2020	
	Member	Non Member
Councillor Reynolds		1
Councillor Burnet	1	
Alderman Zucco	1	
Alderman Briscoe	1	
Alderman Sexton	1	
Alderman Thomas	1	
Councillor Harvey	1	
Alderman Behrakis	1	
Councillor Dutta	1	
Councillor Ewin	1	
Councillor Sherlock	1	
Councillor Coats		
Alderman Denison		

Attendance at the Risk and Audit Panel meetings is recorded in the Annual Report in accordance with the Terms of Reference of the Risk and Audit Panel 6.1.4(g).

## RISK AND AUDIT PANEL MEETINGS

Total meetings held	6	
	Member	Non Member
David Hudson (Chairman)	6	
Councillor Burnet	2	
Councillor Harvey	3	1
Joss Fenton	3	
Frank Barta	6	
Frances Hall	3	
Alderman Denison	3	
Councillor Dutta	3	



## COMMITTEE MEMBERSHIP DETAILS

Elected Member	Committee membership	Details of membership
Councillor Reynolds	City Infrastructure Committee	Committee Member until 11 February 2020 and from 10 March 2020.
Councillor Burnet	City Planning Committee Finance and Governance Committee Parks and Recreation Committee City Infrastructure Committee Risk and Audit Panel	Committee Chairman. Committee Member. Committee Member. Committee Member from 10 March 2020. Committee Member from 11 February 2020.
Alderman Zucco	Finance and Governance Committee Economic Development and Communications Committee City Infrastructure Committee	Committee Chairman. Committee Member. Committee Member until 10 March 2020.
Alderman Briscoe	Parks and Recreation Committee City Planning Committee City Infrastructure Committee	Committee Chairman. Committee Member. Committee Member until 10 March 2020.
Alderman Sexton	Community Culture and Events Committee Economic Development and Communications Committee Finance and Governance Committee	Committee Member. Committee Member. Committee Member.
Alderman Thomas	Economic Development and Communications Committee Parks and Recreation Committee Finance and Governance Committee	Committee Chairman. Committee Member. Committee Member.
Councillor Harvey	City Infrastructure Committee Community Culture and Events Committee City Planning Committee Risk and Audit Panel	Committee Member and Committee Chairman from 11 February 2020. Committee Chairman until 11 February 2020. Committee Member. Committee Member. Committee Member from 11 February 2020.
Alderman Behrakis	City Planning Committee City Infrastructure Committee	Committee Member. Committee Member until 10 March 2020.
Councillor Dutta	Community Culture and Events Committee Finance and Governance Committee Economic Development and Communications Committee City Planning Committee Risk and Audit Committee	Committee Member. Committee Member until 10 March 2020. Committee Member. Committee Member from 11 February 2020. Committee Member until 11 February 2020.

## MEETING ATTENDANCE SECTION 72 (1) (CC) (CONTINUED)

Elected Member	Committee membership	Details of membership
Councillor Ewin	Community Culture and Events Committee	Committee Member.
	Economic Development and Communications Committee	Committee Member.
	Parks and Recreation Committee	Committee Member.
	City Infrastructure Committee	Committee Member from 10 March 2020.
Councillor Sherlock	Community Culture and Events Committee	Committee Chairman from 11 February 2020. Committee Member.
	Parks and Recreation Committee	Committee Member.
Councillor Coats	City Infrastructure Committee	Committee Member from 11 February 2020 until 10 March 2020.
	Finance and Governance Committee	Committee Member from 10 March 2020.
	City Planning Committee	Committee Member from 10 March 2020.
Alderman Denison	City Infrastructure Committee	Committee Chairman until 12 January 2020.
	City Planning Committee	Committee Member until 12 January 2020.
	Risk and Audit Panel	Committee Member until 12 January 2020.

## REMUNERATION OF SENIOR EMPLOYEES

### LOCAL GOVERNMENT ACT 1993 SECTION 72(1)(CD)

Remuneration bands	Number of employees 2019–20
\$200 000 to \$219 999	-
\$220 000 to \$239 999	-
\$240 000 to \$259 999	-
\$260 000 to \$279 000	1
\$280 000 to \$299 999	3
\$300 000 to \$319 999	-
\$320 000 to \$339 999	1
\$340 000 to \$359 999	-
\$360 000 to \$379 999	-
\$380 000 to \$399 999	1

Total annual remuneration is defined as the total of the:

- base salary payable to the employee
- amount of employer superannuation contributions to the employee's contribution
- gross value for the use of a fully-maintained motor vehicle provided to the employee
- value of any other allowances or benefits paid or payable to, or provided for, the benefit of the employee.

Note: there were 27 pay periods in the 2019-20 financial year.

## GRANTS, ASSISTANCE AND BENEFITS PROVIDED

### LOCAL GOVERNMENT ACT 1993 SECTION 77(1)

Detail	GST inclusive amount \$
<b>Reduced Fees and Charges</b>	
Adrianna Taylor - Benefit Piano Concert for Rotary Bushfire Appeal - Town Hall and Piano - Remission of Hire Charges	508
Alcohol, Tobacco & Other Drugs Council - International Overdose Awareness Day - Waterside Pavilion - Remission of Hire Charge	1100
Carers Tasmania Incorporated - Carers Week High Tea Celebration - Hobart Town Hall - Remission of Hire Charge	524
Female Convicts Research Centre Inc. - FCRC Seminar - Town Hall - Remission of Hire Charge	848
Hobart Brewing Company - Hobart Blues, Brews & Barbecues - Hire of Bean Bags - Remission of Hire Charge	810
Hobart Photographic Society - 2019 Photography Exhibition - Waterside Pavilion - Remission of Hire Charge	1100
Holy Tantra E Soteric Buddhism Inc. - Bushfire Appeal Charity Concert - Town Hall and Piano - Remission of Hire Charges	418

## GRANTS, ASSISTANCE AND BENEFITS PROVIDED SECTION 77 (1) (CONTINUED)

Detail	GST inclusive amount \$
Klub Kollywood Inc. - Hobart Hot Colour and Food Festival - Regatta Grounds - Remission of Hire Charge and In-kind	880
Mashuka Tabassum - A Dedication to Our Stories - Waterside Pavilion - Remission of Hire Charge	1100
Mount Nelson Primary School - Waste and Recycling Bins - Reduced Fees and Charges	448
Nepali Society of Tasmania (NEST) - Nepali Teej Festival 2019 - City Hall - Remission of Hire Charge	1100
North Hobart Football Club Limited - Rental Rebate	9034
North Hobart Football Club Limited - Building and Planning Fees for Kiosk and Coaches Boxes - Reduced Fees and Charges	2940
Princes Street Primary School - Waste and Recycling Bins - Reduced Fees and Charges	773
Surf Life Saving Tasmania Inc. - Long Beach Pavilion Sandy Bay - Rental Rebate	1100
Tassie Rockers Hobart - Aussie Fire Relief Fundraiser - Town Hall - Remission of Hire Charge	1100
Van Diemen's Band - Van Diemen's Band Christmas Concerts - Town Hall - Remission of Hire Charge	1100
Water Polo Tasmania - Under 14 National Championships 2019 - Doone Kennedy Hobart Aquatic Centre - Remission of Hire Charge	9983
Remission of hire charges for Council halls, sports fields and parks	120
<b>In-kind Assistance</b>	
Global Climate Strike - In-kind	812
<b>Reduced Rates</b>	
E Kalis Properties Pty Ltd - Development Assistance - Rate Remission	425 984
Native Vegetation Protection Rebate	386
Rate Remissions - Pensioners Net Expenditure	27 516
Stormwater Removal Service Rate Remission	57 795
Sultan Holdings Pty Ltd - Development Assistance - Rate Remission	402 579
The Uniting Church in Australia Property Trust (Tas) - Charitable Rates Exemption - Rates Remission	96 982
240L Wheelie Bin Rebate	4030
<b>Charitable Donations and Gifts</b>	
Free Disposal of Waste - Charities	80 953
Free Entry Weekends at the McRobies Waste Management Centre - Residents	47 367
St Vincent de Paul Society (Tasmania) Inc. - Mainland Bushfire Appeal - Donation	25 000
<b>Sponsorship / Investment - Economic, Cultural, Festivals and Events</b>	
1 plus 2 Architecture Pty Ltd - Shopfront Improvement Grant	4126
A.I.C Inc. - Festa Italia Sub Committee - Sponsorship for 2020 Festa Italia - Festivals and Events Grant	11 000

Detail	GST inclusive amount \$
Australian Fujian Association Tasmania - Tasmanian Chinese Lantern Festival 2020 - Festivals and Events Grant 2019–20	13 000
Australian Institute of Architects Ltd - Open House Hobart - Event Partnership Grant	33 000
Australian Society of Marine Artists Inc. - The ASMA 2019 National Exhibition - Community Quick Response Grant 2019–20	500
Bicycle Network Incorporated - Sponsorship - Traffic Engineering	1000
Blue Cow Theatre Inc. - Virus Vignette - Resilient Hobart Grant	4479
BOFA Ltd - Breath of Fresh Air 2020 Film Festival - Event Grant	22 000
Bruny Island Foundation for the Arts Limited - Glass House Arcadia Art Project - Creative Hobart Grant	10 000
Business Events Tasmania - Annual Grant	116 111
Chinese Community Association of Tasmania Inc. - 2020 Lunar New Year Festival - Event Grant and In-kind	19 713
Constance ARI - ngayapi niyakara (Born to dream) - Creative Hobart Medium Grant	15 000
Constance ARI - Shadows on the Hill - Grant	1000
Constance ARI - Underground Artprize - Auspice for Christopher Love - Resilient Hobart Grant	5000
Contemporary Art Services Tasmania Inc. - Project 'Collectribe Network' - Resilient Hobart Grant	5500
Contemporary Art Services Tasmania Inc. - Project 'Right up your Alley' - Creative Hobart Quick Response Grant	1100
Contemporary Art Services Tasmania Inc. - Project 'Sonic Archipelagos: Hobart Underground Music - Quick Response Resilient Hobart Grant	960
Contemporary Music Services Tasmania Inc. - Eyes for Ears - Resilient Hobart Grant	5000
Contemporary Music Services Tasmania Inc. - Listen Local - Resilient Hobart Grant	2500
Cycling South - 2019-20 Contribution	13 200
DRILL Performance Company Inc. - A Web of Care; as it is and as it could be - Resilient Hobart Grant	5500
DRILL Performance Company Inc. - DRILL 2020 Program Grant	13 475
DRILL Performance Company Inc. - Final Cut Pro - Quick Response Grant	500
Eat Well Tasmania Incorporated - Delivery of the Home Harvest Project with Good Life Permaculture - Grant	5500
Epic Events & Marketing Pty Ltd - Sponsorship of the 2020 Hobart Run The Bridge	11 396
Festival of Voices Inc. - Event Partnership Grant	93 500
Good Grief Studios Inc. - 'The Art Can't Stop' Good Grief COVID Program - Resilient Hobart Grant	5000
Greek Orthodox Church & Benevolent Society of St George - Estia Festival 2020 - Festival and Event Grant	10 000
Hobart Jazz Club - Hot August Jazz 2020 - Resilient Hobart Grant	5000
Hobart Playback Theatre Inc. - Our Stories of COVID-19 - Resilient Hobart Grant	5000

**GRANTS, ASSISTANCE AND BENEFITS PROVIDED SECTION 77 (1) (CONTINUED)**

Detail	GST inclusive amount \$
Hobart Playback Theatre Inc. - We Hear You - Covid, Climate Change and Youth - Quick Response Resilient Hobart Grant	1000
Workshops with Kirk Page and Kath Melbourne - Quick Response Grant	1000
Intercultural Sports League Inc. - Pop Up Piano - Resilient Hobart Grant	5000
Liviende Veranto - Li-Ve Tasmania - Quick Response Grant	1100
MADE - Mature Artists Dance Experience - 7 Deadly Sins - No Sinner Like an Old Sinner - Resilient Hobart Grant	5000
Mawson's Huts Foundation - Australian Antarctic Festival - Event Partnership Grant	55 000
Mature Artists Dance Experience Inc. - MADE for the Web - Quick Response Resilient Hobart Grant	1000
Myer Pty Ltd - Development Assistance - Grant	962 500
Nayri Niara Pty Ltd - "Always Will Be" - Quick Response Resilient Hobart Grant	1100
Oh La La & Co Inc. - Make Music Day - 2019–20 Event Grant	1946
Onesimus Foundation Limited - The Client Wellbeing Project - Quick Response Resilient Hobart Grant	1100
Performing Lines Ltd - Nunami Sculthorpe-Green - Resilient Hobart Grant	5335
Performing Lines Ltd - Park Days Development - Resilient Hobart Grant	5500
Rant Arts Ltd - Physically Distanced Physical Theatre - Resilient Hobart Grant	5500
Reconciliation Council of Tasmania Limited - Takamuna - Youth Speak Out 2020 (Online) - Quick Response Resilient Hobart Grant	1000
Red Parka Pty Ltd - Shopfront Improvement Grant	1687
Royal Hobart Regatta Association Inc. - Royal Hobart Regatta - Partnership Grant and In-kind	21 046
Salamanca Arts Centre - Grant 2019	27 500
Salamanca Arts Centre - Jazzamanca 2020 - Grant	15 818
Salamanca Arts Centre - Older Than Language Community Engagement Program - Grant	11 000
Sandy Bay Regatta Association - 2020 Sandy Bay Regatta - Partnership Grant	28 000
Second Echo Ensemble Inc. - The Stare - Resilient Hobart Grant	5500
Singers of Southern Tasmania Inc. - Project Connect - Resilient Hobart Grant	5000
South Hobart Living Arts Centre Ltd - HAZFEST Virtual Music Festival - Resilient Hobart Grant	5500
South Hobart Living Arts Centre Ltd - Living Underground - Resilient Hobart Grant	5500
South Hobart Living Arts Centre Ltd - Street Gallery - Resilient Hobart Grant	5500
South Hobart Living Arts Centre Ltd - Tasmanian Playwrights Project - Grant	5500
Southern Tasmanian Netball Association - Hobart Netball & Sports Annual Maintenance Grant 2019–20	35 158
State Emergency Service - Southern Regional Volunteer SES Unit - Annual Contribution 2019–20	22 677
Surf Life Saving Tasmania Inc. - Grant	1100

Detail	GST inclusive amount \$
Tamil Association of Tasmania Inc. - Thaippongal - Tamil Heritage Festival - Festival and Event Grant	3900
Tasmanian Canine Defence League - Funding Contribution	55 174
Tasmanian Chinese Lantern Festival 2020 - Event Grant	13 000
Tasmanian Cricket Association - Hobart Hurricanes - Sponsorship	22 000
Tasmanian Museum and Art Gallery - 2020 Beaker Street @ TMAG	38 500
Tasmanian Museum and Art Gallery - 2020 TMAG Children's Festival - Grant	33 000
Tasmanian Museum and Art Gallery - Major Cultural Grant	38 500
Tasmanian Museum and Art Gallery - The Fascinating World of Insects - Creative Hobart Quick Response Grant	1100
Tasmanian Symphony Orchestra - Creative Hobart Major Cultural Grant	27 500
Tasmanian Youth Orchestra Inc. - New Work for Youth in a Rapidly Changing World - Grant	1100
TasPride - 'Artfully Queer - Are We There Yet' - Creative Hobart Quick Response Grant	1000
TasTafe - Stay Healthy, Stay Fit and Stay Connected - Quick Response Resilient Hobart Grant	1100
Tas Writers Inc. - Freedom and Liberty in a Time of Corona Virus - Resilient Hobart Grant	4072
Tas Writers Inc. - Resilient Hobart Grant	1000
Tennis Australia - Hobart International Tennis Sponsorship	55 000
Terrapin Puppet Theatre Limited - Covidbusters - Resilient Hobart Grant	5500
The Maritime Museum of Tasmania - Antarctic Voyagers - Resilient Hobart Grant	5398
The Maritime Museum of Tasmania - LUME Writer in Residence Project - Grant	16 225
Theatre Council of Tasmania - Tasmanian Theatre Awards - Partnership Grant	10 000
Theatre Royal Management Board - Cultural Grant	16 500
Van Diemen's Band Inc. - Italian Baroque Sessions - Creative Hobart Grant	5000
Vibrance Festival Pty Ltd - Festivals and Events Grant	77 000
Victorian Deaf Society (Incorporating Tasdeaf) - Part Cost of Interpreting Christmas Carols at John Turnbull Park	468
Vietnamese Student Association Tasmania - TET Lunar New Year 2020 Celebration - Festivals and Events Grant	500
West Moonah Community House Inc. - Wellness Expo 2020 - Festivals and Events Grant	5500
Women in Film and Television Australia - IWD at The Loop - Grant	1100
Youth Network of Tasmania - Contribution	215
<b>Community</b>	
Anglican Diocese of Tasmania - Project Christmas Concern, Argyle Choir and Orchestra - Community Christmas Activation Quick Response Grant	825
Anglicare Tasmania Inc. - Project "Show Hope" - Quick Response Resilient Hobart Grant	1100
Battery Point Sullivan's Cove Community Association Inc. - Battery Point Community Christmas Party - Community Christmas Activation Quick Response Grant	750

## GRANTS, ASSISTANCE AND BENEFITS PROVIDED SECTION 77 (1) (CONTINUED)

Detail	GST inclusive amount \$
Cancer Council Tasmania - Hobart Relay for Life Event - Community Grant	5500
Cancer Patients Foundation Limited - Look Good Feel Better - Community Grant	5500
CatholicCare Tasmania - Awareness Raising for Issues of Homelessness - Community Quick Response Grant	550
Child Health Association Inc. - Sensing Place Songwriting Online Workshop - Quick Response Resilient Hobart Grant	1100
Colony 47 Inc. - Community Christmas Lunch - Community Christmas Activation Quick Response Grant	825
Colony 47 Inc. - Covid Calm - Quick Response Resilient Hobart Grant	1100
Colony 47 Inc. - National Homelessness Week Sound Scape - Community Quick Response Grant	550
Deepavali Tasmania Inc. - Coming Out Stronger Through Ethnic Performing Arts - Resilient Hobart Grant	2500
Department of Police, Fire and Emergency Management - SES Southern Regional Unit - Contribution to the Incident Management Unit for 2019–20	2500
Department of Police, Fire and Emergency Management - SES Southern Regional Unit - Contribution to the Search and Rescue Unit for 2019–20	5000
Derwent Estuary Program Limited - Member Contribution to the Derwent Estuary Program 2019–20	118 327
Derwent Sailing Squadron Inc. - Annual Grant	9125
Designed Made Inc. - Designed Made Makers Market - Resilient Hobart Grant	5000
Domain Tennis Centre Hobart - Annual Maintenance Grant	50 027
Down Syndrome Association of Tasmania - Step UP! For Down Syndrome - Community Quick Response Grant	500
Dress for Success Hobart Inc. - Supporting Vulnerable Women in Crisis - Resilient Hobart Grant	1100
Guru Nanak Society of Tasmania Incorporated - Free Vegetarian Food - Quick Response Resilient Hobart Grant	1100
Hindu Society of Tasmania Incorporated - Coming Out Stronger Through Yoga and Meditation - Resilient Hobart Grant	2750
Hobart Accueil Inc. - European Christmas Fair 2019 - Community Christmas Activation Quick Response Grant	650
Hobart Bangladesh Community Inc. - Foster Social Interaction Through E-Commerce - Resilient Hobart Grant	2000
Hobart City Mission Inc. - Our Table: A Christmas to Remember 2019 - Community Christmas Activation Quick Response Grant	825
Hobart Men's Barbershop Harmony Club - Hobart Youth Virtual Choir - Quick Response Grant	900
Hobart Out Tennis Inc. - Hobart Out Tennis Tournament 2020 - Quick Response Grant	500
Hockey Tasmania Inc. - Annual Maintenance Grant	78 793
Housing Choices Tasmania Limited - Harmony Day on Queens - Community Small Grant	1100



Detail	GST inclusive amount \$
Hospice Volunteers South Tasmania Inc. - Hospice Volunteers Diversity Education Program 2020 - Community Small Grant	2781
Inscape Tas Incorporated - Live and Online - Resilient Hobart Grant	4101
JCC Tas Benevolent Society Inc. - Public Menorah Lighting and Celebration - Community Quick Response Grant	500
Kingborough Community Enterprise Centre - Project "Smile" - Resilient Hobart Grant	5500
Korean Full Gospel Church in Hobart Incorporated - Carols Together - Under the Steeple - Community Christmas Carols 2019 Grant	4983
Landcare Tasmania Inc. - Landcare Tasmania 25th Anniversary Celebration Welcome to Country - Community Quick Response Grant	550
Lansdowne Crescent Primary School Community Association - West Hobart Community Christmas Carols - Community Christmas Carols 2019 Grant	13 920
Lenah Valley Community Association Inc. - Carols at John Turnbull - Community Christmas Carols 2019 Grant	16 335
Mount Stuart Residents Inc. - Christmas Carols in Mount Stuart - Community Christmas Carols 2019 Grant	6150
Multicultural Council of Tasmania - Multicultural Economic Participation Forum - Resilient Hobart Grant	5500
Multicultural Womens Council of Tasmania Inc. - JoinUs - Christmas Carols 2019 - Community Christmas Carols 2019 Grant	5850
New Town Community Association - New Town Community Christmas Carols 2019 - Community Christmas Carols 2019 Grant	14 850
Outside the Box - Earth Arts, Rights Inc. - Rafting! A Wheelchair Won't Stop Us! - Community Grant	5000
Pets in the Park Incorporated - Pets in the Park Hobart Companion Animal Christmas Parcels 2019 - Community Christmas Activation Quick Response Grant	825
Pets in the Park Incorporated - Companion Animal Health & Welfare Project	5500
Philippine Australian Community of Tasmania Inc. - A Tribute to Front Liners - Resilient Hobart Grant	850
Roman Catholic Church Trust Corporation of The Archdiocese of Hobart - Carols on the Hill 2019 - Community Christmas Carols 2019 Grant	16 335
Royal Hobart Hospital Research Foundation Incorporated - Christmas Family Fun in Salamanca Square - Community Christmas Activation Quick Response Grant	825
Singers of Southern Tasmania Inc. - Christmas Carol Concert - Community Christmas Activation Quick Response Grant	750
South Hobart Living Arts Centre Ltd - Let's Light It Up! - Community Christmas Activation Quick Response Grant	825
St John's Park Bowls Club - Ray O'Sullivan Christmas Party - Community Christmas Activation Quick Response Grant	650
St Vincent de Paul Society (Tasmania) Inc. - Confine COVID-19 Thru Connectivity - Resilient Hobart Grant	2200
TAS Event Inc. - Teej Celebration 2019 - Community Quick Response Grant	500

## GRANTS, ASSISTANCE AND BENEFITS PROVIDED SECTION 77 (1) (CONTINUED)

Detail	GST inclusive amount \$
Tas Everest Media Production House - Napal Fair 2020 - Community Quick Response Grant	500
Tasmanian Centre For Global Learning Inc. - Living in Between During COVID-19 - Quick Response Resilient Hobart Grant	1100
Tasmanian Leaders Inc. - Emerging to Thrive - Resilient Hobart Grant	3300
Tasmanian Shanghainese Association - Promoting Anti-racism and Providing Education - Resilient Hobart Grant	5000
TasPride Inc. - Grant	4997
Tassie Mums Inc. - Relieving Nappy Stress - Quick Response Resilient Hobart Grant	1100
The Link-Youth Health Service Inc. - Keep Yourself in a Healthy Headspace - Quick Response Resilient Hobart Grant	1100
The Parkside Foundation Pty Ltd - eDEN - Resilient Hobart Grant	1100
The Salvation Army - Art in Isolation: A Common Room Dream - Resilient Hobart Grant	2200
The Scout Association of Australia Tasmanian Branch - Derwent Sea Scouts Revival Weekend - Grant	2662
The Tasmanian Council on AIDS, Hepatitis and Related Diseases Incorporated - Time for a Cuppa - Resilient Hobart Grant	1411
The Trustee for the Salvation Army (TAS) Social Work - Community Creative Mentorship - Community Quick Response Grant	550
Van Diemen's Band Inc. - Christmas Activation Quick Response Grant	750
Vietnamese Student Association Tasmania - Music Heat - The Vietnamese Society Show - Community Quick Response Grant	500
Women for Palestine Inc. - Run for Palestine - Community Quick Response Grant	550
Women's Health Tasmania Inc. - Tai Chi for Wellbeing - Quick Response Resilient Hobart Grant	1056
Working It Out Inc. - Rainbow Prom 2020 - Community Quick Response Grant	550
Working It Out Inc. - Why Bi-visibility Matters - Community Quick Response Grant	550
Young Change Agents Limited - Coronavirus Youth Challenge: Virtual Hackathon - Resilient Hobart Grant	5500
<b>Environmental and Climate Change</b>	
Australian Association for Environmental Education Inc. - Share Our Repairs, Skills and Art - Resilient Hobart Grant	5280
Greening Australia Limited - Hobart Youth Climate Leader Planning & Action 2020 - Grant	5500
Source Community Wholefoods Cooperative - Waste Education Workshop Series - Urban Sustainability Grant	2486
Sustainable Living Tasmania Inc. - Plasticwise Tarooma Washes Against Waste - Urban Sustainability Grant	3804
<b>Heritage and Conservation</b>	
Anglican Diocese of Tasmania - St George's Battery Point Anglican Church Stone Work Restoration - Heritage Grant	255 508
T & S Heywood trading as Concert Organ International - Thomas Heywood Performing Organ Concert - Grant	5000

Detail	GST inclusive amount \$
Wellington Park Management Trust - 2019–20 Contribution	33 403
Wellington Park Management Trust - Contribution to Cultural Heritage Co-ordination	18 526
Wellington Park Management Trust - Contribution to WPMT Administration and Technical Support Costs for 2019–20	33 467
<b>COVID-19 Grants and Benefits Provided</b>	
7 Star United Pty Ltd - Asian Town (CBD) - Business eCommerce Grant	330
7 Star United Pty Ltd - Asian Town (CBD) - Professional Assistance Grant	770
Acai Beauty Space - Professional Assistance Grant	770
Amici Restaurant - Professional Assistance Grant	770
Ancient Tea - Business eCommerce Grant	330
Archaica Schola - Business eCommerce Grant	300
Area 52 - Business eCommerce Grant	330
Artgym - Professional Assistance Grant	275
Artizan Speciality Coffee - Professional Assistance Grant	770
Assemblage Boutique Art Bed & Breakfast - Professional Assistance Grant	770
AssistU Care Services Pty Ltd - Professional Assistance Grant	770
Attejude Pty Ltd - Business eCommerce Grant	330
Augustus - Business eCommerce Grant	330
Augustus - Professional Assistance Grant	770
Australian Laser Charge Tas - Professional Assistance Grant	770
Ball and Chain Grill - Professional Assistance Grant	765
Bar Wa Pty Ltd - Professional Assistance Grant	770
Barry Cooper Auto Repairs Pty Ltd - Professional Assistance Grant	770
Beautiful Stories - Business eCommerce Grant	330
Bellamac - Business eCommerce Grant	330
Billys Burgers and Bar - Professional Assistance Grant	770
Bit Tas Holdings Pty Ltd - Professional Assistance Grant	770
BJ DC Aussie Investment Pty Ltd - Professional Assistance Grant	770
Bloom Aesthetics - Business eCommerce Grant	300
Blossom & Breeze Pty Ltd - Professional Assistance Grant	590
Body System Pty Ltd - Professional Assistance Grant	770
Boutique Brows - Business eCommerce Grant	330
Boutique Brows - Professional Assistance Grant	739
Call The Doctor - Professional Assistance Grant	770
Catherine Beatrice Lowry - Business eCommerce Grant	300

## GRANTS, ASSISTANCE AND BENEFITS PROVIDED SECTION 77 (1) (CONTINUED)

Detail	GST inclusive amount \$
Capri Body Fashions Pty Ltd - Business eCommerce Grant	330
City Organics - Business eCommerce Grant	330
City Organics - Professional Assistance Grant	770
Coal River Farm Investments Pty Ltd - Professional Assistance Grant	700
Coco Shoes - Business eCommerce Grant	330
Coffee Plus - Professional Assistance Grant	605
Collide Wholefoods - Business eCommerce Grant	330
Collide Wholefoods - Professional Assistance Grant	770
Confac Electrical Services Pty Ltd - Professional Assistance Grant	770
Craft Island Pty Ltd - Business eCommerce Grant	330
Criterion Street Café - Professional Assistance Grant	770
Cyclo Vietnamese Street Food - Professional Assistance Grant	770
D Williams Builders Pty Ltd - Professional Assistance Grant	743
Delecro Pty Ltd t/a Wishing Well - Business eCommerce Grant	330
Delecro Pty Ltd t/a Wishing Well - Professional Assistance Grant	700
Dental Pod - Professional Assistance Grant	715
Dick and Dora - Business eCommerce Grant	330
Institut Polaire - Business eCommerce Grant	330
Institut Polaire - Professional Assistance Grant	770
Doyle Sails Tas Pty Ltd - Business eCommerce Grant	330
Doyle Sails Tas Pty Ltd - Professional Assistance Grant	374
Dragon Eagle Pty Ltd - True Colour Nails - Professional Assistance Grant	770
Earthfire Opals - Business eCommerce Grant	330
Emily Eliza Arlotte - Business eCommerce Grant	300
Escape Skin and Body - Business eCommerce Grant	330
Escape Skin and Body - Professional Assistance Grant	770
Eyedesign - Lash and Brow Social - Business eCommerce Grant	330
Federation Chocolate - Business eCommerce Grant	300
Federation Artisan Chocolate - Professional Assistance Grant	700
Feelgood Female Fitness - Professional Assistance Grant	275
Fefco Pty Ltd - Professional Assistance Grant	770
Fellini Alta Moda - Business eCommerce Grant	330
Fellini Alta Moda - Professional Assistance Grant	770
Find Your Feet Australia - Business eCommerce Grant	330
Flash Gordon Catering and Events - Professional Assistance Grant	770

Detail	GST inclusive amount \$
For The Love of Gold - Business eCommerce Grant	330
Fragments - Business eCommerce Grant	330
Fragments - Professional Assistance Grant	770
Frangipani Fabrics - Business eCommerce Grant	330
Fullers Bookshop - Business eCommerce Grant	330
Fusion Hairdressing - Business eCommerce Grant	330
Gay Flowers - Business eCommerce Grant	330
Gloo Advertising Pty Ltd - Professional Assistance Grant	770
Gore Street Medical - Business eCommerce Grant	330
Gotcha House - Professional Assistance Grant	770
Hannah's Collective Pty Ltd BurnTheory - Professional Assistance Grant	770
Harissa Hobart - Professional Assistance Grant	726
Hartshorn Distillery / Grandvewe Cheeses - Professional Assistance Grant	770
Hayes Flooring - Professional Assistance Grant	770
Healthy Training Pty Ltd - Business eCommerce Grant	330
Hejo's Restaurant - Professional Assistance Grant	770
Helloworld Travel Hobart - Professional Assistance Grant	770
HL Stubbings Tas Quarter Inch - Business eCommerce Grant	330
Hobart Bead Co - Business eCommerce Grant	330
Hobart Bookshop - Business eCommerce Grant	330
Hobart Functional Training Pty Ltd - Professional Assistance Grant	770
Hobart Town Tea Company - Business eCommerce Grant	330
Hobart Town Tea Rooms - Professional Assistance Grant	770
Homeroom Design - Business eCommerce Grant	330
House of Dance - Professional Assistance Grant	770
International Academy of Music Hobart Pty Ltd - Professional Assistance Grant	700
Island Dental Pty Ltd - Professional Assistance Grant	770
Jacobs Family Law - Professional Assistance Grant	417
Jakadjari Hair Australia - Professional Assistance Grant	770
Jimmys Skate & Street - Business eCommerce Grant	330
JP Cosmetics Pty Ltd - Professional Assistance Grant	770
Keshet Design - Professional Assistance Grant	700
King's Natural Healthcare Pty Ltd - Professional Assistance Grant	770
KLG Legal - Professional Assistance Grant	417
Kookaburra Antiques, Collectables and Australiana - Business eCommerce Grant	330

## GRANTS, ASSISTANCE AND BENEFITS PROVIDED SECTION 77 (1) (CONTINUED)

Detail	GST inclusive amount \$
Laser Clinics Australia Hobart CBD - Business eCommerce Grant	330
Laser Clinics Australia Hobart CBD - Professional Assistance Grant	770
Lavada Cosmetic Clinic - Professional Assistance Grant	770
Leishman Associates Pty Ltd - Professional Assistance Grant	770
Lelaya Thai Massage Pty Ltd - Business eCommerce Grant	330
Lelaya Thai Massage Pty Ltd - Professional Assistance Grant	308
Lily & Dot - Business eCommerce Grant	330
Lily & Dot - Professional Assistance Grant	770
Liminal Architecture, Liminal Spaces, Liminal Objects - Professional Assistance Grant	770
Little Flower Van - Business eCommerce Grant	330
Little India - Professional Assistance Grant	550
LL Business Trust - Business eCommerce Grant	330
LL Business Trust - Professional Assistance Grant	770
Toys to Enjoy - Business eCommerce Grant	330
Loui & Ko - Business eCommerce Grant	300
LUC Homewares and Design - Business eCommerce Grant	330
LUC Homewares and Design - Professional Assistance Grant	330
Luxe - Professional Assistance Grant	770
Lyrebird Steiner Inspired Products - Business eCommerce Grant	330
Magnolia Flowers - Business eCommerce Grant	330
Magnolia Flowers - Professional Assistance Grant	770
Matrix Management Group Pty Ltd - Professional Assistance Grant	770
Mawson Sheepskin and Opals - Professional Assistance Grant	770
MCA Architects Pty Ltd - Professional Assistance Grant	770
McHenry Distillery Pty Ltd - Business eCommerce Grant	330
Medhurst Kitchen Equipment - Professional Assistance Grant	770
Metal Urges Fine Jewellery Pty Ltd - Professional Assistance Grant	770
Ichimei - Professional Assistance Grant	726
Modern Musician - Professional Assistance Grant	770
Mortons Soccer School Pty Ltd - Business eCommerce Grant	330
Mr Burger Tasmania Pty Ltd - Professional Assistance Grant	770
Australian Laser Charge Tas - Business eCommerce Grant	330
N&J Schulz Pty Ltd - Professional Assistance Grant	770
Not Just Bras Pty Ltd - Business eCommerce Grant	330
Oceanides - Business eCommerce Grant	300

Detail	GST inclusive amount \$
On Hampden Creative - Business eCommerce Grant	300
Orenda Float Spa Pty Ltd - Professional Assistance Grant	770
Owen Fielding - Professional Assistance Grant	715
Oyster and Pearl - Professional Assistance Grant	715
Paesano Pizza and Pasta - Professional Assistance Grant	770
Peter Johnston Ship Chandlers - Professional Assistance Grant	770
Pigeon Hole Café - Professional Assistance Grant	770
Plato's Playground Pty Ltd - Business eCommerce Grant	330
Popcorn Street - Business eCommerce Grant	330
Popcorn Street / Tusk Homewares and Gifts - Professional Assistance Grant	770
Qian Zhang - Professional Assistance Grant	770
Quick Service Training Pty Ltd - Scala Institute - Professional Assistance Grant	770
Raincheck North Hobart Pty Ltd - Professional Assistance Grant	770
Renata Boutique Pty Ltd - Business eCommerce Grant	330
Resource Work Cooperative Society - Business eCommerce Grant	330
Restored Pianos Pty Ltd - Business eCommerce Grant	330
RI Hobart Unit Trust - Professional Assistance Grant	417
Routleys Pty Ltd - Business eCommerce Grant	330
Routleys Pty Ltd - Professional Assistance Grant	770
Sabre Catering - Professional Assistance Grant	770
Salon Red - Business eCommerce Grant	330
Savoy Day Spa - Business eCommerce Grant	330
Savoy Day Spa - Professional Assistance Grant	770
Sett Investments Pty Ltd - Professional Assistance Grant	770
Shalldesign - Business eCommerce Grant	300
Skindulgence - Business eCommerce Grant	330
Skindulgence - Professional Assistance Grant	770
Slick Promotions Pty Ltd - Professional Assistance Grant	770
Society Salamanca Pty Ltd - Business eCommerce Grant	330
Society Salamanca Pty Ltd - Professional Assistance Grant	770
Some Hallucination Hair - Business eCommerce Grant	330
Spacebar Gallery - Business eCommerce Grant	330
Storrs Formal Hire and Bridal Boutique - Business eCommerce Grant	330
Storrs Formal Hire and Bridal Boutique - Professional Assistance Grant	770
Straight Up Roasters - Professional Assistance Grant	770

## GRANTS, ASSISTANCE AND BENEFITS PROVIDED SECTION 77 (1) (CONTINUED)

Detail	GST inclusive amount \$
Susan Maree Dennis - Professional Assistance Grant	743
Sustainable Environmental Assessment & Management - Professional Assistance Grant	770
T-bone Brewing Co Pty Ltd - Professional Assistance Grant	770
Tanja Von Behrens - Business eCommerce Grant	300
Tas Sports Physio - Professional Assistance Grant	770
Tasmania Map Centre - Business eCommerce Grant	330
Tasmanian Legends Travel Pty Ltd - Professional Assistance Grant	770
Tasmanian Watersports Pty Ltd - Business eCommerce Grant	330
Tasmanian Watersports Pty Ltd - Go Dive Hobart - Professional Assistance Grant	770
Teros Australia Pty Ltd - Business eCommerce Grant	330
Teros Australia Pty Ltd - Professional Assistance Grant	743
The Aesthetic Laser Centre - Business eCommerce Grant	330
The Aesthetic Laser Centre - Professional Assistance Grant	770
The Automotive Workshop - Professional Assistance Grant	700
The Earring Shop - Business eCommerce Grant	330
The Grand Poobah - Professional Assistance Grant	770
The Quilt and Pillow Factory Pty Ltd - Business eCommerce Grant	330
The Quilt and Pillow Factory Pty Ltd - Professional Assistance Grant	699
The Reverend Pty Ltd - The Whaler - Professional Assistance Grant	770
The Sanctuary At Alceme - Business eCommerce Grant	330
The Sewing Room - Business eCommerce Grant	330
The Sewing Room - Professional Assistance Grant	770
The Spotted Quoll Studio Pty Ltd - Business eCommerce Grant	330
The Staggy Pty Ltd - Business eCommerce Grant	330
The Studio Headquarters Pty Ltd - Professional Assistance Grant	770
The Teddy Bear Shop - Business eCommerce Grant	330
The Trustee for Offsider Software Unit Trust t/a- Weekends - Professional Assistance Grant	770
The Trustee for Con Chuen Holdings t/a - Jun Lin Sun - Professional Assistance Grant	770
The Vitamin Shop - Business eCommerce Grant	330
The Watch Repair Shop - Professional Assistance Grant	770
Thuy Thi Bich Nguyen - Professional Assistance Grant	770
Tony Kuen Ching Tai - Professional Assistance Grant	440
Top Drawer - Business eCommerce Grant	330
Travel with a Cause Inc. - Professional Assistance Grant	770
Triennium Mobius Bar - Professional Assistance Grant	770



Detail	GST inclusive amount \$
Unified Australia Pty Ltd t/a - Little Armoire - Business eCommerce Grant	330
Usman Yousaf - Hobart Removalists - Professional Assistance Grant	770
Vanidols Pty Ltd - Professional Assistance Grant	770
Verde & Karen Wagner Garden Design - Professional Assistance Grant	770
Verde & Karen Wagner Garden Design - Business eCommerce Grant	330
Villino Coffee - Business eCommerce Grant	330
Wanderlust Trading Co - Business eCommerce Grant	330
Ware Bros Cutlery - The Knife Shop - Business eCommerce Grant	330
Waverley Mills Retail Pty Ltd - Business eCommerce Grant	330
What's New Hobart - Business eCommerce Grant	330
What's New Hobart - Professional Assistance Grant	770
Whisk & Co - Professional Assistance Grant	770
Wild Island Gallery Pty Ltd - Business eCommerce Grant	330
Xu Pong Investments Pty Ltd - Master Chef - Professional Assistance Grant	770
Your Doctor Hobart Pty Ltd - Professional Assistance Grant	770
Your Hobart Chemist Pty Ltd - Business eCommerce Grant	330
Your Hobart Chemist Pty Ltd - Professional Assistance Grant	770
ZN Investments Pty Ltd t/a Modern Musician - Business eCommerce Grant	330
<b>COVID-19 Grants and Benefits Provided (not included above)</b>	
Remission of Rates Penalty and Interest – March to June 2020	114 000
Rent Relief for Council Tenants	184 261
<b>TOTAL</b>	<b>4 567 919</b>



## REDUCED RENTALS

The City of Hobart owns numerous properties within its municipal area, some of which are leased to third parties. Many of these properties are leased on terms that include a discount in the rent payable by the lessee, in accordance with the City of Hobart's policy for leases to non-profit organisations. In many instances the lessee provides all or some of the following: capital improvements, maintenance, day-to-day management, access to the public and contribution back to the community. For the purposes of being open and transparent, the City of Hobart discloses these as grants.

### Detail

#### Commercial

Aurora Energy	Substation, Lansdowne Crescent, West Hobart
Derwent Estuary Program Limited (part year only)	Fourth floor, Hobart Council Centre, Hobart
Enterprize Tasmania Ltd	Fifth floor, Hobart Council Centre, Hobart
Hobart Town (1804) First Settlers Association Inc.	Fourth floor, Hobart Council Centre, Hobart
Mawson's Huts Foundation Ltd	1-3 Elizabeth Street, Hobart
Mawson's Huts Foundation Ltd (part year only)	3 Morrison Street, Hobart
Resource Work Cooperative	Resource Recovery Centre, McRobies Gully Waste Management Centre, South Hobart
Tasmanian Sail Training Association Ltd	Fourth floor, Hobart Council Centre, Hobart

#### Residential

Residential/caretaker	24 Gardenia Grove, Sandy Bay
Residential/caretaker	Curators Cottage, Tasmanian Cricket Association Ground, Queens Domain
Residential/caretaker	Regatta Grounds, McVilly Drive, Queens Domain

#### Community and Recreation

Art Society of Tasmania	268 Lenah Valley Road, Lenah Valley
Athletics Association of Tasmania	Domain Athletic Centre, Queens Domain
Australian Sea Cadets Corp	Foreshore, Queens Domain
Board of Management of the Hutchins School	Marieville Esplanade, Sandy Bay
Buckingham Bowls Club Inc.	4 St Johns Avenue, New Town
Christ College Trust	Ham Common, Old Proctors Road, Tolmans Hill
Conservation Volunteers Trust	1 Domain Road, Queens Domain
Department of Education	West Hobart Recreation Ground, West Hobart
Derwent Bowls Club	Letitia Street, North Hobart
Domain Tennis Centre Inc.	Davies Avenue, Queens Domain
Dr Christina Henri	Fourth floor, Hobart Council Centre, Hobart

## REDUCED RENTALS (CONTINUED)

Detail	
Hobart Canine Obedience Club	Soldiers Memorial Oval, Queens Domain
Hobart Cat Centre Inc.	10 Selfs Point Road, New Town
Hobart City Band Inc.	Tasmanian Cricket Association Ground, Davies Avenue, Queens Domain
Hobart Districts Little Athletics Club	John Turnbull Park, Lenah Valley
Hobart Football Club Inc.	Tasmanian Cricket Association Ground, Davies Avenue, Queens Domain
Hockey Tasmania Incorporated	Tasmanian Hockey Centre, 19 Bell Street, New Town
Lenah Valley Community Hall Trustee	22 Creek Road, Lenah Valley
Lenah Valley RSL and Community Club	188 Lenah Valley Road (Haldane Reserve), Lenah Valley
Maritime Museum of Tasmania	Carnegie Building, Argyle Street, Hobart
Mount Stuart Progress Association	Raymont Terrace, Mount Stuart
New Town Bay Rowing Centre Inc.	Marine Esplanade, New Town
New Town District Cricket Club	4 St Johns Avenue, New Town
New Town Croquet Club	4 St Johns Avenue, New Town
New Town Senior Citizens Club Inc.	18 Creek Road, Lenah Valley
North Hobart Cricket Club	Tasmanian Cricket Association Ground, Davies Avenue, Queens Domain
North Hobart Football Club	Horrie Gorrige Stand, North Hobart Oval, North Hobart
Pakana Services	Shed and crib room, Waterworks Reserve, Ridgeway
Polish Association in Hobart	22–24 New Town Road, New Town
Riding for the Disabled	Kalang Avenue, Lenah Valley
Royal Hobart Bowls Club	1 Ellerslie Road, Battery Point
Royal Hobart Regatta Association	John Colvin Stand, McVilly Drive, Queens Domain
Sandy Bay Croquet Club	Sandown Park, Long Point Road, Sandy Bay
Sandy Bay Regatta Association	Long Point Road, Sandy Bay
Sandy Bay Rowing Club	Marieville Esplanade, Sandy Bay
Sandy Bay Sailing Club	Long Point Road, Sandy Bay
Sandy Bay Senior Citizens Club	23 Lambert Avenue, Sandy Bay
Scout Association of Australia	Marieville Esplanade, Sandy Bay
Scout Association of Australia (Tasmania)	617 Sandy Bay Road, Sandy Bay
South Hobart Badminton Association	101 Cascade Road, South Hobart
South Hobart Progress Association Inc.	42 Darcy Street, South Hobart
South Hobart Soccer Club Inc.	Wellesley Park, South Hobart
The Southern Tasmania Netball Association Inc.	Main Road, New Town
Tasmanian Air Rescue Trust	Queens Domain
Tasmanian Bridge Association	Marine Esplanade, New Town

## Detail

Tasmanian Fire Service	Kalang Avenue, Lenah Valley
Tasmanian Land Conservancy	Tudor Court Building, 827 Sandy Bay Road, Sandy Bay
Tasmanian Riding for the Disabled Assoc.	500 Kalang Avenue, Glenorchy
Tasmanian Rugby Union Inc.	Rugby Park, New Town
Tasmanian Writer's Centre Incorporated	Part of Level 4, 16 Elizabeth Street, Hobart
The Catholic Women's League	108–110 Bathurst Street, Hobart
The Flower Room	108–110 Bathurst Street, Hobart
Wireless Institute	Upper Queens Domain
Women's Shelter Inc. (part year only)	South Hobart, Tasmania
Wooden Boat Guild of Tasmania Inc.	Mariners Cottage, Napoleon Street, Battery Point
Yvonne Rees-Pagh (part year only)	Cottage, Princes Park, Battery Point

# CONTRACTS FOR THE SUPPLY OF GOODS AND SERVICES

## LOCAL GOVERNMENT (GENERAL) REGULATIONS REGULATION 29(1)

In accordance with regulation 29(1) of the Local Government (General) Regulations 2015, the following contracts to the value of \$250 000 or above, excluding GST, were entered into during the 2019–20 financial year.

Contract	Initial Contract Period	Extension Option	Contract Sum (for term of contract incl extension options) GST excluded	Contractor	Contractor Business Address
P18/137 - Electricity Supply for Contestable Sites	1/1/2020 to 31/12/2022	Nil	\$2 285 100.00 (estimated)	Aurora Energy Limited	GPO Box 191, Hobart, TAS 7001
P19/3 - Horticultural Fungicides, Chemical and Plant Protection	3/12/2019 to 2/12/2021	1 term of 2 years	\$260 000.00 (estimated)	Panel of Providers	Various
P19/8 - Project Portfolio Management (PPM) Software	11/11/2019 to 30/6/2024	Nil	\$260 260.00	EPM Partners Pty Ltd as trustee for the EPM Partners Unit Trust	Level 6, 50 Margaret Street, Sydney, NSW 2000
P19/11 - Panel of Providers for Consultancy Services for City Design, Planning, Parks and Infrastructure	1/7/2019 to 30/9/2021	1 term of 2 years	\$748 000.00 (estimated)	Panel of Providers	Various
P19/14 - Heating, Ventilation and Air Conditioning Maintenance Services	23/8/2019 to 22/8/2021	1 term of 2 years	\$486 850.20 (estimated)	Airmaster Australia Pty Ltd as trustee for the Airmaster Australia Unit Trust	7-2 Kennedy Drive, Cambridge, TAS 7170
P19/16 - Maintenance & Responsive Services - Plumbing	1/7/2019 to 30/6/2021	1 term of 2 years	\$1 400 000.00 (estimated)	Howrah Plumbing Pty Ltd	3/10 Electra Place, Mornington, TAS 7018
P19/20 - McRobies Gully Truck Wash Construction	4/7/2019 to Practical Completion (date to be agreed).	Nil	\$286 589.00	Stornoway Maintenance Pty Ltd	1/37 Tasma Street, North Hobart, TAS 7000

Contract	Initial Contract Period	Extension Option	Contract Sum (for term of contract incl extension options) GST excluded	Contractor	Contractor Business Address
P19/24 - Youth ARC City Hall Internal Fit-out and Repair	9/7/2019 to Practical Completion (within 10 weeks of Tender award)	Nil	\$347 210.00	Tascon Constructions Pty Ltd	59 Albert Road, Moonah, TAS 7009
P19/25 - City to Gardens Way Pathways Including Aberdeen Street Road Hump	1/7/2019 to 31/3/2020	Nil	\$303 634.00	State-wide Earthworks Pty Ltd	52 Atkins Road, Granton, TAS 7030
P19/40 - Argyle Street Car Park Lifts Renewal	25/11/2019 until 41 weeks from the receipt of the Purchase Order	Nil	\$332 590.00	Access Solutions Pty Ltd	86 Burwood Drive, Blackmans Bay, TAS 7052
P19/42 - McRobies Gully Flood Repair – Civil Works and GCL Layer	3/11/2019 to 31/3/2020	Nil	\$968 520.00	Spectran Contracting Pty Ltd	6 Birdwood Avenue, Moonah, TAS 7009
P19/43 - Stormwater System Restoration - Structural and Civil Engineering	3/7/2019 to 30/12/2019	Nil	\$257 130.00	Cardno Victoria Pty Ltd	Level 4, 501 Swanston Street, Melbourne, VIC 3000
P19/47 - Banking and Bill Paying Services	25/2/2020 to 31/7/2027	1 term of 2 years	\$2 088 000.00 (estimated)	Westpac Banking Corporation	Westpac Place, Level 18, 275 Kent Street, Sydney, NSW 2000
P19/48 - Hobart Central Car Park – Public Toilet Redevelopment	20/11/2019 to 17/4/2020	Nil	\$279 950.00	Tascon Constructions Pty Ltd	59 Albert Road, Moonah, TAS 7009
P19/59 - Road Reservation Maintenance	20/1/2020 to 20/1/2023	2 terms of 1 year	\$2 005 649.86 (estimated)	Programed Skilled Workforce Limited	47 Burswood Road, Burswood, WA 6100
P19/60 - Fern Tree Park Visitor Node Master Plan Implementation – Civil Construction Component	18/9/2019 to 22/4/2020	Nil	\$385 983.24	Spectran Contracting Pty Ltd	6 Birdwood Avenue, Moonah, TAS 7009

**CONTRACTS FOR THE SUPPLY OF GOODS AND SERVICES REGULATION 29(1) (CONTINUED)**

Contract	Initial Contract Period	Extension Option	Contract Sum (for term of contract incl extension options) GST excluded	Contractor	Contractor Business Address
P19/64 - Panel of Providers for the Supply of Signs and Associated Items	1/11/2019 to 31/10/2021	1 term of 2 years	\$1 280 000.00 (estimated)	Panel of Providers	Various
P19/65 – DKHAC Aquatic Play Equipment Upgrade	23/12/2019 to 31/12/2020 estimated.	Nil	\$299 923.00	Play Rope Pty Ltd	Unit 3/F 256 Newline Road, Dural, NSW 2158
P19/71 - Debt Collection Services - Rates, Parking and Sundry Debts	1/1/2020 to 31/12/2023	1 term of 2 years	\$851 081.90 (estimated)	Saveloss Nominees Pty Ltd as trustee for Saveloss Unit Trust trading as Tasmanian Collection Service	29 Argyle Street, Hobart, TAS 7000
P19/74 - Food Organics / Garden Organics (FOGO) Composting Service - Joint Tender with Glenorchy City Council	11/11/2019 to 10/11/2020	1 term of 1 year	\$1 617 000.00 (estimated)	Pure Living Soil Pty Ltd	PO Box 777 Kings Meadows, TAS 7249
P19/76 – Hobart, New Town and Sandy Bay Rivulets Stormwater System Restoration Civil Construction – Zone 1 Sandy Bay Rivulet	14/11/2019 to no later than 19/6/2020	Nil	\$682 604.68	Spectran Contracting Pty Ltd	6 Birdwood Avenue, Moonah, TAS 7009
P19/76 – Hobart, New Town and Sandy Bay Rivulets Stormwater System Restoration Civil Construction – Zone 4 New Town Rivulet	14/11/2019 to no later than 19/6/2020	Nil	\$513 447.13	Spectran Contracting Pty Ltd	6 Birdwood Avenue, Moonah, TAS 7009



Contract	Initial Contract Period	Extension Option	Contract Sum (for term of contract incl extension options) GST excluded	Contractor	Contractor Business Address
P19/76 – Hobart, New Town and Sandy Bay Rivulets Stormwater System Restoration Civil Construction – Zone 3 South Hobart Rivulet	14/11/2019 to no later than 19/6/2020	Nil	\$1 221 235.12	BlackCap Construction Pty Ltd	367 Brightwater Road, Howden, TAS 7054
P19/76 – Hobart, New Town and Sandy Bay Rivulets Stormwater System Restoration Civil Construction – Zone 2 Sandy Bay	14/11/2019 to no later than 19/6/2020	Nil	\$1 383 960.00	State-Wide Earthworks Pty Ltd	52 Atkins Road, Granton, TAS 7030
P19/79 – Pipes, Pipe Relining, Pumps, Water Meters, Pre-cast Concrete & Fibre Reinforced Products	23/9/2019 to 31/12/2021	1 term of 2 years	\$250 000.00 (estimated)	Panel of Providers	Various
P19/80 Temporary Recruitment Services	1/1/2020 to 30/4/2022	1 term of 2 years	\$10 400 000.00 (estimated)	Panel of Providers	Various
P19/81 - Microsoft Enterprise Agreement - Licences & Subscriptions	1/10/2019 to 30/9/2022	Nil	\$1 012 401.00	Data#3 Limited	16 Collins Street, Hobart, TAS 7000
P19/83 Mercury Newspaper Advertising Agreement	1/1/2020 to 31/3/2021	Nil	\$320 000.00 (estimated)	News Corp Australia Pty Limited	2 Salamanca Square, Hobart, TAS 7000
P19/85 - Project Management of Stormwater System Restoration Civil Construction Phase	28/10/2019 to 10/7/2020	Nil	\$291 000.00	Sustainable Engineering Tas Pty Ltd	2/221 Macquarie Street, Hobart, TAS 7000

**CONTRACTS FOR THE SUPPLY OF GOODS AND SERVICES REGULATION 29(1) (CONTINUED)**

Contract	Initial Contract Period	Extension Option	Contract Sum (for term of contract incl extension options) GST excluded	Contractor	Contractor Business Address
P19/92 - Cleaning Services - Doone Kennedy Hobart Aquatic Centre	22/2/2020 to 22/2/2023	2 terms of 1 year	\$1 398 780.00 (estimated)	Collings Property Services Pty Ltd	Unit 2, 33 Churchill Park Drive, Invermay, TAS 7250
P19/99 - Panel of Providers for Enterprise Information Management and Collaboration Technology Partners	20/2/2020 to 31/1/2023	2 terms of 1 year	\$860 000.00 (estimated)	Panel of Providers	Various
P19/100 – South Hobart Community Centre Alterations and Additions (2)	22/2/2020 to 22/5/2020	Nil	\$578 080.00	Tascon Constructions Pty Ltd	59 Albert Road, Moonah, TAS 7009
P20/1 - NPN1.11-3 Mobile Garbage Bins	5/5/2020 to 31/8/2021	2 terms of 1 year	\$612 991.32 (estimated)	Mastec Australia Pty Ltd	6 Creswell Road, Largs North, SA 5016
P20/9 - Supply of Retractable Bollards for Salamanca Precinct	28/4/2020 until satisfactory completion of the Contract as deemed by Council	Nil	\$642 820.86	Australian Security Fencing Pty Ltd t/a Oztime Technologies	138 Fairey Road, South Windsor, NSW 2756
P19/86 – City of Hobart Bushland Reserves – Fire Trails Storm Recovery Programme – Package 2	8/11/2019 to 30/6/2020	Nil	\$291 000.00	Downer EDI Works Pty Ltd	3 Whitestone Drive, Austins Ferry, TAS 7011
P17/101-001-002-001 Supply and Delivery of two (2) 15 Tonne Tip Trucks	12/11/2019	Nil	\$269 281.82	Hino Motor Sales Australia Pty Ltd via FRM Hino	9a Lampton Avenue, Derwent Park, TAS 7009
P17/100-001-002-001 - Supply and Delivery of one Road Sweeper	15/11/2019	Nil	\$328 523.08	Bucher Municipal Pty Ltd	65–73 Nantilla Rd, Clayton North, VIC 3168

In accordance with regulation 29(3) of the Local Government (General) Regulations 2015, the following contracts valued at or exceeding \$100 000 (excluding GST) and less than \$250 000 (excluding GST), were entered into during the 2019–20 financial year.

Contract	Initial Contract Period	Extension Option	Contract Sum (for term of contract incl extension options) GST excluded	Contractor	Contractor Business Address
P19/84 – Panel of Providers for Placemaking Consultancy Services	19/11/2019 to 30/9/2021	1 term of 2 years	\$200 000.00 (estimated)	Panel of Providers	Various
P19/15 – Lift Maintenance Services	1/7/2019 to 30/6/2021	1 term of 2 years	\$212 000.00	OTIS Elevator Company Pty Ltd	Level 23, 363 George Street, Sydney, NSW 2000
P19/17 - Inspection Services - Prescribed Features and Measures for Council Buildings	1/1/2020 to 1/1/2022	1 term of 2 years	\$102 400.00	Johnstone McGee & Gandy Pty Ltd as trustee for the Johnstone McGee & Gandy Unit trust trading as JMG	117 Harrington Street, Hobart, TAS 7000
P19/44 - Project Management of Bushland Infrastructure Services	21/8/2019 to 30/12/2020	Nil	\$106 000.00	Sustainable Engineering Tas Pty Ltd	2/221 Macquarie Street, Hobart, TAS 7000
P19/46 - Civic Banner Changes and Installation	9/9/2019 to 8/9/2021	1 term of 1 year	\$211 464.00	David James Dyer trading as Hire Up	40 Lansdowne Crescent, West Hobart, TAS 7000
P19/49 – Lower Queenborough Oval Lighting Upgrade	21/2/2020 to 31/3/2020	Nil	\$220 292.00	RBD Contracting Services Pty Ltd	2/ 6 Lampton Avenue, Derwent Park, TAS 7009
P19/51 - Technology Research and Advisory Resources and Services	13/9/2019 to 30/6/2022	2 terms of 1 year	\$249 476.00	Forrester Research Limited	265 Strand, London, WC2R 1BH, UK
P19/52 – New Town Rivulet Pedestrian Bridge Replacement Including Fabrication	4/9/2019 to 31/10/2019	Nil	\$155 709.00	Tas Marine Construction Pty Ltd	149 Howden Rd, Howden, TAS 7054
P19/66 - Taste of Tasmania Event - Cleaning Services	17/10/2019 to 1/10/2020	2 terms of 1 year	\$141 831.33	Clean Commerce Tas Pty Ltd as trustee for the Kentish Trust trading as Mess Boss	27 Coobar Road, Risdon Vale, TAS 7016

**CONTRACTS FOR THE SUPPLY OF GOODS AND SERVICES REGULATION 29(3) (CONTINUED)**

Contract	Initial Contract Period	Extension Option	Contract Sum (for term of contract incl extension options) GST excluded	Contractor	Contractor Business Address
P19/75 - Office Products & Workplace Consumables (PA 2105-0840)	11/9/2019 to 1/7/2021	2 terms of 1 year	\$150 000.00 (estimated)	Winc Australia Pty Limited	111 Turner Street, Port Melbourne, VIC 3207
P19/95 - Australia Post - 'Post Billpay'	1/11/2019 to 31/10/2022	Nil	\$140 000.00 (estimated)	Australia Post	111 Bourke Street, Melbourne, VIC 3000
P19/98 - McRobies Gully Waste Management Centre Supply and Delivery of Geosynthetic Clay Liner (GCL), Geotextile and Gas and/or Water Grid	19/5/2020 to 18/5/2022	2 terms of 1 year	\$195 000.00	Geotas Pty Ltd	14 Chesterman Street, Moonah, TAS 7009
P19/101 - Pinnacle Road Safety Barriers	24/2/2020	Nil	\$124 418.00	Hazell Bros Group Pty Ltd	14 Farley Street, Derwent Park, TAS 7009
P20/2 – Civil Works on Big Bend Fire Trail 2020	18/3/2020 to 30/6/2020	Nil	\$198 994.43	BlackCap Construction Pty Ltd	367 Brightwater Road, Howden, TAS 7054
P17/99-001-002 Supply and Delivery of one (1) 5 Unit Ride-on Reel Mower	25/10/2019	Nil	\$131 630.00	Toro Australia Group Sales Pty Ltd via Pellows Saws and Mowers	223 Invermay Road, Launceston, TAS 7248
P17/100-001-002-002 - Supply and Delivery of One Compact Sweeper	18/11/2019	Nil	\$170 312.58	Bucher Municipal Pty Ltd	65-73 Nantilla Rd, Clayton North, VIC 3168
P17/101-002-002 Supply and Delivery of one (1) 7.9 Tonne Hook Truck	12/11/2019	Nil	\$104 208.00	Isuzu Australia Limited via Motors Group Tasmania Pty Ltd trading as Webster Trucks	8c Lampton Avenue Derwent Park, TAS 7009
P17/101-002-003 Supply and Delivery of one (1) Rear Loader Garbage Truck	2/12/2019	Nil	\$232 545.45	Hino Motor Sales Australia Pty Ltd via FRM Hino	9a Lampton Avenue Derwent Park, TAS 7009

In accordance with regulation 23(5)(b) of the Local Government (General) Regulations 2015 there were three instances of extending a contract (entered into by tender, where the contract does not specify extensions) by an absolute majority.

Contract	Extension Period	Additional Extension Option	Contract Sum (for term of contract incl extension options) GST excluded	Contractor	Contractor Business Address
5798 Provision of Mobile Phone Services	1/11/2019 to 30/4/2020	Nil	\$130 000.00 (estimated)	Telstra Corporation Limited	8/70 Collins Street, Hobart, TAS 7000
5856 Commercial Tenancy Management	1/3/2020 to 28/2/2021	Nil	\$50 000.00 (estimated)	LIMA Devine Pty Ltd	119 Harrington Street, Hobart, TAS 7000
P17/1 Panel of Providers for the Standing Offer for the Supply of Cleaning and Janitorial Products	1/5/2020 to 30/4/2021	Nil	\$50 000.00 (estimated)	Panel of Providers	Various

In accordance with regulation 29(2) of the Local Government (General) Regulations 2015, there were two instance(s) of 'non-application of public tender processes'.

Contract	Reason for not inviting public tenders	Description of the services acquired	Value of the services acquired	Contractor
P19/83 Mercury Newspaper Advertising Agreement	Council's legal requirements to advertise in a daily newspaper circulating in the municipal area precludes the likelihood of a satisfactory result due to the absence of competitive tenderers.	Statutory and general advertising services	\$320 000.00 (estimated)	News Corp Australia Pty Limited 2 Holt Street, Surry Hills, NSW 2010
P19/95 Australia Post Post Bill Pay	A satisfactory result would not be achieved by inviting tenders because of the unavailability of competitive or reliable tenderers.	Bill paying services provided through Australia Post	\$140 000.00 (estimated)	Australia Post 111 Bourke Street, Melbourne, VIC 3000





# PART IV

## FINANCIAL REPORTS





# HOBART CITY COUNCIL GENERAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

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## GUIDE TO THE FINANCIAL STATEMENTS

The 2019–20 financial statements show how the Council performed during the financial year and the overall position at the end of the financial year, 30 June 2020.

The financial statements are prepared in accordance with Australian Accounting Standards as they apply to local government and in accordance with the *Local Government Act 1993*.

The financial statements must be certified by the General Manager and audited by the Auditor-General.

The financial statements incorporate the following documents:

### STATEMENT BY THE GENERAL MANAGER

Certification by the General Manager as a written declaration that the statements present fairly the financial position of the Hobart City Council in accordance with applicable accounting standards and legislation.

### STATEMENT OF FINANCIAL POSITION

A snapshot of the Council's position at 30 June 2020. This shows the assets the City owns and its liabilities.

### STATEMENT OF COMPREHENSIVE INCOME

A summary of the Council's financial performance for the year listing the various types of income and expenses in delivering services. This provides a breakdown of the operating income and expenses for the year, excluding the capital costs of buildings or assets.

### STATEMENT OF CHANGES IN EQUITY

Shows the difference in value of the Council's equity for the year. A change in equity from the previous year results from:

- A surplus or deficit from the year's operations.
- Use of money from, or transfer to, the City's reserves.
- A change in value of non-current assets following a revaluation of these assets.

### STATEMENT OF CASH FLOWS

A summary of cash payments and receipts for the year and the level of cash at the end of the financial year. Cash flow arises from operating, investing or financing activities.

### NOTES TO AND FORMING PARTS OF THE FINANCIAL REPORT

The notes outline the basis on which the financial statements are prepared and include more detail on figures presented in the statements.

### REPORT ON THE AUDIT OF THE FINANCIAL REPORT

This provides confirmation that the financial report has been audited and an opinion on whether the financial report presents fairly the Council's financial position and performance and in accordance with applicable accounting standards and legislation.

The financial statements in this Annual Report reflect the full audited financial report for 2019–20.

**STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2020**

	Note	2019–20 \$'000	2018–19 \$'000
<b>Current Assets</b>			
Cash and Cash Equivalents	16	18,676	13,825
Inventories	17	432	429
Receivables	19	7,576	7,240
Investments	20	300	6,300
Prepayments		396	836
<b>Total Current Assets</b>		<b>27,380</b>	28,630
<b>Non-Current Assets</b>			
Investment in TasWater	12	146,616	190,946
Property, Plant and Equipment	21-31	1,958,630	1,615,180
Employee Benefits	34	-	24
<b>Total Non-Current Assets</b>		<b>2,105,246</b>	1,806,150
<b>Total Assets</b>		<b>2,132,626</b>	1,834,780
<b>Current Liabilities</b>			
Payables	32	8,881	7,792
Trust, Deposits, Retention	33	2,088	2,434
Employee Benefits	34	8,705	12,693
Unearned Revenue	35	2,458	791
Loans	36	4,177	3,187
Provisions	37	245	217
Lease Liabilities	38	694	-
<b>Total Current Liabilities</b>		<b>27,248</b>	27,114
<b>Non-Current Liabilities</b>			
Employee Benefits	34	10,334	2,988
Loans	36	50,106	34,954
Provisions	37	5,204	4,750
Lease Liabilities	38	10,625	-
<b>Total Non-Current Liabilities</b>		<b>76,269</b>	42,692
<b>Total Liabilities</b>		<b>103,517</b>	69,806
<b>Net Assets</b>		<b>2,029,109</b>	1,764,974
<b>Equity</b>			
Reserves	39	962,413	684,938
Retained Earnings		1,066,696	1,080,036
<b>Total Equity</b>		<b>2,029,109</b>	1,764,974

This statement should be read in conjunction with the accompanying notes.

## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2020

	Note	2019–20 Actual \$'000	2019–20 Budget \$'000	2018–19 Actual \$'000
<b>Recurrent Expenses</b>				
Employee Costs	5	(61,656)	(61,192)	(58,562)
Materials and Services		(34,927)	(36,416)	(35,448)
Depreciation and Amortisation	6	(24,983)	(22,032)	(21,273)
Finance Costs	7	(1,993)	(2,334)	(1,275)
State Fire Commission Levies		(11,388)	(11,388)	(10,741)
Other	8	(8,043)	(7,484)	(75,023)
		<b>(142,990)</b>	<b>(140,846)</b>	<b>(202,322)</b>
<b>Recurrent Income</b>				
Rates and Charges		88,745	88,394	84,782
Grants and Donations	10(a)	3,533	1,786	3,702
Fines		6,480	8,463	6,502
Rendering of Services		31,304	34,500	33,072
Distributions from TasWater		1,086	2,172	2,172
Interest		380	930	752
Rents		2,533	3,714	3,431
Volunteer services		126	-	-
		<b>134,187</b>	<b>139,959</b>	<b>134,413</b>
<b>Capital Income</b>				
Capital grants received specifically for new or upgraded assets	10(b)	2,028	550	1,459
Net gain on disposal of property, plant and equipment	11	126	-	19
Contributed property, plant and equipment		2,163	-	2,114
		<b>4,317</b>	<b>550</b>	<b>3,592</b>
<b>Total Income</b>		<b>138,504</b>	<b>140,509</b>	<b>138,005</b>
<b>Surplus / (Deficit)</b>	9	<b>(4,486)</b>	<b>(337)</b>	<b>(64,317)</b>
<b>Other Comprehensive Income</b>				
<i>Items that will not be reclassified to surplus or deficit:</i>				
Adjustment to fair value of investment in TasWater	12	(44,330)	-	24,123
Net PP&E revaluation increments / (decrements)	13	318,429	-	49,405
Defined-benefit superannuation plan actuarial gains/ (losses)	34	(2,883)	-	(3,737)
<b>Total other comprehensive income</b>		<b>271,216</b>	<b>-</b>	<b>69,791</b>
<b>Comprehensive Income for the period</b>		<b>266,730</b>	<b>(337)</b>	<b>5,474</b>

This statement should be read in conjunction with the accompanying notes. Budget numbers are not audited.

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2020**

Note	Total		Retained Earnings		Reserves	
	2019–20 \$'000	2018–19 \$'000	2019–20 \$'000	2018–19 \$'000	2019–20 \$'000	2018–19 \$'000
Balance at beginning of period	1,764,974	1,759,500	1,080,036	1,144,856	684,938	614,644
Adjustment due to AASB 15 adoption 2(a)	(660)		(660)			
Adjustment due to AASB 16 adoption 2(a)	(1,209)	-	(1,209)	-	-	-
Adjustment due to AASB 1058 adoption 2(a)	(726)	-	(726)	-	-	-
Restated opening balance	1,762,379	1,759,500	1,077,441	1,144,856	684,938	614,644
Net Adjustment Relating to Recognition of Assets	-	-	-	-	-	-
Comprehensive Result for the period	266,730	5,474	(7,369)	(68,054)	274,099	73,528
Transfers to reserves 39	-	-	(29,359)	(25,606)	29,359	25,606
Transfers from reserves 39	-	-	25,983	28,840	(25,983)	(28,840)
Balance at end of period	<b>2,029,109</b>	1,764,974	<b>1,066,696</b>	1,080,036	<b>962,413</b>	684,938

This statement should be read in conjunction with the accompanying notes.

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020

	Note	2019–20 Actual \$'000	2019–20 Budget \$'000	2018–19 Actual \$'000
<b>Cash Flows from Operating Activities</b>				
<i>Receipts</i>				
Rates		86,717	88,260	84,664
Rendering of services (inclusive of GST)		35,832	37,774	35,429
Interest		406	930	787
Grants (inclusive of GST)		3,493	1,878	3,821
Rents (inclusive of GST)		2,687	4,078	3,751
Fines		5,994	8,463	5,995
Distributions from TasWater		1,086	2,172	2,172
Net GST refund		4,738	2,993	5,470
Other receipts (inclusive of GST)		881	90	681
		141,834	146,638	142,770
<i>Payments</i>				
Employee costs		(60,787)	(59,875)	(57,173)
Payments to suppliers (inclusive of GST)		(40,555)	(43,337)	(48,071)
Interest		(1,986)	(2,247)	(937)
Other payments (inclusive of GST)		(15,824)	(16,262)	(15,628)
		(119,152)	(121,721)	(121,809)
<b>Net Cash Flow from Operating Activities</b>	40	<b>22,682</b>	24,917	20,961
<b>Cash Flows from Investing Activities</b>				
<i>Proceeds</i>				
Grants		1,501	550	1,459
Investments		16,300	-	44,000
Sales of Property		185	-	12
Sales of Plant and Equipment		945	900	824
		18,931	1,450	46,295
<i>Payments</i>				
Investments		(10,300)	-	(42,300)
Infrastructure — Employee Costs		(4,007)	(5,010)	(4,668)
Infrastructure and Facilities — Other		(31,309)	(27,687)	(43,907)
Property		(257)	-	-
Plant and Equipment		(6,318)	(4,740)	(4,330)
		(52,191)	(37,437)	(95,205)
<b>Net Cash Flow from/(used in) Investing Activities</b>		<b>(33,260)</b>	(35,987)	(48,910)
<b>Cash Flows from Financing Activities</b>				
Proceeds from Borrowings		20,000	20,000	20,000
Repayment of Borrowings		(3,858)	(3,194)	(2,070)
Repayment of lease liabilities (principal repayments)		(713)	-	-
<b>Net Cash Flow from/(used in) Financing Activities</b>	41	<b>15,429</b>	16,806	17,930
<b>Net Increase (Decrease) in Cash Held</b>		4,851	5,736	(10,019)
<b>Cash Held at the Beginning of the Year</b>		13,825	13,825	23,844
<b>Cash held at the End of the Year</b>	16	<b>18,676</b>	19,561	13,825

This statement should be read in conjunction with the accompanying notes. Budget numbers are not audited.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A) LOCAL GOVERNMENT REPORTING ENTITY

All funds through which Council controls resources to carry out its functions have been included in the financial statements of the Council.

The financial report of the Council incorporates only those items over which the Council has control.

Amounts received as tender deposit and retention amounts controlled by the Council are disclosed separately within current liabilities.

#### B) BASIS OF PREPARATION

This financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board such as Interpretations, and the *Local Government Act 1993*.

Council has determined that it does not have profit generation as a prime objective. Consequently, where appropriate, Council has elected to apply options and exemptions within accounting standards that are applicable to not-for-profit entities.

The financial report has been prepared on the accrual basis under the convention of historical cost accounting and does not take into account changing money values, except in relation to some non-current assets which are stated at current valuations.

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

Judgements made by management that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable, in the relevant notes to the

financial statements. Significant assumptions and judgements were made in determining the values of employee provisions and superannuation liabilities (detailed in note 1(g)) and the fair value of property, plant and equipment, including useful lives and depreciation (detailed in note 1(i)).

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

Where necessary, comparative information has been reclassified to achieve consistency in disclosure with current financial year amounts and other disclosures.

#### C) REVENUE RECOGNITION

Council has adopted AASB 15 *Revenue from Contracts with Customers* and AASB 1058 *Income of Not-for Profit Entities*, applicable from 1 July 2019.

Revenue is recognised to the extent that it is probable that the economic benefit will flow to Council, and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

##### *Rates and Charges*

Council recognises revenue from rates and annual charges for the amount it is expected to be entitled to at the beginning of the rating period to which they relate, or when the charge has been applied. Rates and charges received in advance are recognised as a financial liability until the beginning of the rating period to which they relate.

For prior periods, rates and annual charges were recognised as revenues when Council obtained control over the assets comprising the rates and charges. Control over assets acquired from rates was obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.



### *Grants*

Council recognises untied grant revenue and grants without performance obligations when received. In cases where funding includes specific performance obligations or is to acquire or construct a recognisable non-financial asset, a liability is recognised for funds received in advance and recognises income as obligations are fulfilled.

The performance obligations are varied based on the agreement.

Each performance obligation is considered to ensure that the revenue recognition reflects the transfer of control, and within grant agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the contract. Where control is transferred over time, generally the input methods being either costs or time incurred are deemed to be the most appropriate methods to reflect the transfer of benefit.

For construction projects, this is generally as the construction progresses in accordance with costs incurred since this is deemed to be the most appropriate measure of the completeness of the construction project as there is no profit margin.

For prior periods, grants were recognised as revenue when Council obtained control over the assets, namely the receipts. Control over granted assets was normally obtained upon their receipt or upon prior notification that a grant had been secured, and the timing of commencement of control depended upon the arrangements that exist between the grantor and Council.

### *Donations and Other Contributions*

Council recognises donations and other contributions without performance obligations when received. In cases where the contributions are for a specific purpose to acquire or construct a recognisable non-financial asset, a liability is recognised for funds

received in advance and income recognised as obligations are fulfilled.

For prior periods, donations and other contributions were recognised as revenue when Council obtained control over the assets, namely the contributions. Donations and other contributions were recognised at the fair value of the assets received.

### *Rendering of Services*

Council recognises revenue from services when or as the performance obligation is completed and the customer receives the benefit of the goods / services being provided. Where an upfront fee is charged such as membership fees for the DKHAC, the fee is recognised on a straight-line basis over the expected life of the membership. Licences granted by Council are all either short-term or low value and all revenue is recognised at the time that the licence is granted rather than the term of the licence.

For prior periods, where a contract had been completed, all related revenue was recognised when Council controlled a right to be compensated for the services provided. Where a contract had not been completed, revenue was recognised only to the extent of costs incurred. Contracts generally arise as a result of requests for work to be carried out at a property-owner's expense, or from compulsory works carried out by Council pursuant to legislation.

### *Sale of Assets*

Revenue is recognised when control of the assets has passed to the buyer.

### *Fines*

Revenue is recognised when Council controls a right to receive consideration for the enforcement of legislation and Council by-laws.

### *Rents, Interest and Dividends*

Revenue is recognised when Council has attained control of a right to receive consideration for the provision of, or investment in, assets.

### *Volunteer Services*

Council recognises the inflow of resources in the form of volunteer services where the fair value of those services can be reliably measured and Council would have purchased those services if they had not been donated.

#### **D) CASH AND CASH EQUIVALENTS (NOTE 16)**

For the purposes of the Cash Flow Statement, cash includes cash on hand, cash at bank, deposits at call and highly liquid investments with short periods to maturity, net of outstanding bank overdrafts.

#### **E) INVENTORIES (NOTE 17)**

Stock is valued at historical cost using the weighted average cost method. Stock is reviewed annually and an appropriate provision for obsolete stock is made.

#### **F) FINANCIAL ASSETS (NOTES 12 AND 18)**

Investments are recognised and derecognised on trade date where purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned, and are initially measured at fair value, net of transaction costs.

Investments in associates are accounted for under the equity method.

Council has classified its ownership interest in TasWater as an equity investment at fair value through other comprehensive income. Subsequent changes in fair value are reflected in the reserve and will not be reclassified through the profit or loss when derecognised.

All other financial assets are classified as "trade and other receivables" and are recorded at amortised cost less impairment. The collectability of debts is assessed at year-end and an allowance is made for impairment on an expected credit loss (ECL) basis. When determining whether the credit risk has increased significantly since initial recognition, and when estimating the ECL, Council considers reasonable and supportable information that is relevant and available

without undue cost or effort. This includes both quantitative and qualitative information and analysis based on Council's historical experience, an informed credit assessment and forward-looking information.

Penalty and interest are charged on outstanding rates in accordance with section 128(c) of the *Local Government Act 1993*.

#### **G) EMPLOYEE BENEFITS (NOTE 34)**

##### *Wages and salaries, annual leave, long service leave and sick leave*

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave and sick leave when it is probable that settlement will be required and they are capable of being measured reliably. Provision is also made for related superannuation contributions.

Provisions made in respect of employee benefits which fall due wholly within 12 months after the end of the period in which the employees rendered the related service, are measured at their nominal values using remuneration rates expected to apply at the time of settlement. Other provisions are measured at the present value of the estimated future cash outflows to be made in respect of services provided by employees up to the reporting date.

Discount rates used are those attaching to national government guaranteed securities at balance date which most closely match the terms to maturity of the related liabilities.

In determining "pre-conditional" long service leave entitlements, the amount of cash outflows required to be made by Council in the future have been estimated on a group basis after taking into consideration Council's experience with staff departures.

The liability for employee entitlements to sick leave is equivalent to 17.5% of total accumulated sick leave entitlements at the reporting date because this amount is payable to employees on retirement or resignation.

### *Superannuation*

Council contributes to two superannuation plans in respect of its employees - a defined contribution plan and a defined-benefit plan.

Superannuation expense for the reporting period in respect of the defined contribution plan is the amount paid and payable to members' accounts in respect of services provided by employees up to the reporting date.

For the defined-benefit plan, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each reporting date. Actuarial gains and losses are recognised in full in the period in which they occur, and are included in 'other comprehensive income'.

Past service cost is recognised immediately to the extent that the benefits are already vested, and otherwise is amortised on a straight-line basis over the average period until the benefits become vested.

The defined-benefit obligation recognised in the statement of financial position represents the present value of the defined-benefit obligation, adjusted for unrecognised past service cost, net of the fair value of plan assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the plan.

### **H) PROVISIONS (NOTE 37)**

Provisions are recognised when Council has a present obligation, the future sacrifice of economic benefits is probable, and the amount of the provision can be measured reliably.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

When some or all of the economic benefits required to settle a provision are expected to

be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that recovery will be received and the amount of the receivable can be measured reliably.

### **I) PROPERTY, PLANT AND EQUIPMENT (NOTES 21–31)**

#### *Acquisition*

Purchases of property, plant and equipment are initially recorded at cost. Cost is defined as the purchase consideration plus any costs incidental to the acquisition.

Right-of-use assets are initially recorded at cost, see note 1(j) for further details.

The cost of property, plant and equipment constructed by Council includes the cost of all materials, direct labour and related labour overheads consumed in the construction.

#### *Revaluations*

Plant and equipment, the valuation roll and right-of-use assets are recorded at cost. All other property, plant and equipment is revalued with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the reporting date.

When the carrying amount of a class of assets is increased as a result of a revaluation, the net revaluation increase is recognised in other comprehensive income and accumulated in equity under the heading of asset revaluation reserve. However, the net revaluation increase is recognised in profit or loss to the extent that it reverses a net revaluation decrease of the same class of assets previously recognised in surplus or deficit.

When the carrying amount of a class of assets is decreased as a result of a revaluation, the net revaluation decrease is recognised in profit or loss. However, the net revaluation decrease is recognised in other comprehensive income to the extent of any credit balance existing in the asset revaluation reserve in respect of that same class of assets.

Revaluation increases and decreases relating to individual assets within a class of property, plant and equipment are offset against one

another within that class but are not offset in respect of assets in different classes.

Where indexation adjustments have been applied to land values, these have been calculated by reference to land value adjustment factors published annually by the Department of Primary Industries, Parks, Water and Environment, in accordance with the *Valuation of Land Act 2001*.

Where indexation adjustments have been applied to other asset values, these have been calculated by reference to the 'council cost index' published annually by the Local Government Association of Tasmania (LGAT).

Note 50 details Council's approach to revaluing each class of property, plant and equipment. Where progressive revaluations have been employed for items of property, plant and equipment, revaluation of the particular asset class is completed within a three-year period.

Current cost in relation to an asset means the lowest cost at which the gross service potential of that asset could be obtained in the normal course of operations.

The carrying amount of each asset whose service potential is related to its ability to generate net cash inflows is reviewed at balance date to determine whether such carrying amount is in excess of its recoverable amount. If the carrying amount of an asset of the type mentioned exceeds recoverable amount, the asset is written-down to the lower amount. In assessing recoverable amounts, the relevant cash flows have not been discounted to their present value.

No provision is made for capital gains tax liability in respect of revalued assets because Council is not subject to this tax.

### Depreciation

All items of property, plant and equipment having a limited useful life are systematically depreciated over their useful lives in a manner which reflects the consumption of the service potential embodied in those assets. Land is considered to have an unlimited useful life and therefore is not depreciated. Residual values are assumed to be zero except for some plant and equipment assets.

Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the beginning of the first reporting period following completion.

Useful lives are estimated on a time basis and are reviewed periodically. The straight-line method is employed for all assets. Ranges of useful lives for major asset classes are:

Asset Class	Range
<b>Buildings</b>	
Halls	125–150
Car Parks	150
Grandstands and Change Rooms	40–150
Public Conveniences	100
Depot Buildings	40–150
Administrative Offices	100–150
Other	40–150
<b>Land Improvements</b>	
Landscaping	5–100
External Playing Surfaces	3–100
Other	3–100
<b>Other Structures</b>	
Furniture & Signs	3–100
Drainage Structures	10–100
Playground Equipment	3–40
Fountains	10–80
Other	5–100
<b>Right-of-Use Assets</b>	
Buildings	10–20
<b>Pipes, Drains &amp; Rivulets</b>	
Water Mains	15–131
Irrigation	10–85
Sewer Mains	20–80
Stormwater Mains	10–134
Rivulets	20–120
<b>Plant &amp; Equipment</b>	
Heavy Plant and Equipment	5–20
Fleet Vehicles	3–10
Minor Plant	3–43
Furniture and Office Equipment	2–40

Asset Class	Range
<b>Roads &amp; Bridges</b>	
Sealed Roads	17–150
Bridges	20–100
Footpaths, Kerbs and Gutters	10–100
Cycleways & Tracks	10–85
<b>Other</b>	
Valuation Roll	6
Infrastructure Plant	3–100

### Monuments

Council controls a number of monuments but has elected not to recognise these on the basis that they cannot be reliably measured.

## J) LEASES (NOTES 29, 38 AND 44)

### Finance Leases as lessee

#### i) Right-to-Use Assets

In contracts where Council is a lessee, Council recognises a right-of-use asset and a lease liability at the commencement date of the lease, unless the short-term or low-value exemption is applied.

A right-of-use asset is initially measured at cost comprising the initial measurement of the lease liability adjusted for any lease payments made before the commencement date (reduced by lease incentives received), plus initial direct costs incurred in obtaining the lease and an estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

Right-of-use assets are disclosed as part of property, plant and equipment, see note 1(i). Council applies AASB 136 to determine whether a right-of-use asset is impaired and accounts for any identified impairment loss as described in the aforesaid note.

Right-of-use assets are depreciated over the shorter period of the lease term and useful life of the underlying asset. If the ownership of the underlying asset is transferred or the cost of the right-of-use asset reflects that Council expects to exercise a purchase option, the

related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

#### ii) Concessionary leases

Council has elected to measure a class (or classes) of right-of-use assets arising under 'concessionary leases' at initial recognition at cost, in accordance with AASB 16.23–25.

These leases have significantly below-market terms and conditions principally to enable Council to further its objectives.

Details of the nature and term of Council's leases are described below.

- UTAS Melville Street: Level 2 of the UTAS facility is leased for the purposes of carpark operations. The cost of this lease is \$1 and was payable at the commencement of the lease on 30 August 2018. The lease term is 10 years. The facility must be used for its purpose and ensure there are no actions that will negatively impact the student amenity.
- Crown Leases at South Hobart Badminton Centre: The Badminton Centre area is leased, via four leases, for the purposes of providing public space and recreation. The cost of each lease is \$0.11 per annum, if demanded. The lease terms are:
  1. Commenced 1 August 1957 for a term of 103 years.
  2. Commenced 1 August 1957 for a term of 99 years.
  3. Commenced 1 January 1966 for a term of 99 years.
  4. Commenced 1 October 1969 for a term of 99 years.

The space must be used for its purpose and ensure there are no actions that will negatively impact the site.

- Crown Lease at Purdys Mart Lane: This area is leased for the purposes of providing a public walkway. The cost of this lease is \$0.11 per annum, if demanded. The lease commenced on 1 November 1996 for a term of 50 years. The space must be used for its purpose and ensure there are no actions that will negatively impact the area.

- Crown Lease at Brooke Street: An area is leased for the purposes of providing car parking space. The cost of this lease is \$0.11 per annum, if demanded. The lease commenced on 1 April 2000 for a term of 21 years. The space must be used for its purpose and ensure there are no actions that will negatively impact the area.
- Crown Lease at Queens Domain: An area is leased for the purposes of providing a boat ramp, jetty and public space. The cost of this lease is \$1.10 per annum, if demanded. The lease commenced on 1 November 2009 for a term of 30 years. The space must be used for its purpose and ensure there are no actions that will negatively impact the area.
- Crown Lease at Purdon & Featherstone Reserve: This area is leased for the purposes of providing a public space. The cost of this lease is \$1.10 per annum, if demanded. The lease commenced on 1 April 2013 for a term of 10 years. The space must be used for its purpose and ensure there are no actions that will negatively impact the area.
- Crown Lease at Davies Avenue, Queens Domain: An area is leased for the purposes of providing a walking track and public space. The cost of this lease is \$1.10 per annum, if demanded. The lease commenced on 1 October 2014 for a term of 10 years. The space must be used for its purpose and ensure there are no actions that will negatively impact the area.
- Crown Lease at Royal Hobart Bowling Club: An area is leased for the purposes of providing a bowling club space. The cost of this lease is \$1.10 per annum, if demanded. The lease commenced on 1 October 2016 for a term of 10 years. The space must be used for its purpose and ensure there are no actions that will negatively impact the area.

### iii) Lease liability

The lease liability is measured at the present value of outstanding payments at balance date, discounted by using the rate implicit in the lease. Where this cannot be readily determined then Council's incremental borrowing rate for a similar term with similar security is used.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made.

### iv) Short term leases and leases of low-value Lease liability

Council has elected not to recognise right-of-use assets and lease liabilities for short-term leases i.e. leases with a lease term of 12 months or less and leases of low-value assets i.e., when the value of the leased asset when new is \$10 000 or less. Council recognises these leases as operating leases.

### Operating Leases as lessee (2018–19)

Leases in which a significant portion of the risks and rewards of ownership are not transferred to Council as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straight-line basis over the period of the lease.

Council leases several parcels of Crown land under lease agreements with the State Government. Generally, these leases do not reflect commercial arrangements, are long-term and have minimal lease payments. Crown land is recognised as an asset in the Statement of Financial Position and carried at fair value when Council establishes that it has control over the land, and will derive economic benefits from it.

### Operating Leases as lessor

Council owns a range of facilities that are available for lease by not-for-profit sport, recreational and community organisations. Generally, leases to not-for-profit organisations do not reflect commercial arrangements and have minimal lease payments. Land and buildings which are leased under these arrangements are recognised within property, plant and equipment in the Statement of Financial Position, and associated rental income is recognised in accordance with Council's revenue recognition policy.

Furthermore, Council leases some of its land and buildings on commercial terms which may include incentives for the lessee to enter into the agreement, for example a rent-free period or discounted rent. Council does not account for the cost of incentives because the amounts are unlikely to be material and/or cannot be reliably measured. Rental income is recognised in accordance with Council's revenue recognition policy.

Where leasing of a property is incidental to Council's use of it, the associated land and buildings are recognised within property, plant and equipment in the Statement of Financial Position, and valued in accordance with Council's valuation policy.

#### **K) FINANCIAL LIABILITIES (NOTES 32, 33 AND 36)**

Financial liabilities are measured initially at fair value plus any transaction costs that are directly attributable to the issue of the financial liability. After initial recognition, all financial liabilities are measured at amortised cost using the effective interest method.

Liabilities are recognised for amounts to be paid in the future for goods and services received, whether billed or not. The amounts are unsecured and are usually paid within 30 days of recognition.

Council has issued a number of debt instruments which are secured by revenues of the Council. Repayments are made semi-annually in arrears, and interest expense is accrued at the contracted rate and included in payables.

#### **L) HERITAGE ACCOUNT (NOTES 15 AND 16)**

On 16 July 1999, the *National Trust Preservation Fund (Winding-up) Act 1999* (the Act) commenced. The purpose of the Act was to provide for the winding-up of the National Trust Preservation Fund (Preservation Fund) and the distribution of the monies held in that fund. The Act required the Hobart City Council to establish a Heritage Account, into which the Minister transferred one-half of the monies contained in the Preservation Fund.

On 15 December 1999, Council established the required Heritage Account with Perpetual Trustees Tasmania Limited, and the Minister transferred an amount of \$1,216,205 to that account.

The Act requires that funds transferred into the Heritage Account be applied for the provision of financial or other assistance in relation to an entry in either the National Trust register kept by the National Trust of Australia (Tasmania), or the Tasmanian Heritage Register.

In order to satisfy its responsibilities under the Act, Council has established a Heritage Account Special Committee as a Special Committee of Council pursuant to section 24 of the *Local Government Act 1993*.

#### **M) GOODS AND SERVICES TAX (GST)**

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

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

#### **N) BUDGET**

Estimated revenues and expenses in the Statement of Comprehensive Income, and estimated receipts and payments in the Statement of Cash Flows, represent original budget amounts, and are not audited.

#### **O) ROUNDING**

Amounts shown in the financial statements are rounded to the nearest thousand dollars. This may result in minor variations between schedules.

## 2. CHANGES IN ACCOUNTING POLICIES, ACCOUNTING ESTIMATES AND RECLASSIFICATION OF PRIOR PERIOD

### A) NEW AND REVISED ACCOUNTING STANDARDS AND INTERPRETATIONS ADOPTED IN THE CURRENT PERIOD

Council has adopted the following new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board which are relevant to its operations and effective for the current reporting period:

#### *AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities*

Council adopted AASB 15 and AASB 1058 using the modified retrospective method of transition, with the date of initial application of 1 July 2019. In accordance with the provisions of this transition approach, Council recognised the cumulative effect of applying these new standards as an adjustment to opening Retained Earnings at the date of initial application, i.e., 1 July 2019. Consequently, the comparative information presented has not been restated and continues to be reported under the previous standards on revenue and income. In addition, Council has applied the practical expedients and elected to apply these standards retrospectively only to contracts and transactions that were not completed contracts at the date of initial application.

As Council has applied the modified retrospective approach, it has applied the practical expedient described in AASB 15.C5(c) for all contract modifications that occurred before the application date. In doing so Council did not retrospectively restate the contract for those modifications in accordance with AASB 15.20-21. Instead, Council reflected the aggregate effect of all of the modifications that occurred before the beginning of the earliest period presented when:

- Identifying the satisfied and unsatisfied performance obligations
- Determining the transaction price
- Allocating the transaction price to the satisfied and unsatisfied performance obligation

AASB 15 introduces a five-step process for revenue recognition, with the core principle of the new standard being for entities to recognise revenue to depict the transfer of goods or services to customers in amounts that reflect the consideration (that is, payment) to which the entity expects to be entitled in exchange for those goods or services.

The impact of the new standard has changed the timing of revenue recognition, treatment of contract costs and contracts which contain a financing element. Under the new income recognition model applicable to not-for-profit entities, Council determines whether an enforceable agreement exists and whether the promises to transfer goods or services to the customer are 'sufficiently specific'. If an enforceable agreement exists and the promises are 'sufficiently specific' (to a transaction or part of a transaction), Council applies the general AASB 15 principles to determine the appropriate revenue recognition. If these criteria are not met, Council considers whether AASB 1058 applies.

AASB 1058 supersedes all the income recognition requirements relating to Council, previously in AASB 1004 *Contributions*. The timing of income recognition under AASB 1058 depends on whether a transaction gives rise to a liability or other performance obligation, or a contribution by owners, related to an asset (such as cash or another asset) received.

AASB 1058 applies when Council receives volunteer services or enters into other transactions in which the consideration to acquire an asset is significantly less than the fair value of the asset, and where the asset is principally to enable Council to further its objectives. In cases where Council enters into other transactions, Council recognises and measures the asset at fair value in accordance with the applicable Australian Accounting Standard (e.g. AASB 116 *Property, Plant and Equipment*).

If the transaction is a transfer of a financial asset to enable Council to acquire or construct a recognisable non-financial asset to be



controlled by Council (i.e. an in-substance acquisition of a non-financial asset), Council recognises a liability for the excess of the fair value of the transfer over any related amounts recognised. Council will recognise income as it satisfies its obligations under the transfer, similarly to income recognition in relation to performance obligations under AASB 15 as discussed above.

AASB 1058 also encompasses non-contractual statutory income such as rates, taxes and fines. Council previously recognised income when received. Under AASB 1058, income is recognised when the taxable event has occurred. An impact for Council is that prepaid rates received prior to the beginning of a rating period, have now been recognised as a financial liability until the commencement of that rating period. The impact to Council has been that revenue previously recognised when received from rates and charges in advance as disclosed in note 14 is now recorded as a

liability, with revenue recognition deferred until the commencement of the applicable rating period.

The impact on transition is summarised below.

At 1 July 2019		\$'000
<b>Rates received in advance in prior period</b>		
Retained Earnings		726
Unearned Revenue		-726
<b>Grants deferred in relation to prior period</b>		
Retained Earnings		660
Unearned Revenue		-660

The table below highlights the impact of adopting AASB 15 and AASB 1058 on the Statement of Comprehensive Income and Statement of Financial Position. There was no material impact on Council's Statement of Cash Flows.

#### At 30 June 2020 Statement of Comprehensive Income (Extract)

Financial Statement Line Item Affected	Note	Amounts under AASB 118 & 1004 \$'000	Adjustment \$'000	Amounts under AASB 15 & 1058 \$'000
<b>Recurrent Income</b>				
Rates and Charges		88,979	(234)	88,745
Grants and Donations	10(a)	3,530	3	3,533
<b>Recurrent Income</b>				
Capital grants received specifically for new or upgraded assets	10(b)	2,305	(277)	2,028

#### Statement of Financial Position (Extract)

Financial Statement Line Item Affected	Note	Amounts under AASB 118 & 1004 \$'000	Adjustment \$'000	Amounts under AASB 15 & 1058 \$'000
<b>Current Liabilities</b>				
Unearned Revenue		-	1,894	1,894
<b>Equity</b>				
Retained earnings		1,065,310	1,386	1,066,696

## AASB 16 Leases

AASB 16 introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligations to make lease payments.

Council has applied this standard from 1 July 2019 using a retrospective approach (partial) with cumulative catch-up. This does not require Council to restate comparative figures, but does require the presentation of both qualitative and quantitative disclosures for affected items, along with a corresponding adjustment to the opening balance of Retained Earnings for transitional effects of remeasurement.

Council has elected to measure a class of right-of-use assets arising under 'peppercorn (Concessionary) leases at initial recognition at cost, in accordance with AASB 16.23-25, which incorporates the amount of initial measurement of the lease liability.

AASB 16 has resulted in Council's operating leases being brought onto the Statement of Financial Position.

The calculation of the lease liability has taken into account appropriate discount rates, assumptions about the lease term, and increases in lease payments. A corresponding right-to-use asset has been recognised, which has been amortised over the term of the lease. Rent expense is no longer shown. The profit and loss impact of the leases has been through amortisation and interest charges. Council's current operating lease expenditure is shown at note 44. In the Statement of Cash Flows lease payments have been shown as cash flows from financing activities instead of operating activities.

### a) *Impact of the new definition of a lease*

Council has made use of the practical expedient available on transition to AASB 16 not to reassess whether a contract is or contains a lease. Instead contracts containing a

lease under AASB 117 or Interpretation 4 at transition will continue to be applied to those contracts entered or modified before 1 January 2019.

The change in definition of a lease mainly relates to the concept of control. AASB 16 determines whether a contract contains a lease on the basis of whether the customer has the right to control the use of an identified asset for a period of time in exchange for consideration. This is in contrast to the focus on 'risks and rewards' in AASB 117 and Interpretation.

### b) *Impact of lessee accounting*

#### i) *Former operating leases*

AASB 16 changes how Council accounts for leases previously classified as operating leases under AASB 17, which were off balance sheet.

Applying AASB 16, for all leases, Council:

- Recognises right-of-use of assets and lease liabilities in the Statement of Financial Position, initially measured at the present value of the future lease payments.
- Recognises depreciation of right-of-use assets and interest on lease liabilities in profit or loss.
- Separates the total amount of cash paid into a principal portion (presented within financing activities) and interest (presented within financing activities) in the Statement of Cash Flows.

Lease incentives (e.g. rent-free period) are recognised as part of the measurement of the right-of-use assets and lease liabilities, whereas under AASB 117 they resulted in the recognition of a lease incentive, amortised as a reduction of rental expenses generally on a straight-line basis. AASB 16 changes how Council accounts for leases previously classified as operating leases under AASB 17, which were off balance sheet.

Under AASB 16, right-of-use assets are tested for impairment in accordance with AASB 136.

#### ii) *Former finance leases*

AASB 16 requires that Council recognises as part of its lease liability only the amount expected to be payable under a residual value

guarantee, rather than the maximum amount guaranteed as required by AASB 117. This change did not have a material effect on the Council's financial statements.

*iii) Lessor accounting*

Lessor accounting under AASB 16 remains largely unchanged. For finance leases, the lessor recognises a receivable equal to the net investment in the lease. Lease receipts from operating leases are recognised as income either on a straight-line basis or another systematic basis where appropriate. However, AASB 16 has changed and expanded the disclosures required, in particular with regard to how a lessor manages the risks arising from its residual interest in leased assets.

Under AASB 16, an intermediate lessor accounts for the head lease and sub-lease as two separate contracts. The intermediate lessor is required to classify the sub-lease as a finance or operating lease by reference to the right-of-use asset arising from the head lease (and not by reference to the underlying asset as was the case under AASB 117).

On transition to AASB 16, Council recognised additional right-of-use assets and additional lease liabilities, recognising the difference in Retained Earnings. The impact on transition is summarised below.

At 1 July 2019	\$'000
Right-of-use assets	9,795
Lease liabilities	(11,004)
Retained Earnings	1,209

**Reconciliation of operating lease commitments under AASB 117 and lease liabilities under AASB 16**

As a lessee, the weighted average incremental borrowing rate applied to lease liabilities recognised in the Statement of Financial Position on the date of initial application was 2.80%. The difference between the operating lease commitments disclosed previously by applying AASB 117 and the value of the lease liabilities recognised under AASB 16 on 1 July 2019 as disclosed in note 44 is explained as follows:

	\$'000
Operating lease commitments disclosed as at 30 June 2019	14,217
Discounted using Council's weighted average incremental borrowing rate of 2.80%	10,676
Adjustments relating to changes in the index or rate	328
Lease liability recognised as at 1 July 2019	11,004

*AASB 2018-8 Amendments to Australian Accounting Standards – Right-of-Use Assets of Not-for-Profit Entities*

For leases that have significantly below-market terms and conditions principally to enable the entity to further its objectives (commonly known as concessionary leases or peppercorn leases), AASB 1058 and AASB 16 require lessees to measure these right-of-use assets at initial recognition at fair value (based on AASB 13), the lease liability per AASB 16 and the difference to be accounted as income upfront.

AASB 2018-8 provides a temporary option for lessees to elect to measure a class (or classes) of right-of-use assets arising under 'concessionary leases' at initial recognition, at either fair value or cost. If the lessee chooses the cost option, additional disclosures are required for each material 'concessionary / peppercorn lease' on the nature and terms and the entity's dependence on such leases.

Council has applied AASB 2018-8 from 1 July 2019.

Council has conducted an analysis of the lease arrangements and notes that some of its leases are at-market and some at significantly below-market terms and conditions (concessionary leases).

The at-market leases are accounted for under AASB 16 (refer to earlier section on the discussion of impact of application for AASB 16).

For the concessionary leases, Council has elected to make use of the temporary option under AASB 2018-8 to measure the right-of-use assets at cost on initial recognition. As the amount of the concessionary lease payments are immaterial, there is not a significant impact on the financial statements arising from the adoption of the cost option for the

concessionary leases. Council has also made the necessary disclosures in note 1(j)(ii) for the concessionary leases as required by AASB 16.Aus59.1-2.

### **C) NEW AND REVISED ACCOUNTING STANDARDS AND INTERPRETATIONS NOT YET ADOPTED**

Council has not yet applied the following Australian Accounting Standards and Interpretations which have been issued and are relevant to its operations, but are not yet effective. These will be applied from their application dates.

*AASB 1059 Service Concession Arrangements: Grantor*, applicable to annual reporting periods beginning on or after 1 January 2020.

This Standard addresses the accounting for a service concession arrangement by a grantor that is a public sector entity by prescribing the accounting for the arrangement from the grantor's perspective.

AASB 1059 defines a service concession as an arrangement that involves an operator:

- Providing public services related to a service concession asset on behalf of the grantor; and
- Managing at least some of those public services at its (i.e. the operator's) own discretion, rather than at the direction of the grantor.

Council does not currently have these types of arrangements and therefore this standard is unlikely to have an impact on Council.

### **D) RECLASSIFICATION OF PRIOR YEAR CASH**

During the current period, Council reclassified term deposits with a maturity greater than 3 months from Cash to Investments in order to comply with AASB 107 *Statement of Cash Flows*. In order to have comparability with the prior period, the 2018–19 comparatives were restated as follows:

- Cash has decreased by \$6.3 million.
- Investments have increased by \$6.3 million.

The restatement of each line item in the financial statements affected by the reclassification is in the following tables:

### Statement of Financial Position (Extract)

Financial Statement Line Item Affected	Note	2018–19 \$'000	Reclassification Adjustment \$'000	2018–19 Restated \$'000
<b>Current Assets</b>				
Cash and Cash Equivalents	16	20,125	(6,300)	13,825
Investments	20	-	6,300	6,300

### Statement of Cash Flows (Extract)

Financial Statement Line Item Affected	Note	2018–19 \$'000	Reclassification Adjustment \$'000	2018–19 Restated \$'000
<b>Cash Flows from Investing Activities</b>				
<i>Proceeds</i>				
Grants		1,459	-	1,459
Investments		-	44,000	44,000
Sales of Property		12	-	12
Sales of Plant and Equipment		824	-	824
		2,295	44,000	46,295
<i>Payments</i>				
Investments		-	(42,300)	(42,300)
Infrastructure - Employee Costs		(4,668)	-	(4,668)
Infrastructure and Facilities - Other		(43,907)	-	(43,907)
Plant and Equipment		(4,330)	-	(4,330)
		(52,905)	(42,300)	(95,205)
<b>Net Cash Flow from/(used in) Investing Activities</b>		<b>(50,610)</b>	<b>1,700</b>	<b>(48,910)</b>
<b>Net Increase (Decrease) in cash held</b>		<b>(11,719)</b>	<b>1,700</b>	<b>(10,019)</b>
<b>Cash Held at the Beginning of the Year</b>		<b>31,844</b>	<b>(8,000)</b>	<b>23,844</b>
<b>Cash held at the End of the Year</b>	16	<b>20,125</b>	<b>(6,300)</b>	<b>13,825</b>

**Note 16. Cash (Extract)**

	2018-19	Reclassification	2018-19
		Adjustment	Restated
	\$'000	\$'000	\$'000
<b>a) Definition of Cash</b>			
For the purpose of the Statement of Cash Flows, the following items comprise the cash balance at the end of the period:			
Term Deposits - 3 months or less	8,300	(6,300)	2,000
At Call	10,029	-	10,029
	18,329	(6,300)	12,029
Cash Advances	60	-	60
Cash at Bank	1,736	-	1,736
	<b>20,125</b>	<b>(6,300)</b>	<b>13,825</b>

**Composition of Cash**

The remainder of the Cash balance has been ear-marked for:

• Capital Works	9,057	(6,300)	2,757
• Provision of Public Open Space	16	-	16
• Bushland Acquisition	182	-	182
• Public Infrastructure Fund	1,750	-	1,750
• McRobies Gully Landfill Rehabilitation	3,670	-	3,670
• Queens Domain Facility upgrades	1,339	-	1,339
• Refundable Deposits	1,534	-	1,534
	17,548	(6,300)	11,248
	<b>20,125</b>	<b>(6,300)</b>	<b>13,825</b>

**Note 18b. Financial Instruments - Interest Rate Risk (Extract)**

	Floating Interest Rate	Fixed Interest Maturing in:			Non-Interest Bearing	Total	Weighted Average Interest Rate
		1 year or less	Over 1 to 5 years	More than 5 years			
Financial Assets	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	Rate
<b>2018-19 Previous</b>							
Cash and cash equivalents	11,765	8,300	-	-	60	20,125	2.16%
<b>2018-19 Reclassification</b>							
Cash and cash equivalents	-	(6,300)	-	-	-	(6,300)	
Investments	-	6,300	-	-	-	6,300	
<b>2018-19 Restated</b>							
Cash and cash equivalents	11,765	2,000	-	-	60	13,825	2.07%
Investments	-	6,300	-	-	-	6,300	2.36%

### 3. SIGNIFICANT EVENTS

#### A) SIGNIFICANT WEATHER EVENT

In May 2018, Hobart and surrounds experienced a major weather event causing significant flooding. The Council has progressively undertaken repairs to a number of assets damaged by this weather event. It was anticipated that the repairs would be completed by 30 June 2020, however a number of projects have been delayed as a result of COVID-19. As such the full financial impact to repair all of the damaged assets is yet to be realised.

The following is a summary of information as at 30 June:

- Reinstatement costs. During the period expenditure to repair assets to pre-disaster condition totalled \$8.454 million (prior year: \$2.517 million). \$8.218 million (prior year: \$1.409 million) of these costs were capital expenditure and \$0.236 million (prior year: \$1.108 million) were operating expenditure. \$0.225 million (prior year: \$0.954 million) of operating expenditure has been excluded from the calculation of the underlying result (see note 9).
- Including the previous periods, total emergency and clean-up costs incurred to 30 June 2020 are \$13.279 million, made up of \$10.103 million in capital expenditure and \$3.176 million in operating expenditure.
- Insurable losses. The Council is expecting a further payment of \$104 000 from the insurer for repairs to insured assets, bringing the total reimbursements to \$644 000, net of the insurance excess.
- Damage to essential public assets. The estimate of damage costs and clean-up costs is \$15 million. Recovery assistance is available for up to 75% of eligible expenditure under the Commonwealth Government's Natural Disaster Relief and Recovery Arrangements (NDRRA), via the State Department of Premier and Cabinet. Eligibility criteria and thresholds apply.
  - Three claims have been lodged under the NDRRA, amounting to \$4.87 million.
  - Two claims have been audited and the Council has received \$2.19 million in reimbursements.
  - The third claim amounting to \$1.79 million has been partially audited by the Tasmanian Audit Office.
- Damage to non-essential public assets. Damage to assets and clean-up costs not meeting the NDRRA definition of essential public assets has been estimated at approximately \$3.2 million. Council is able to be reimbursed \$2.4 million of eligible repair expenditure. The cost to repair these assets is included in the two claims above.
- McRobies Waste Management Centre was found to be ineligible to be considered an essential asset under the NDRRA. The Council will fully fund the non-insurable repair costs at the site.

#### B) COVID-19

During the second half of the reporting period, Tasmania was impacted by the COVID-19 virus.

As a result a number of Council venues closed, including the Doone Kennedy Hobart Aquatic Centre (DKHAC), Salamanca Market, Tasmanian Travel Information Centre, Mathers House, Youth ARC, playgrounds and sportsground.

The following activities were affected:

##### *Rendering of Services*

The Council adopted a supportive approach for organisations and individuals that needed to cancel events and refunded (or provided credits for) fees and charges on cancellations. Occupation licences for outdoor dining were waived from March to June 2020 and food licensing fees were waived for six months. For car parking, actions included extended time limits and grace periods applying to metered parking spots, closures and reduced hours of operation for Council car parks and free and / or discounted parking for Royal Hobart Hospital, other DHHS, Ambulance Tasmania, SES, Tasmanian Police and Australian Defence Force personnel. Revenue was further impacted by the cancellation of 129 long-term parking leases.

Revenue was negatively impacted in the order of \$3.20 million.

### Rents

The Tasmanian Government passed the *COVID-19 Disease Emergency (Commercial Leases) Regulations 2020* which gives effect to the Code of Conduct for commercial tenancies agreed by the National Cabinet in April. The regulations require parties to negotiate rent waivers or deferrals based on the commercial tenant's reduced income due to COVID-19.

While most leases for Council owned properties are on a 'peppercorn' basis, the Council does have some commercial tenants as well as community groups on reduced rents. The Council provided rental relief in the form of a grant for its tenants in financial hardship.

Revenue was negatively impacted in the order of \$1.18 million.

### Fines

With the reduction in car parking usage, there was also a reduction in fines being issued, resulting in revenue being negatively impacted in the order of \$1.98 million.

### TasWater Dividend

TasWater was unable to pay its shareholders the second half dividend resulting in a loss of \$1.09 million in revenue.

### Operational Expenditure

In response to the loss of income, operational expenditure was reduced in the order of \$1.29 million, net of the community support packages (see below). Any expenditure regarded as discretionary was removed or deferred. Specifically this included unspent salaries, all travel and accommodation, non-mandatory training, special projects which could be deferred. All casual and contract labour was reviewed and all non-essential arrangements were ceased. Recruitment was ceased, other than for critical roles, and stand down arrangements were implemented for the DKHAC.

### Community Support Package

At its meeting on 27 April 2020, the Council approved a \$3.5 million Community Support Package in response to the impact of COVID-19 on the Hobart community, some of the financial effects of which are included above. The package specifically included rates relief including waiving penalties and interest, negotiated payment plans, formal postponements and remissions on application and determined on a case-by-case basis in accordance with the Council's Financial Hardship Assistance policy.

As part of this assistance, the following was provided:

- 304 ratepayers sought a postponement of 2019–20 rates to 30 June 2020, amounting to \$117 000.
- The Council offered the following grants in response to the pandemic:
  - \$30 000 for a business e-commerce grant to help transition to e-commerce platforms, of which \$29 400 was paid.
  - \$22 000 was set aside for Quick Response Grants as an immediate response to assist the community, of which \$20 037 was paid.
  - \$120 000 for business professional assistance grants up to \$700 each, of which \$87 059 was paid.
  - \$160 000 was set aside for Community and Creative grants up to \$5000 each, of which \$162 900 was paid. These grants are for projects to commence from 1 July 2020 but to be lodged and assessed prior to 30 June 2020.



### *Total Effect*

	\$'000
Revenue Reduction	7,450
Community support offered in grants	299
Additional costs	606
Reduction in operations expenditure	(1,290)
<hr/> Total Negative Impact	<hr/> 7,065

### *Impact on Underlying Result*

As a result of COVID-19 Council has excluded from the calculation of the underlying result \$0.905 million of actual additional costs, community support offered in grants and assistance to customers, and refunds of previously paid rents, bookings and other revenue (see note 9).

If it were not for COVID-19, Council estimates its Underlying Result, as reported at note 9, would have been a \$0.967 million deficit rather than a \$7.127 million deficit.

#### 4. FUNCTIONS/ACTIVITIES OF THE COUNCIL

		Expenses	Revenues			Assets
		\$'000	Grants \$'000	Other \$'000	Total \$'000	\$'000
Public Order and Safety	2019–20	11,534	-	10,914	10,914	34
	2018–19	11,457	34	10,342	10,376	12
Health	2019–20	2,332	-	610	610	598
	2018–19	2,226	-	890	890	244
Welfare	2019–20	4,684	300	128	428	2,759
	2018–19	5,246	281	637	918	2,669
Community Amenities	2019–20	22,828	54	15,628	15,682	245,534
	2018–19	23,017	15	15,606	15,621	186,554
Recreation and Culture	2019–20	36,215	153	7,106	7,259	334,180
	2018–19	35,419	93	8,681	8,774	315,008
Parking	2019–20	12,861	5	21,648	21,653	106,432
	2018–19	13,675	-	23,095	23,095	91,598
Transport	2019–20	19,397	1,606	483	2,089	1,009,582
	2018–19	83,708	1,697	693	2,390	981,154
Economic Services	2019–20	5,782	150	1,654	1,804	1,430
	2018–19	6,493	150	2,238	2,388	1,995
Other (Not Attributed)*	2019–20	27,357	1,265	72,483	73,748	432,077
	2018–19	21,081	1,432	68,529	69,961	255,546
Total	2019–20	142,990	3,533	130,654	134,187	2,132,626
	2018–19	202,322	3,702	130,711	134,413	1,834,780

**Note:** Capital expenses and capital income are not included.

\* Rates and charges for Stormwater, Solid Waste Management and Fire have been attributed to functions, but general rates have not.

The activities relating to Council's functions are classified as follows:

PUBLIC ORDER AND SAFETY: fire prevention and emergency management.

HEALTH: food control, immunisation services and animal control.

WELFARE: youth services and aged care services.

COMMUNITY AMENITIES: solid waste management, stormwater drainage, public conveniences, street lighting, council-owned properties and administration of planning schemes.

RECREATION AND CULTURE: public halls, the DKHAC, recreation centres, parks and reserves, the nursery, and festivals.

PARKING: car parks and on-street parking.

TRANSPORT: roads, footpaths, bridges, and traffic signs.

ECONOMIC SERVICES: Salamanca Market and tourism promotion.

## 5. EMPLOYEE COSTS

	Note	2019-20 \$'000	2018-19 \$'000
Wages and Salaries		51,520	51,092
Workers Compensation		2,426	1,274
Annual Leave and Long Service Leave		4,828	3,863
Superannuation		6,450	6,105
Redundancies		439	896
		65,663	63,230
Less Amounts Capitalised		(4,007)	(4,668)
		<b>61,656</b>	58,562
Number of Employees (Full-time equivalent)		636	629

## 6. DEPRECIATION AND AMORTISATION

		2019-20 \$'000	2018-19 \$'000
Land Improvements		1,335	1,131
Buildings		2,653	2,290
Infrastructure Plant		867	722
Plant and Equipment		3,230	3,135
Pipes, Drains and Rivulets		2,030	1,781
Roads and Bridges		9,362	8,317
Other Structures		4,565	3,751
Right-of-Use Assets		795	-
Other Property, Plant and Equipment		146	146
		<b>24,983</b>	21,273

## 7. FINANCE COSTS

	Note	2019-20 \$'000	2018-19 \$'000
Interest on Loans		1,643	1,271
Landfill Restoration Provision	37	30	112
Dismantling Provision	37	2	-
Defined-benefit superannuation scheme	34	(9)	(108)
Interest - Lease Liabilities		327	-
		<b>1,993</b>	1,275

## 8. OTHER EXPENSES

	Note	2019-20 \$'000	2018-19 \$'000
Pensioner Rate Remissions		1,088	1,137
less : Reimbursements from Government	10	(1,060)	(1,054)
		28	83
Other Rate Remissions		102	11
Grants and Specific Purpose Benefits		3,022	3,474
Auditor General's Fee - Audit of the Financial Report		57	65
Other Audit Fees		77	89
Impairment of Receivables		256	447
Assets Written-off *		3,401	69,889
Obsolete Stock		-	3
Fringe Benefits Tax**		279	143
Land Tax		821	819
		<b>8,043</b>	75,023

\* Assets Written-off for 2018-19 includes \$67.352 million for writing off all roads, land under roads and footpaths associated with the transfer of ownership of Macquarie and Davey Streets and Brooker Avenue to the State Government.

\*\* Fringe Benefits Tax for 2018-19 includes a refund of \$118 000 relating to prior years.

## 9. UNDERLYING RESULT

Council's underlying result for the period is calculated by excluding those items included in surplus or deficit which are either capital in nature, non-recurring, or the result of contributions received in advance.

	Note	2019-20 \$'000	2018-19 \$'000
<b>Surplus / (Deficit)</b>		<b>(4,486)</b>	(64,317)
<i>exclude</i>			
Capital Grants	10(b)	(2,028)	(1,459)
Contributed Property, Plant and Equipment		(2,163)	(2,114)
Redundancy Payments		439	896
Additional costs as a result of 2018 weather event	3(a)	225	954
Additional costs as a result of COVID-19	3(b)	905	-
Gains from one-off disposal of surplus land & buildings	11	(42)	(12)
Assets written off as a result of transfer to State Government	8	-	67,352
<i>adjust Financial Assistance Grants received in advance</i>	10		
2018/19 allocation received in 2017/18		-	1,382
2019/20 allocation received in 2018/19		1,434	(1,434)
2020/21 allocation received in 2019/20		(1,411)	-
<i>adjust Rates received in advance</i>	14		
2018/19 rates received in 2017/18		-	724
2019/20 rates received in 2018/19		-	(726)
<b>Underlying Surplus / (Deficit)</b>		<b>(7,127)</b>	1,246

## 10. GRANTS AND DONATIONS

	Note	2019–20 \$'000	2018–19 \$'000
<b>a) Operating Grants</b>			
<i>Provided by Government</i>			
Commonwealth Financial Assistance Grants		2,746	2,824
Pensioner Rate Remissions	8	1,060	1,054
Fuel Tax Credit Scheme		131	200
Tasmanian Travel and Information Centre		150	150
Community Recovery and Resilience *		114	147
Still Gardening Program		154	134
Vulnerable Communities — Flood Management Plans		-	86
Other *		94	97
		<b>4,449</b>	<b>4,692</b>
<i>Other</i>			
Provision of Public Open Space		144	64
		<b>144</b>	<b>64</b>
		<b>4,593</b>	<b>4,756</b>
<i>Less:</i>			
Pensioner Rate Remission netted against Remissions	8	(1,060)	(1,054)
		<b>3,533</b>	<b>3,702</b>

\* \$114 000 of Community Recovery and Resilience grants and \$19 000 of Other grants were recorded as revenue in the prior period, however as a result of the implementation of AASB 15 *Revenue from Contracts with Customers*, were adjusted against Retained Earnings at 1 July 2019, and recorded as revenue again in this period as the grant conditions were met. See note 2(a).

The Australian Commonwealth Government provides Financial Assistance Grants to Council for general purpose use and the provision of local roads. In accordance with AASB 15 *Revenue from Contracts with Customers*, Council recognises these grants as revenue when it obtains control over the assets comprising the receipt.

Since 2009–10 the Commonwealth has been making early payments of Financial Assistance Grants in some years but not in others. Two instalments (50%) of the 2019–20 grants were brought-forward and received in June 2019. Again in this current period two instalments (50%) of the 2020–21 grants were brought-forward and received by Council in May 2020. Council has reflected these latest early payments in its 2020–21 budget, but has assumed that future grants will be received in the year to which they relate.

Future payments of Financial Assistance Grants remain at the Commonwealth's discretion.

	Note	2019-20 \$'000	2018-19 \$'000
<b>b) Capital Grants</b>			
<i>Provided by Government</i>			
Roads to Recovery Program		685	448
Blackspot Program		-	90
Levelling the Playing Fields *		40	365
South Hobart Community Centre Redevelopment *		200	200
Tasmanian Cycle Tourism Fund — The Missing Link & Junction Climber *		-	188
North Hobart Skate Park Redevelopment *		66	100
Vulnerable Road User Program		201	68
Fern Tree Park Redevelopment		800	-
Other		36	-
		<b>2,028</b>	1,459
<b>Total Grants and Donations</b>		<b>5,561</b>	5,161

\* The following grants were recorded as revenue in the prior period, however as a result of the implementation of AASB 15 *Revenue from Contracts with Customers*, were adjusted against Retained Earnings at 1 July 2019, and recorded as revenue again in this period, or will be recorded as revenue in a future period once the grant conditions have been met. See note 2(a).

- \$40 000 for Levelling the Playing Fields
- \$200 000 for the South Hobart Community Centre Redevelopment
- \$188 000 for the Tasmanian Cycle Tourism Fund - The Missing Link & Junction Climber
- \$100 000 for the North Hobart Skate Park Redevelopment

	Note	2019-20 \$'000	2018-19 \$'000
<b>c) Conditions</b>			
Grants and donations which were recognised as revenues during the reporting period and which were obtained on the condition that they be expended in a particular manner, but had yet to be applied in that manner as at the reporting date :		1,461	842
Grants and donations which are recognised as revenues in a previous reporting period and were expended during the current reporting period in the manner specified by the contributor:		(671)	(5,385)
Net increase/(decrease) in assets subject to conditions		790	(4,543)
Assets subject to conditions at the beginning of the period		1,028	5,571
<b>Assets subject to conditions at the end of the period</b>	15	<b>1,818</b>	1,028

With the exception of assets subject to conditions at the end of the period, all funds granted have been expended for the purpose for which they were provided.

## 11. ASSET SALES

	2019-20 \$'000	2018-19 \$'000
Plant & Equipment		
Proceeds from sales	945	824
Less carrying amount of assets sold	(861)	(817)
Gain/(Loss) on disposal	<b>84</b>	7
Land and Buildings		
Proceeds from sales	185	12
Less carrying amount of assets sold	(143)	–
Gain/(Loss) on disposal	<b>42</b>	12
<b>Total Gain/(Loss) on disposal of assets</b>	<b>126</b>	19

## 12. INVESTMENT IN TASWATER

Council accounts for its ownership interest in the Tasmanian Water and Sewerage Corporation Pty Ltd (TasWater) in accordance with AASB 9 Financial Instruments. Council has designated its investment in TasWater as an equity investment at fair value through other comprehensive income. Subsequent changes in fair value are reflected in the reserve and will not be reclassified through the profit or loss when derecognised. Council derives investment returns in the form of dividends.

During 2018-19 the State Government became a shareholder of TasWater and will invest \$20 million per year for ten years. As a shareholder the State Government will not receive any dividend distributions. The partnership provides for a reduction in forecast price increases,

accelerated infrastructure upgrades and a joint focus on major projects.

At 30 June 2020, the fair value of the asset was measured by applying Council's equity voting proportion of 10.16% to TasWater's net asset value at that date. TasWater advised that this net asset value was \$1.443 million. Council's equity voting proportion has reduced from 10.27% last period due to the effect of the State Government's equity injection of one million shares in TasWater during the period.

The following table summarises the movements in the value of Council's investment in TasWater:

	2019-20 \$'000	2018-19 \$'000
Opening Balance	190,946	166,823
Fair value adjustment — equity investment	(44,330)	24,123
<b>Closing Balance</b>	<b>146,616</b>	190,946

Fair value adjustments have been recognised in other comprehensive income.



### 13. ASSET REVALUATIONS

	Note	2019–20 \$'000	2018–19 \$'000
<b>PP&amp;E Revaluations Recognised in Other Comprehensive Income</b>			
Land		241,679	–
Buildings		3,116	4,735
Land Improvements		481	735
Infrastructure Plant		131	1,903
Pipes, Drains and Rivulets		66,966	3,416
Roads and Bridges		3,955	6,225
Other Structures		2,101	32,392
Net PP&E Revaluation increments	21,39	<b>318,429</b>	49,406

### 14. RATES RECEIVED IN ADVANCE

	2019–20 \$'000	2018–19 \$'000
Rates recognised as revenues during the reporting period which were obtained in respect of future rating periods	-	726
Rates recognised as revenues in a previous reporting period which were obtained in respect of the current reporting period.	-	(724)
<b>Net increase (decrease) in prepaid rates</b>	-	2

During the current period, Council implemented AASB 1058 *Income of Not-for-Profit Entities* and changed its policy on recording rates received in relation to a future rating period. See note 1(c) *Rates and Charges*.

### 15. RESTRICTED ASSETS

	Note	2019–20 \$'000	2018–19 \$'000
<b>a) Grants and Donations subject to Conditions</b>			
Assets derived from grants and donations which were obtained on the condition that they be expended in a particular manner but had yet to be applied in that manner as at the reporting date were in respect of :			
– Contributions in lieu of Parking		135	135
– Contributions in lieu of Public Open Space		134	114
– Roadworks		615	19
– Miscellaneous		934	760
	10(c)	1,818	1,028
<b>b) Heritage Account</b>			
Assets acquired as a result of the winding-up of the National Trust Preservation Fund which are required by section 5(3) of the <i>National Trust Preservation Fund (Winding-up) Act 1999</i> to be applied for the provision of financial or other assistance in relation to an entry in either the National Trust Register or the Tasmanian Heritage Register.			
	1(l)	1,558	1,549
<b>Total Restricted Assets</b>	16(b)	<b>3,376</b>	2,577

## 16. CASH

	Note	2019-20 \$'000	2018-19 \$'000
<b>a) Definition of Cash</b>			
For the purpose of the Statement of Cash Flows, the following items comprise the cash balance at the end of the period:			
Term Deposits - 3 months or less		-	2,000
At Call		18,183	10,029
		18,183	12,029
Cash on Hand		66	60
Cash at Bank		427	1,736
		<b>18,676</b>	<b>13,825</b>
<b>b) Composition of Cash</b>			
The following restrictions apply to the closing cash balance :			
- Provision of Public Open Space		134	114
- Provision of Parking Facilities		135	135
- Roadworks		615	19
- Heritage Funding		1,558	1,549
- Other		934	760
	15	3,376	2,577
The remainder of the Cash balance has been ear-marked for:			
- Capital Works		8,382	2,757
- Provision of Public Open Space		16	16
- Bushland Acquisition		108	182
- Public Infrastructure Fund		-	1,750
- McRobies Gully Landfill Rehabilitation		3,872	3,670
- Queens Domain Facility upgrades		1,501	1,339
- Refundable Deposits		1,421	1,534
		15,300	11,248
		<b>18,676</b>	<b>13,825</b>

## 17. INVENTORIES

	2019–20 \$'000	2018–19 \$'000
The Doone Kennedy Hobart Aquatic Centre	47	52
McRobies Gully — construction materials	45	41
Salamanca Market	82	93
Tasmanian Travel & Information Centre	71	61
Other	187	182
	<b>432</b>	<b>429</b>

## 18. FINANCIAL INSTRUMENTS

Council's principal financial instruments comprise receivables, payables, loans, cash and short-term deposits. The main risks arising from these financial instruments are credit risk, interest rate risk and liquidity risk.

Council uses a variety of methods to measure and manage the various types of risk to which it is exposed, and these are outlined below.

### A) CREDIT RISK

Credit risk arises from Council's financial assets, which comprise cash and cash equivalents, and trade and other receivables. Council's exposure to credit risk arises from potential default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments. Exposure at balance date is addressed in each applicable note.

Council does not hold any credit derivatives to offset its credit risk exposure.

Council generally trades with recognised, creditworthy third parties, and as such collateral is generally not requested, nor is it Council's policy to securitise its trade and other receivables.

It is Council's policy that some customers who wish to trade on credit terms are subject to credit verification procedures including an assessment of their credit rating, financial position, past experience and industry reputation. These procedures are currently limited to customers of the McRobies Gully

Waste Management Centre. Credit risk limits are set for each individual customer and these limits are regularly monitored.

In addition, receivable balances are monitored on an ongoing basis with the result that Council's exposure to bad debts is not significant.

There are no significant concentrations of credit risk and financial instruments are spread amongst a number of financial institutions to minimise the risk of default of counterparties.

In relation to amounts owed to Council in respect of unpaid rates, there is generally no credit risk as section 137 of the *Local Government Act 1993* empowers Councils to sell properties as a means of recovering rates outstanding.

### B) INTEREST RATE RISK

Exposure to interest rate risk arises predominantly from assets and liabilities bearing variable interest rates, as Council intends to hold fixed rate assets and liabilities to maturity. Council monitors both its level of exposure to interest rate risk, and assessments of market forecasts for future interest rates.

Council's exposure to interest rate risk and the effective weighted average interest rate for each class of financial assets and financial liabilities is set out below. For lease liabilities refer to Note 38.

2019-20	Floating Interest Rate \$'000	Fixed Interest Maturing in:			Non-Interest Bearing \$'000	Total \$'000	Weighted Average Interest Rate
		1 year or less \$'000	Over 1 to 5 years \$'000	More than 5 years \$'000			
<b>Financial Assets</b>							
Cash and cash equivalents	18,610	-	-	-	66	18,676	0.42%
Investments	-	300	-	-	-	300	1.50%
Investment in TasWater	-	-	-	-	146,616	146,616	
Receivables	2,665	-	-	-	4,911	7,576	1.43%
	21,275	300	-	-	151,593	173,168	
Weighted Average Interest Rate	1.22%	1.50%	0.00%	0.00%			
<b>Financial Liabilities</b>							
Payables	-	-	-	-	8,881	8,881	
Trust, Deposits, Retention	-	-	-	-	2,088	2,088	
Loans	-	4,177	14,310	35,796	-	54,283	3.53%
	-	4,177	14,310	35,796	10,969	65,252	
Weighted Average Interest Rate	0.00%	3.94%	3.60%	3.45%			
<b>Net Financial Assets/ (Liabilities)</b>	<b>21,275</b>	<b>(3,877)</b>	<b>(14,310)</b>	<b>(35,796)</b>	<b>140,624</b>	<b>107,916</b>	
2018-19	Floating Interest Rate \$'000	Fixed Interest Maturing in:			Non-Interest Bearing \$'000	Total \$'000	Weighted Average Interest Rate
		1 year or less \$'000	Over 1 to 5 years \$'000	More than 5 years \$'000			
<b>Financial Assets</b>							
Cash and Cash Equivalents	11,765	2,000	-	-	60	13,825	2.07%
Investments	-	6,300	-	-	-	6,300	2.36%
Investment in TasWater	-	-	-	-	190,946	190,946	
Receivables	1,363	-	-	-	5,877	7,240	0.91%
	13,128	8,300	-	-	196,883	218,311	
Weighted Average Interest Rate	2.65%	2.33%	0.00%	0.00%			
<b>Financial Liabilities</b>							
Payables	-	-	-	-	7,792	7,792	
Trust, Deposits, Retention	-	-	-	-	2,434	2,434	
Loans	-	3,187	10,784	24,170	-	38,141	4.16%
	-	3,187	10,784	24,170	10,226	48,367	
Weighted Average Interest Rate	0.00%	4.60%	4.26%	4.06%			
<b>Net Financial Assets/ (Liabilities)</b>	<b>13,128</b>	<b>5,113</b>	<b>(10,784)</b>	<b>(24,170)</b>	<b>186,657</b>	<b>169,944</b>	

Changes in variable rates of 100 basis points at the reporting date would have the following effect on Council's profit or loss and equity:

	30 June 2020		30 June 2019	
	100 basis points increase \$'000	100 basis points decrease \$'000	100 basis points increase \$'000	100 basis points decrease \$'000
<b>Financial Assets</b>				
Cash Advances	n/a	n/a	n/a	n/a
Other Cash and Cash Equivalents	186	(186)	124	(124)
Investments	n/a	n/a		
Investment in TasWater	n/a	n/a	n/a	n/a
Receivables	27	(27)	14	(14)
	<b>213</b>	<b>(213)</b>	138	(138)
<b>Financial Liabilities</b>				
Payables	n/a	n/a	n/a	n/a
Loans	n/a	n/a	n/a	n/a
	<b>-</b>	<b>-</b>	-	-

This analysis assumes all other variables remain constant. The analysis was performed on the same basis for 30 June 2019.

### C) LIQUIDITY RISK

Liquidity risk is monitored through the development of rolling cash flow forecasts. Council's objective is to maintain a balance between continuity of funding and flexibility through the use of short-term investments, bank overdrafts and loans.

Council monitors rolling forecasts of liquidity reserves on the basis of expected cash flow. The table below shows the contractual maturities for non-lease financial liabilities. For lease liabilities refer to Note 38.

2019-20	6 mths or less \$'000	6 to 12 mths \$'000	1 to 2 years \$'000	2 to 5 years \$'000	Over 5 years \$'000	Total \$'000	Carrying Amount \$'000
Trade and other payables	8,881	-	-	-	-	8,881	8,881
Trust funds and deposits	269	2	449	438	930	2,088	2,088
Interest-bearing loans and borrowings	2,062	2,115	4,086	10,224	35,796	54,283	54,283
<b>Total financial liabilities</b>	<b>11,212</b>	<b>2,117</b>	<b>4,535</b>	<b>10,662</b>	<b>36,726</b>	<b>65,252</b>	<b>65,252</b>

2018-19	6 mths or less \$'000	6 to 12 mths \$'000	1 to 2 years \$'000	2 to 5 years \$'000	Over 5 years \$'000	Total \$'000	Carrying Amount \$'000
Trade and other payables	7,792	-	-	-	-	7,792	7,792
Trust funds and deposits	178	42	417	551	1,246	2,434	2,434
Interest-bearing loans and borrowings	1,576	1,611	3,097	7,687	24,170	38,141	38,141
<b>Total financial liabilities</b>	<b>9,546</b>	<b>1,653</b>	<b>3,514</b>	<b>8,238</b>	<b>25,416</b>	<b>48,367</b>	<b>48,367</b>

## D) NET FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

The net fair value of cash and cash equivalents and non-interest bearing monetary financial assets and financial liabilities approximates their carrying value.

The net fair value of other monetary financial assets and financial liabilities is based on market prices where a market exists or by discounting expected future cash flows by the current interest rates for assets and liabilities with similar risk properties.

The carrying amounts and net fair values of financial assets and liabilities at the reporting date are as follows:

	2019–20		2018–19	
	Carrying Amount \$'000	Net Fair Value \$'000	Carrying Amount \$'000	Net Fair Value \$'000
<b>Financial Assets</b>				
Cash Advances	66	66	60	60
Cash at Bank	18,610	18,610	13,765	13,765
Investments	300	300	6,300	6,300
Investment in TasWater	146,616	146,616	190,946	190,946
Receivables	7,576	7,576	7,240	7,240
	<b>173,168</b>	<b>173,168</b>	218,311	218,311
<b>Financial Liabilities</b>				
Payables	8,881	8,881	7,792	7,792
Trust, Deposits, Retention	2,088	2,088	2,434	2,434
Lease Liabilities	11,319	11,319	-	-
Loans	54,283	60,097	38,141	42,940
	<b>76,571</b>	<b>82,385</b>	48,367	53,166

None of the above assets and liabilities are readily traded on organised markets in standardised form.

## E) FAIR VALUE HIERARCHY

The table below analyses financial instruments carried at fair value by valuation method.

The different levels have been defined as follows:

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

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

Level 3 Inputs for the asset or liability that are not based on observable market data.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>2019–20</b>				
Investment in TasWater	–	–	146,616	146,616
Financial assets at fair value through profit or loss	–	272	–	272
	<b>–</b>	<b>272</b>	<b>146,616</b>	<b>146,888</b>
<b>2018–19</b>				
Investment in TasWater	–	–	190,946	190,946
Financial assets at fair value through profit or loss	–	267	–	267
	<b>–</b>	<b>267</b>	<b>190,946</b>	<b>191,213</b>

There were no transfers between levels 1 and 2 during the period, nor between levels 2 and 3.

### *Reconciliation of level 3 fair value movements*

	2019–20 \$'000	2018–19 \$'000
<b>Opening Balance</b>	190,946	166,823
Gains / (Losses) recognised in other comprehensive income		
Fair value adjustment — equity investment	(44,330)	24,123
<b>Closing Balance</b>	<b>146,616</b>	190,946

## 19. RECEIVABLES

	2019-20 \$'000	2018-19 \$'000
Rates	2,665	1,363
Fines	8,765	8,279
Trade Receivables	323	1,527
Accrued interest on investments	15	41
Wages and salaries paid in advance	70	77
GST Receivable	634	841
Other Debtors	216	18
	12,688	12,146
Less Provision for Expected Credit Loss	(5,112)	(4,906)
	<b>7,576</b>	7,240
Current	7,576	7,240
Non-Current	-	-
	<b>7,576</b>	7,240

At 30 June the ageing analysis of receivables is as follows:

### Trade Receivables

	Total \$'000	0-29 days \$'000	0-29 days \$'000	30-59 days \$'000	30-59 days \$'000	60-89 days \$'000	60-89 days \$'000	90+ days \$'000	90+ days \$'000
			CI*	PDNI*	CI*	PDNI*	CI*	PDNI*	CI*
2020	<b>323</b>	104	-	130	-	14	-	22	53
2019	<b>1,527</b>	943	-	406	-	19	-	106	53

### Parking Fines

	Total \$'000	Parking Meter and Voucher			Traffic Infringements		
		0-14 days \$'000	14+ days \$'000	14+ days \$'000	0-28 days \$'000	28+ days \$'000	28+ days \$'000
			PDNI*	CI*	PDNI*	CI*	CI*
2020	<b>8,765</b>	38	2,997	3,754	95	825	1,056
2019	<b>8,279</b>	106	2,728	3,599	94	781	971

### Rates

	Total \$'000	90+ days \$'000
		PDNI*
2020	<b>2,665</b>	2,665
2019	<b>1,363</b>	1,363

\*PDNI – past due not impaired

\*CI – considered impaired



Reconciliation of Movement in Expected Credit Loss	2019-20 \$'000	2018-19 \$'000
Opening Balance	(4,906)	(4,835)
Amounts written off during the year	31	376
(Increase)/decrease in provision recognised in profit or loss	(237)	(447)
Closing Balance	<b>(5,112)</b>	<b>(4,906)</b>

## 20. INVESTMENTS

	2019-20 \$'000	2018-19 \$'000
Term Deposits - more than 3 months	300	6,300
	<b>300</b>	<b>6,300</b>

## 21. PROPERTY, PLANT AND EQUIPMENT

	Note	Carrying Amount 30/6/2019 \$'000	Adoption of AAASB 16 \$'000	Additions \$'000	Transfer to Non- current Assets \$'000	Disposals \$'000	Net Revaluation/ Indexation Adjustments \$'000	Depreciation \$'000	Other Movements \$'000	Carrying Amount 30/6/2020 \$'000
Plant and Equipment	22	18,729	-	6,058	28	(981)	-	(3,230)	(30)	20,574
Land	23	903,951	-	1,017	-	(143)	241,679	-	-	1,146,504
Buildings	23	150,361	-	26	10,761	(235)	3,116	(2,653)	-	161,376
Land Improvements	24	25,680	-	128	2,149	(225)	481	(1,335)	607	27,485
Infrastructure Plant	25	6,821	-	55	467	(32)	131	(867)	-	6,575
Pipes, Drains and Rivulets	26	110,209	-	212	2,512	(147)	66,966	(2,030)	338	178,060
Roads and Bridges	27	206,736	-	770	33,523	(1,926)	3,955	(9,362)	-	233,696
Other Structures	28	102,109	-	366	6,271	(664)	2,101	(4,565)	(914)	104,704
Right-of-Use Assets	29	-	9,795	1,427	-	-	-	(795)	-	10,427
Other Property, Plant and Equipment	30	1,350	-	-	-	(52)	-	(146)	-	1,152
Capital Work in Progress	31	89,234	-	34,554	(55,711)	-	-	-	-	68,077
		<b>1,615,180</b>	<b>9,795</b>	<b>44,613</b>	<b>-</b>	<b>(4,405)</b>	<b>318,429</b>	<b>(24,983)</b>	<b>1</b>	<b>1,958,630</b>

Other Movements predominantly represents the reclassification of assets between classes.

Previous year 2018–19

	Note	Carrying Amount 30/6/2018 \$'000	Additions \$'000	Transfer to Non- current Assets \$'000	Disposals \$'000	Net Revaluation/ Indexation Adjustments \$'000	Depreciation \$'000	Other Movements \$'000	Carrying Amount 30/6/2019 \$'000
Plant and Equipment	22	18,837	4,351	122	(1,100)	-	(3,135)	(346)	18,729
Land	23	954,057	859	-	(50,965)	-	-	-	903,951
Buildings	23	142,781	12	5,168	(43)	4,735	(2,290)	(2)	150,361
Land Improvements	24	24,363	-	1,882	(96)	735	(1,131)	(73)	25,680
Infrastructure Plant	25	3,175	2,386	33	(298)	1,903	(722)	344	6,821
Pipes, Drains and Rivulets	26	107,264	571	880	(142)	3,416	(1,781)	1	110,209
Roads and Bridges	27	216,834	669	8,571	(17,159)	6,225	(8,317)	(87)	206,736
Other Structures	28	67,946	200	6,060	(903)	32,392	(3,751)	165	102,109
Other Property, Plant and Equipment	30	948	-	548	-	-	(146)	-	1,350
Capital Work in Progress	31	67,411	45,089	(23,264)	-	-	-	(2)	89,234
		<b>1,603,616</b>	<b>54,137</b>	<b>-</b>	<b>(70,706)</b>	<b>49,406</b>	<b>(21,273)</b>	<b>-</b>	<b>1,615,180</b>

## 22. PLANT AND EQUIPMENT

	2019-20 \$'000	2018-19 \$'000
At Cost	41,530	37,930
Less: Accumulated Depreciation	(20,956)	(19,201)
	<b>20,574</b>	18,729

## 23. LAND AND BUILDINGS

	2019-20 \$'000	2018-19 \$'000
<b>Land</b>		
At Fair Value	1,146,504	903,951
	<b>1,146,504</b>	903,951
<b>Buildings</b>		
At Fair Value	263,994	248,333
Less: Accumulated Depreciation	(102,618)	(97,972)
	<b>161,376</b>	150,361
	<b>1,307,880</b>	1,054,312

Land was revalued during this period. See note 50 for further details.

## 24. LAND IMPROVEMENTS

	2019-20 \$'000	2018-19 \$'000
At Fair Value	56,125	52,929
Less: Accumulated Depreciation	(28,640)	(27,249)
	<b>27,485</b>	25,680

## 25. INFRASTRUCTURE PLANT

	2019-20 \$'000	2018-19 \$'000
At Fair Value	10,682	10,004
Less: Accumulated Depreciation	(4,107)	(3,183)
	<b>6,575</b>	6,821

## 26. PIPES, DRAINS AND RIVULETS

	2019-20 \$'000	2018-19 \$'000
At Fair Value	324,372	200,819
Less: Accumulated Depreciation	(146,312)	(90,610)
	<b>178,060</b>	110,209

Pipes, drains and rivulets revalued during this period. See note 50 for further details.

## 27. ROADS AND BRIDGES

	2019-20 \$'000	2018-19 \$'000
At Fair Value	499,022	461,615
Less: Accumulated Depreciation	(265,326)	(254,879)
	<b>233,696</b>	206,736

## 28. OTHER STRUCTURES

	2019-20 \$'000	2018-19 \$'000
At Fair Value	208,776	200,300
Less: Accumulated Depreciation	(104,072)	(98,191)
	<b>104,704</b>	102,109

Council also controls a number of monuments. These assets have not been included in the Statement of Financial Position on the basis that they cannot be reliably measured.

## 29. RIGHT-OF-USE ASSETS

	2019-20 \$'000	2018-19 \$'000
<b>Buildings</b>		
Gross Carrying Amount		
Opening Balance	-	-
Adoption of AASB 16	9,795	-
Additions	1,427	-
Closing Balance	<b>11,222</b>	-
Accumulated Amortisation and Impairment		
Opening Balance	-	-
Amortisation expense	(795)	-
Closing Balance	(795)	-
	<b>10,427</b>	-

### Concessionary leases

Council has additional leases that it has elected to measure at cost due to these leases having significantly below-market terms and conditions principally to enable Council to further its objectives. See note 1 (j)(ii) for further details.

## 30. OTHER PROPERTY, PLANT AND EQUIPMENT

	2019-20 \$'000	2018-19 \$'000
<b>Valuation Roll</b>		
At Cost		
Less: Accumulated Depreciation	1,017	1,017
	(737)	(590)
	280	427
<b>Valuables</b>		
At Cost	256	258
At independent valuation of market value	616	665
	872	923
	<b>1,152</b>	1,350

### 31. CAPITAL WORK IN PROGRESS

	2019-20 \$'000	2018-19 \$'000
Road and Bridge Works	12,357	14,649
Newdegate Street Works	1,865	-
Olinda Grove Works	1,197	1,197
Dan Murphy's Development - Culvert Upgrade	1,184	1,184
Mellifont Street Works	921	922
Sandy Bay Road Works - York Street to Waimea Avenue	-	1,471
Sandy Bay Road Cycleway	-	1,226
Wilson Street Works	-	889
Footpath, Kerb and Gutter Works	2,832	3,056
Traffic Management Works	3,126	4,176
South Hobart Pedestrian Crossing	911	881
Lenah Valley Precinct Upgrade	-	2,649
Stormwater Mains	3,893	3,530
Stormwater & Rivulets Flood Works	3,992	-
Landsdowne Crescent Stormwater Works	1,139	-
Parks and Gardens Works	1,991	3,466
Soldiers Memorial Oval - Playscape incl Amphitheatre	-	1,557
Soldiers Memorial Oval - Community Hub Buildings	-	1,060
Solar Array Installations on Council Buildings	-	628
City Hall Refurbishment	-	1,212
Sporting Facility Works	896	2,437
The Doone Kennedy Hobart Aquatic Centre Upgrades	2,742	2,857
Core Business Systems Upgrade	5,997	5,220
Ancanthe Park Master Plan	-	689
The Springs Infrastructure Upgrade	-	687
Bushland and Reserves Works	3,260	3,810
Pipeline Trail - Fern Tree Park Works	1,427	-
Argyle Street Sprinklers	-	1,268
McRobies Gully Waste Management Centre	988	969
Kemp Street Works	1,865	1,865
Salamanca Pedestrian Works	2,252	868
Rose Garden Bridge	7,661	5,418
Bridge of Remembrance	-	10,449
Elizabeth Street Bus Mall Works	1,227	-
Litter Bin and Wheelie Bin Renewals	407	257
Other	3,947	8,687
	<b>68,077</b>	<b>89,234</b>

### 32. PAYABLES

	2019-20 \$'000	2018-19 \$'000
Trade Creditors	3,748	1,302
Accrued plant and equipment purchases	98	330
Accrued capital expenditure	806	1,042
Accrued Interest Expense	318	334
Energy Costs	88	223
Payroll Tax	1,139	1,223
Workers Compensation Insurance	1,237	792
Fringe Benefits Tax	71	71
Other Accrued Expenses	1,376	2,475
	<b>8,881</b>	<b>7,792</b>

### 33. TRUST, DEPOSITS AND RETENTION

	2019-20 \$'000	2018-19 \$'000
Refundable Infrastructure Bonds	1,218	1,389
Deposits held for Travel Operators	510	596
Contract Retention monies	86	271
Other	274	178
	<b>2,088</b>	<b>2,434</b>



### 34. EMPLOYEE BENEFITS

	2019-20 \$'000	2018-19 \$'000
<b>Assets</b>		
Defined-benefit superannuation plan	-	24
	-	24
Current	-	-
Non-Current	-	24
	-	24
<b>Liabilities</b>		
Wages and salaries	769	1,920
Annual leave (including loading)	4,382	3,881
Long service leave	5,933	5,831
Sick leave	2,471	2,430
Superannuation contributions	1,779	1,482
Redundancies	271	137
Defined-benefit superannuation plan	3,434	-
	<b>19,039</b>	15,681
Current	8,705	12,693
Non-Current	10,334	2,988
	<b>19,039</b>	15,681

#### SUPERANNUATION

Council makes the following defined-contributions to superannuation:

- 10.5% of wages and salaries for casual employees,
- 12.5% of wages and salaries for full-time and part-time employees who commenced after 11 March 2003, and
- 4.5% of wages and salaries for full-time and part-time employees who commenced prior to 11 March 2003.

In respect of those full-time and part-time employees who commenced employment with

Council prior to 11 March 2003, Council also contributes to a defined-benefit superannuation plan. From 1 July 2014, the level of contribution was set at 9.5%. Employee contributions are 6% of wages and salaries. Employees are entitled to benefits on resignation, retirement, disability or death. The fund provides a defined-benefit based on years of service and final average salary.

An actuarial assessment of the fund was carried out by Mr. Braden Spence, FIAA of Eikonas Consulting Pty Ltd for the purpose of providing figures in accordance with AASB 119 *Employee Benefits*. An assessment report was received on 20 July 2020 and this revealed the following:

Key assumptions	30 June 2020	30 June 2019
Discount Rate — gross of tax	0.85%	1.30%
Expected rates of salary increase:		
2020/21	0.00%	2.50%
thereafter	2.50%	2.50%

The amount included in expenses is as follows:

	2019-20 \$'000	2018-19 \$'000
Employee Costs		
– Current Service Cost	1,394	1,252
Finance Costs		
– Interest Cost	494	880
– Expected return on plan assets	(503)	(988)
	(9)	(108)
	<b>1,385</b>	1,144

Actuarial gains and losses recognised in respect of the defined-benefit plan were as follows:

	2019-20 \$'000	2018-19 \$'000
Actuarial (gains)/losses incurred during the period and recognised in other comprehensive income	2,883	3,737
Cumulative actuarial (gains)/losses recognised in other comprehensive income	7,417	4,534

The amount included in the Statement of Financial Position arising from Council's obligation in respect of its defined-benefit plan is as follows:

	2019-20 \$'000	2018-19 \$'000
Present value of defined-benefit obligation	39,232	40,807
Fair Value of plan assets	(35,798)	(40,831)
Net liability/(asset) arising from defined-benefit plan	<b>3,434</b>	(24)

Movements in the net liability/(asset) were as follows:

	2019-20 \$'000	2018-19 \$'000
Opening liability/(asset)	(24)	(4,065)
Expense recognised in surplus/(deficit)	1,385	1,144
Actuarial (gains)/losses	2,883	3,737
Employer contributions	(810)	(840)
Closing liability/(asset)	<b>3,434</b>	(24)

Movements in the present value of the defined-benefit obligation were as follows:

	2019-20 \$'000	2018-19 \$'000
Opening defined-benefit obligation	40,807	35,119
Current Service Cost	1,394	1,252
Interest Cost	494	880
Member contributions and transfers from other funds	510	531
Actuarial (gains)/losses	1,597	6,754
Benefits and tax paid	(5,570)	(3,729)
Closing defined-benefit obligation	<b>39,232</b>	40,807

Movements in the fair value of the plan assets were as follows:

	2019–20 \$'000	2018–19 \$'000
Opening Fair Value of plan assets	40,831	39,184
Expected return on plan assets	503	988
Actuarial gains/(losses)	(1,286)	3,017
Employer contributions	809	841
Member contributions and transfers from other funds	511	530
Benefits paid	(5,570)	(3,729)
Closing fair value of plan assets	<b>35,798</b>	40,831

Changes in the key actuarial assumptions at the reporting date would have the following effect on the net asset arising from the defined-benefit plan:

	0.25% increase \$'000	0.25% decrease \$'000
Discount rate	(554)	572
Salary increase rate	435	(425)

	2.50% increase \$'000	2.50% decrease \$'000
Asset Value	(895)	895

Defined-benefit-plan assets are invested in a “balanced” strategy with about three-quarters in “growth” asset classes (e.g. shares and property) and about one-quarter in “defensive” asset classes (e.g. fixed interest and cash). The table below shows the current benchmark (target) and actual asset allocations of fund assets (as advised by the Scheme administrators):

	Strategic Allocation %	as at 30 June 2020 %	as at 30 June 2019 %
Australian shares	36.2	34.7	34.7
International shares	24.4	26.0	28.2
Property	1.0	0.8	0.6
Fixed interest	10.4	9.7	8.9
Private Equity	10.5	10.5	9.9
Infrastructure	8.8	8.3	9.4
Alternative Assets	3.3	3.3	4.1
Cash	5.4	6.7	4.2
Total	100	100	100

### 35. UNEARNED REVENUE

	2019-20 \$'000	2018-19 \$'000
Doone Kennedy Hobart Aquatic Centre memberships paid in advance	127	127
Salamanca Market rentals paid in advance	-	175
Animal Licences paid in advance	81	22
Food Premises registration fees paid in advance	-	250
Metered Space Permits	211	184
Rates Revenue received in advance *	960	-
Grants Revenue received in advance *	934	-
Other	145	33
	<b>2,458</b>	791

\* During the current period, Council implemented AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities and changed its policy on recording rates and grants received in relation to a future reporting period. See note 1(c) Rates and Charges and Grants.

### 36. LOANS

	2019-20 \$'000	2018-19 \$'000
Loans Outstanding at beginning of year	38,141	20,211
New borrowings	20,000	20,000
	58,141	40,211
Redemptions	(3,858)	(2,070)
Loans Outstanding at end of year	<b>54,283</b>	38,141
Current	4,177	3,187
Non-Current	50,106	34,954
	<b>54,283</b>	38,141
The maturity profile for Council's borrowings is:		
Not later than one year	4,177	3,187
Later than one year and not later than five years	14,310	10,784
Later than five years	35,796	24,170
Total	<b>54,283</b>	38,141

All loans are secured by Council revenues. Repayments are made semi-annually in arrears, and interest expense is accrued at the contracted rate and included in payables.

### 37. PROVISIONS

	2019–20 \$'000	2018–19 \$'000
<i>Rehabilitation of Landfill Site</i>		
Balance at beginning of year	4,967	4,650
Additional provisions recognised	400	425
Expenditure incurred	(52)	(220)
Unwinding of discount and effect of changes in the discount rate	30	112
Balance at end of year	<b>5,345</b>	4,967
Current	245	217
Non-Current	5,100	4,750
	<b>5,345</b>	4,967
<i>Dismantling</i>		
Balance at beginning of year	-	-
New provision recognised	102	-
Unwinding of discount and effect of changes in the discount rate	2	-
Balance at end of year	<b>104</b>	-
Current	-	-
Non-Current	104	-
	<b>104</b>	-

### 38. LEASE LIABILITIES

	2019–20 \$'000	2018–19 \$'000
Lease Liabilities	11,319	-
	<b>11,319</b>	-
Current	694	-
Non-Current	10,625	-
	<b>11,319</b>	-

Minimum lease payments due

	Within 1 Year \$'000	1-2 Years \$'000	2-3 Years \$'000	3-4 Years \$'000	4-5 Years \$'000	After 5 Years \$'000	Total \$'000
Lease payments	1,004	1,005	1,006	1,008	1,009	8,631	<b>13,663</b>
Finance charges	(310)	(290)	(270)	(249)	(227)	(998)	<b>(2,344)</b>
Net present value	694	715	736	759	782	7,633	<b>11,319</b>

Council's lease liabilities mainly relate to the lease of car parks.

#### Concessionary Leases

Council has additional leases which are not recognised above. Please see note 1(j)(ii) for further details.

## 39. RESERVES

		Balance 30/6/19	Transfers to Reserves	Transfers from Reserves	Balance 30/6/20
	Note	\$'000	\$'000	\$'000	\$'000
Asset Replacement		9,121	29,118	(25,697)	12,542
Bushland Fund		182	53	(127)	108
Contributions in Lieu of Parking		135	-	-	135
Contributions in Lieu of Public Open Space		114	147	(127)	134
Heritage Account		1,549	41	(32)	1,558
		11,101	29,359	(25,983)	14,477
Fair Value Reserve	12	(5,776)	(44,330)	-	(50,106)
Asset Revaluation Reserve	13	679,613	318,429	-	998,042
		684,938	303,458	(25,983)	<b>962,413</b>

### Asset Replacement Reserve

Council maintains a reserve for the replacement of its assets. Revenue and loans raised for this purpose are transferred to the reserve, whilst expenditure incurred on replacing existing assets is transferred from the reserve. The balance of the reserve represents expenditure which Council expects to incur in future reporting periods on replacing its assets.

### Bushland Fund

Council has established a Bushland Fund and allocated funds from revenue to the reserve. The reserve was established for the purpose of purchasing strategic areas of bushland and open space.

### Contributions in Lieu of Parking

Council maintains a reserve to separately account for funds provided to Council for the express purpose of providing parking facilities throughout the city.

### Contributions in Lieu of Public Open Space

Council maintains a reserve to separately account for funds provided to Council for the express purpose of providing areas of public open space throughout the city.

### Heritage Account

Council has established a Heritage Account as required by the *National Trust Preservation Fund (Winding-up) Act 1999*. Amounts transferred to the account include the initial distribution from the National Trust Preservation Fund, together with interest accruing on the balance of the account.

The Act requires that funds transferred into the Heritage Account be applied for the provision of financial or other assistance in relation to an entry in either the National Trust Register kept by the National Trust of Australia (Tasmania), or the Tasmanian Heritage Register.

### Fair Value Reserve

Council maintains a fair value reserve in order to account for gains and losses on its TasWater equity investment as required by AASB 9 *Financial Instruments*.

### Asset Revaluation Reserve

Council maintains an asset revaluation reserve in order to account for asset revaluation increments and decrements in accordance with AASB 116 *Property, Plant and Equipment*.

#### 40. RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES TO SURPLUS (DEFICIT)

	2019-20 \$'000	2018-19 \$'000
Revenues	138,504	138,005
Expenses/Expenditure	(142,990)	(202,322)
<b>Surplus</b>	<b>(4,486)</b>	<b>(64,317)</b>
<b>Items not involving Cash:</b>		
Depreciation and Amortisation	24,983	21,273
Carrying Value of Assets Sold	1,004	817
Asset Write-offs	3,401	69,889
Assets received for no consideration	(2,163)	(2,114)
<b>Re-classification of Revenues</b>		
Capital Grants	(2,028)	(1,459)
Sales of Assets	(1,130)	(836)
<b>Changes in Operating Assets &amp; Liabilities:</b>		
(Increase)/Decrease in Receivables	(1,062)	(45)
(Increase)/Decrease in Stock	(3)	(71)
(Increase)/Decrease in Prepayments	440	(424)
Increase/(Decrease) in Payables	1,557	(2,144)
Increase/(Decrease) in Employee Benefits	499	786
Increase/(Decrease) in Unearned Revenue	1,534	(16)
Increase/(Decrease) in Provisions	482	317
Increase/(Decrease) in Other Liabilities	(346)	(695)
<b>Net Cash Inflow/(Outflow)</b>	<b>22,682</b>	<b>20,961</b>

## 41. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

	2019–20			2018–19		
	Loans \$'000	Lease Liabilities \$'000	Total \$'000	Loans \$'000	Lease Liabilities \$'000	Total \$'000
Balance as beginning of period	38,141	-	38,141	20,211	-	20,211
Adjustment due to AASB 16 adoption	-	11,004	11,004	-	-	-
Restated balance at beginning of period	38,141	11,004	49,145	20,211	-	20,211
Acquisitions / New leases	-	1,028	1,028	-	-	-
Changes from financing cash flows:						
Cash Received	20,000	-	20,000	20,000	-	20,000
Cash Repayments	(3,858)	(713)	(4,571)	(2,070)	-	(2,070)
	16,142	(713)	15,429	17,930	-	17,930
Balance at end of period	<b>54,283</b>	<b>11,319</b>	<b>65,602</b>	38,141	-	38,141

## 42. FINANCING FACILITIES

	2019–20 \$'000	2018–19 \$'000
Facility Limit	300	300
Less: Used/committed	(48)	(60)
Un-used credit card facilities	<b>252</b>	240



### 43. COMMITMENTS

	2019-20 \$'000	2018-19 \$'000
<i>Capital Expenditure contracted for at the reporting date but not recognised in liabilities:</i>		
Salamanca Pedestrian Works Stage 2	706	344
DKHAC Major Refurb & Upgrade Works	560	-
Argyle St Car Park Passenger Lifts Renewal	299	-
Plant and Equipment Purchases	275	-
New Town Pedestrian Bridge - Flood Works	166	-
Stormwater & Rivulets Flood Repair Zone 2	157	-
DKHAC Scoreboard Renewal	149	-
Big Bend Fire Trail Upgrade	137	-
Pinnacle Road Guardrail Renewal	124	-
Benjafield Terrace to Darling Parade - Laneway Footpath Replace	94	-
Stormwater & Rivulets Flood Repair Zone 3	93	-
John Turnbull Oval Subsoil Drainage Replacement	91	-
Development Tools	82	-
Buildings Major Maintenance Works	72	-
Buildings Compliance Works	61	1,705
Brooker Avenue Pedestrian Bridge	-	1,703
Plant and Equipment Purchases	-	926
Pipeline Trail Fern Tree Park	-	454
Bridge of Remembrance	-	339
Swan Street Public Convenience Renewal	-	330
Flood - Walking Tracks Storm Recovery	-	279
New Town and Seymour Streets Stormwater Partial Upgrade	-	168
Solar Systems Supply and Installation	-	162
Elizabeth Street Bus Mall Construction	-	130
St Andrew's Park Lighting Upgrade	-	119
Lower Queenborough Oval Replacement	-	109
Mall Booth Upgrade	-	96
Degraves Street Sandstone Retaining Wall	532	877
Other	<b>3,598</b>	<b>7,741</b>
Expected timing of these commitments is as follows:		
Not longer than one year	3,598	7,741
Longer than one year and not longer than two years	-	-
Longer than two years and not longer than five years	-	-
Longer than five years	-	-
	<b>3,598</b>	<b>7,741</b>

## 44. OPERATING LEASES

Council's operating lease receivables mainly result from property leases.

	2018-19 \$'000
<b>a) Operating lease commitments at the reporting date not recognised in liabilities:</b>	
Not longer than one year	956
Longer than one year and not longer than two years	973
Longer than two years and not longer than five years	2,926
Longer than five years	9,362
	<b>14,217</b>

Council's operating lease commitments mainly relate to the lease of car parks. In accordance with AASB 16 Leases these commitments are now reported as Finance Leases (see note 38).

For a reconciliation of operating lease commitments under AASB 117 and lease liabilities under AASB 16, refer to note 2(a) under AASB16 Leases.

	2018-19 \$'000
<b>b) Operating lease receivables at the reporting date not recognised in assets:</b>	
Not longer than one year	687
Longer than one year and not longer than two years	558
Longer than two years and not longer than five years	1,213
Longer than five years*	6,324
	<b>8,782</b>

\* The Longer than five years disclosure has been restated to the correct value

	2019-20 \$'000
<b>c) Maturity analysis of operating lease payments to be received:</b>	
Year 1	642
Year 2	529
Year 3	467
Year 4	434
Year 5	400
Year 6 and onwards	5,510
	<b>7,982</b>

	2019-20 \$'000
<b>d) The following table presents the operating lease payments received reported in profit or loss:</b>	
Lease income on operating leases	<b>687</b>
Therein lease income relating to variable lease payments that do not depend on an index or rate	<b>3</b>
Council's operating lease receivables mainly result from property leases	

## 45. CONTINGENT LIABILITIES

	2019–20 \$'000	2018–19 \$'000
Council is currently acting as guarantor for the following loans:		
Buckingham Bowls Club	50	50
Hockey Tasmania Inc.	1,500	1,500
Southern Tasmanian Netball Association	631	631
Derwent Sailing Squadron	4,100	4,100
	<b>6,281</b>	6,281

Estimates of Council's future maximum obligations for payments pursuant to Development Assistance Deeds are as follows:

	Note	2019–20 \$'000	2018–19 \$'000
Vodafone development	46	27	975
Myer development	46	875	1,750
		<b>902</b>	2,725

- Payments relating to the Vodafone development are contingent upon the achievement of employee occupancy targets.
- Payments relating to the Myer development are contingent upon annual gross sales from the Liverpool Street Myer Store reaching agreed thresholds.

## 46. MAJOR DEVELOPMENT ASSISTANCE POLICY COMMITMENTS

Council has entered into Development Assistance Deeds for the following Major Development Projects.

### THE WELLINGTON CENTRE DEVELOPMENT

The development agreement with Sultan Holdings Pty Ltd provides for the following:

- Council contributed certain land to the development, and the developer also contributed land.
- The developer agreed to construct on the aggregated land amongst other things a car park, supermarket, office accommodation and retail shops.
- The development, on completion, was stratum titled to meet the ownership rights of the parties to the development.
- Council received the stratum title to the car park.
- During the construction period, based on suitable evidence of completion of progress work in relation to the car park, Council made progress payments for the car park.
- On completion and issue of stratum titles, Council received the stratum title for the car park. This occurred in October 2013.

On an ongoing basis:

- Council has fixed the rates applicable to the development at that which applied on the date of the agreement plus CPI (all groups Hobart) for a 10 year period. The benefit is only applicable to the developer while it owns the particular stratum property.
- The value of the benefit for the current period is \$402 579 (prior year: \$383 210).

### THE VODAFONE DEVELOPMENT

Council has negotiated a development assistance deed with Alirenste Pty Ltd that provides for the following:

- That from when the development land is revalued on completion of construction by the Valuer-General for rating purposes, and while Vodafone meets target employee occupancy numbers for the building, Council on receipt of a suitable certificate will provide a grant to the developer for an amount equal to general rates and stormwater removal service rates that relate to the Vodafone tenancy area for that year. There are pro-rata conditions where partial certification occurs.
- This agreement was originally to continue until 30 June 2025, however it will be terminated with effect from 25 September 2020.
- The value of the benefit for the current period is nil (prior year: nil).

### THE MYER DEVELOPMENT

With respect to this development there are deeds with both the developer (E. Kalis Properties Pty Ltd) and the major tenant (Myer Pty Ltd).

Council has entered into conditional agreements to provide the following grants and benefits to the developer to assist with the redevelopment of the Myer site, located at 98–110 Liverpool Street and 55 Murray Street, Hobart, namely:

1. Consistent with Council's Major Development Assistance Policy:
  - a. A cap on rates for a defined period based on the value of the property as at 18 January 2012, limited to CPI increases; and
  - b. The waiving of fees and charges, including tip fees, hoarding fees, parking fees and associated statutory fees.
2. The air rights over the relevant portion of the Hobart Rivulet for a nominal consideration.

The final value of these benefits is not quantifiable until the development is completed and other conditions are determined.

The value of the benefit provided in the current period pursuant to 1.a. above is \$425 984 (prior year: \$168 630) and pursuant to 1.b. \$2880 (prior year: \$1469). It is not possible to reliably estimate the value of future assistance.

### Myer Deed

The deed with Myer Pty Ltd (Myer) provides for the following:

- The Council will, in exercise of its power under section 77(1A)(b) of the *Local Government Act 1993*, pay to Myer the following amounts at the following times:
  - \$1.75 million when Myer commences trading to the public from the Myer Store following full occupation by Myer in the Liverpool Street stage of the Development.
  - \$1.75 million in the month of July after full occupation of the Liverpool Street store, unless full occupation occurs between 1 April and 30 June and construction of the Murray Street stage has not substantially commenced, in which case that amount will be paid on 31 July in the calendar year after the occupation of the Liverpool Street Myer Store.
  - \$0.875 million in each of the first four years starting 1 August after occupation of the Liverpool Street Myer Store in which gross sales for that year are less than an agreed threshold. Any amount is to be paid 28 days after receipt of the Auditor's Report for the relevant year.
- Under certain circumstances, if Myer ceases to occupy the development then a proportion of total grants paid will be refundable to Council under an agreed formula taking into account the number of years the development has been occupied.

The first \$1.75 million instalment was paid to Myer upon it commencing trading to the public in November 2015. The second \$1.75 million instalment was paid to Myer in July 2016. The first of the \$0.875 million instalments, for the Myer financial year ended 31 July 2017, was paid in July 2018, the second in January 2019, and the third in January 2020.

## 47. SUBSEQUENT EVENTS

No other matters or circumstances have arisen since the end of the financial year which require disclosure in the financial report.

## 48. RELATED PARTY TRANSACTIONS

### A) KEY MANAGEMENT PERSONNEL COMPENSATION

	2019-20 \$'000	2018-19 \$'000
Short-term employee benefits	2,266	2,616
Post-employment benefits	214	223
Long-term benefits	172	75
Termination benefits	-	406
	<b>2,652</b>	<b>3,320</b>

Key management personnel comprises elected members and senior executives.

The Lord Mayor, Deputy Lord Mayor and Elected Members of the City of Hobart are entitled to receive allowances as provided under section 340A of the *Local Government Act 1993*. The quantum of the allowances is set in accordance with regulation 42 of the *Local Government (General) Regulations 2015* and adjusted for inflation as at 1 November each year.

Employment terms and conditions for senior executives are contained in individual employment contracts and prescribe total remuneration, superannuation, annual and long service leave, vehicle and salary sacrifice provisions. Council also provides non-cash benefits and contributes to post-employment superannuation plans on their behalf.

## B) TRANSACTIONS WITH OTHER RELATED PARTIES

During the period Council entered into the following transactions with related parties:

Nature of transactions	2019-20 \$'000	2018-19 \$'000
Metal Fabrication	8	5
Painting Services	13	56
Provision of Grants	-	28
	<b>21</b>	<b>89</b>
Related payables balances at year-end	22	-
Commitments to related parties at year-end	27	1

In accordance with section 84(2)(b) of the *Local Government Act 1993*, no interests have been notified to the General Manager by any Elected Member in respect of any body or organisation with which the Council has major financial dealings.

## (C) LOANS AND GUARANTEES TO/FROM RELATED PARTIES

Council has not entered into any loans or guarantees with related parties.

## (D) COMMITMENTS TO/FROM RELATED PARTIES ARE DISCLOSED TABLE AT (B)

## (E) TRANSACTIONS WITH RELATED PARTIES THAT HAVE NOT BEEN DISCLOSED

Most of the entities and people that are related parties of Council live and operate within the City. Therefore, on a regular basis, ordinary citizen transactions occur between Council and its related parties. Some examples are:

- Payment of rates and charges
- Dog registrations
- Attending Council events
- Use of Council facilities
- Parking fees and fines

Council has not included these types of transactions in its disclosure where they occur on the same terms and conditions as those available to the general public.

## 49. MANAGEMENT INDICATORS

### A) UNDERLYING SURPLUS OR DEFICIT

	Benchmark	2019-20 \$'000	2018-19 \$'000
Underlying Revenue *		134,294	134,366
less Recurrent expenses		(141,421)	(133,120)
equals Underlying Surplus	> 0	(7,127)	1,246

\* Underlying revenue excludes all capital income (grants received specifically for assets and physical resources received free of charge) and non-recurring income, and includes adjustments for revenue received in advance.

This indicator measures the extent to which expenses are covered by revenues. The benchmark was not achieved in the current period, mainly due to COVID-19 effects.

## B) UNDERLYING SURPLUS RATIO

		Benchmark	2019–20 \$'000	2018–19 \$'000
	Underlying Surplus		(7,127)	1,246
divided by	Underlying Revenue		134,294	134,366
equals	Underlying Surplus Ratio	0% – 2%	-5.3%	0.9%

This indicator also measures the extent to which expenses are covered by revenues, by comparing the underlying surplus (or deficit) to total revenue. Again, the benchmark was not achieved in the current period, mainly due to COVID-19 effects.

## C) NET FINANCIAL LIABILITIES

		Benchmark	2019–20 \$'000	2018–19 \$'000
	Cash and Cash Equivalents		18,676	13,825
plus	Current Receivables		7,576	7,240
plus	Investments		300	6,300
less	Total Liabilities		(103,517)	(69,806)
equals	Net Financial Liabilities	> (\$71M)	(76,965)	(42,441)

This indicator measures Council's net indebtedness (the extent to which Council's liabilities could be met if all liabilities fell due at once). The above result is outside of the benchmark range (being 50% of underlying revenue), mainly due to the effects of bringing Finance Lease Liabilities onto the Balance Sheet in accordance with accounting standard AASB 16 Leases.

## D) NET FINANCIAL LIABILITIES RATIO

		Benchmark	2019–20 \$'000	2018–19 \$'000
	Net Financial Liabilities		(76,965)	(42,441)
divided by	Underlying Revenue		134,294	134,366
equals	Net Financial Liabilities ratio	> -50%	-57.3%	-31.6%

This indicator also measures Council's net indebtedness by comparing net financial liabilities to total revenue. Again, the result is outside of the benchmark range, mainly due to the effects of bringing Finance Lease Liabilities onto the Balance Sheet.

## E) ASSET SUSTAINABILITY RATIO

		Benchmark	2019–20 \$'000	2018–19 \$'000
	Asset Renewal Capital Expenditure		25,762	27,147
divided by	Depreciation Expense		24,983	21,273
equals	Asset Sustainability Ratio	100%	103.1%	127.6%

This indicator measures the extent to which assets are being renewed as they wear out. For a relatively young asset portfolio the benchmark may be quite low, whereas for an older asset portfolio the benchmark may be greater than 100%. The above results indicate that Council is sufficiently reinvesting in its assets.

## F) ASSET CONSUMPTION RATIO

		Benchmark	2019–20 \$'000	2018–19 \$'000
<b>Plant &amp; Equipment</b>				
	Depreciated Replacement Cost		20,574	18,729
divided by	Current Replacement Cost		41,530	37,930
equals	Asset Consumption Ratio	40%–80%	49.5%	49.4%
<b>Buildings</b>				
	Depreciated Replacement Cost		161,376	150,361
divided by	Current Replacement Cost		263,994	248,33
equals	Asset Consumption Ratio	40%–80%	61.1%	60.6%
<b>Land Improvements</b>				
	Depreciated Replacement Cost		27,485	25,680
divided by	Current Replacement Cost		56,125	52,929
equals	Asset Consumption Ratio	40%–80%	49.0%	48.5%
<b>Infrastructure Plant</b>				
	Depreciated Replacement Cost		6,575	6,821
divided by	Current Replacement Cost		10,682	10,004
equals	Asset Consumption Ratio	40%–80%	61.6%	68.2%
<b>Pipes, Drains &amp; Rivulets</b>				
	Depreciated Replacement Cost		178,060	110,209
divided by	Current Replacement Cost		324,372	200,819
equals	Asset Consumption Ratio	40%–80%	54.9%	54.9%
<b>Roads &amp; Bridges</b>				
	Depreciated Replacement Cost		233,696	206,736
divided by	Current Replacement Cost		499,022	461,615
equals	Asset Consumption Ratio	40%–80%	46.8%	44.8%
<b>Other Structures</b>				
	Depreciated Replacement Cost		104,704	102,109
divided by	Current Replacement Cost		208,776	200,300
equals	Asset Consumption Ratio	40%–80%	50.2%	51.0%

This indicator measures the service potential remaining in Council's existing assets. Results are within the benchmark range, and are expected to remain around current levels.

## G) ASSET RENEWAL FUNDING RATIO

		Benchmark	2019–20 \$'000	2018–19 \$'000
	Planned capital renewals		748,218	820,690
divided by	Required capital renewals		748,218	820,690
equals	Asset renewal funding ratio	100%	100.0%	100.0%

This indicator measures Council's capacity to fund asset renewal requirements by comparing planned funding for asset renewal (as per Council's Long Term Financial Management Plan) with required funding for asset renewal (as per Council's Asset Management Plans).

The above results indicate that Council is presently planning to fund all required asset renewal over the next 20 year period.



## 50. FAIR VALUE MEASUREMENTS

Council measures and recognises the following assets at fair value on a recurring basis:

Property and infrastructure

- Land
- Buildings
- Roads, Footpaths and Drainage
- Bridges
- Other infrastructure

Council does not measure any liabilities at fair value on a recurring basis.

Council also has assets measured at fair value on a non-recurring basis as a result of being reclassified as assets held for sale. A description of the valuation techniques and the inputs used to determine the fair value of this land is included below under the heading 'Land held for sale'.

### A) FAIR VALUE HIERARCHY

AASB 13 *Fair Value Measurement* requires all assets and liabilities measured at fair value to be assigned to a level in the fair value hierarchy as follows:

- 
- Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.
- 
- Level 2 Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- 
- Level 3 Unobservable inputs for the asset or liability.
- 

The table below shows the assigned level for each asset and liability held at fair value by the Council. The table presents the Council's assets and liabilities measured and recognised at fair value.

The fair values of the assets are determined using valuation techniques which maximise the use of observable data, where it is available, and minimise the use of entity specific estimates. If one or more of the significant inputs is not based on observable market data, the asset is included in level 3. This is the case for Council's infrastructure assets, which are of a specialist nature for which there is no active market for identical or similar assets. These assets are valued using a combination of observable and unobservable inputs.

	Note	2019-20			Total \$'000
		Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
<b>Recurring fair value measurements</b>					
Land	23	-	1,146,504	-	1,146,504
Buildings	23	102,066	2,732	56,578	161,376
Land Improvements	24	-	-	27,485	27,485
Infrastructure Plant	25	-	-	6,575	6,575
Pipes, Drains and Rivulets	26	-	-	178,060	178,060
Roads and Bridges	27	-	-	233,696	233,696
Other Structures	28	-	-	104,704	104,704
Other Property, Plant and Equipment	30	-	-	1,152	1,152
Capital Work in Progress	31	-	-	68,077	68,077
		<b>102,066</b>	<b>1,149,236</b>	<b>676,327</b>	<b>1,927,629</b>

	Note	2018-19			Total \$'000
		Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
<b>Recurring fair value measurements</b>					
Land	23	-	903,951	-	903,951
Buildings	23	102,066	2,732	45,563	150,361
Land Improvements	24	-	-	25,680	25,680
Infrastructure Plant	25	-	-	6,821	6,821
Pipes, Drains and Rivulets	26	-	-	110,209	110,209
Roads and Bridges	27	-	-	206,736	206,736
Other Structures	28	-	-	102,109	102,109
Other Property, Plant and Equipment	30	-	-	1,350	1,350
Capital Work in Progress	31	-	-	89,234	89,234
		<b>102,066</b>	<b>906,683</b>	<b>587,702</b>	<b>1,596,451</b>

### *Transfers between levels of the hierarchy*

Council's policy is to recognise transfers in and out of the fair value hierarchy levels as at the date of the event or change in circumstances that caused the transfer.

There were no transfers between levels 1 and 2 during the year, nor between levels 2 and 3.

### **(B) HIGHEST AND BEST USE**

All assets valued at fair value in this note are being used for their highest and best use.

### **(C) VALUATION TECHNIQUES AND SIGNIFICANT INPUTS USED TO DERIVE FAIR VALUES**

#### *Land*

Fair values for land were originally determined by the Valuer-General effective 1 July 2014 and are indexed annually by the land value adjustment factors published by the Valuer-General.

Land under roads was originally valued by individual roads using the Valuer-General's rate for the property class surrounding the road provided by the Local Government Association of Tasmania in July 2014. In July 2019 the value of this land was updated to reflect the most recent roads data provided by the Valuer-General.

### *Buildings*

Council derives fair value for buildings based on advice received from qualified independent valuers in the form of:

- Unit replacement cost (rate/m<sup>2</sup>) for comparable modern equivalent building types applied to the dimensions of the current asset.
- Where there is a market for selected buildings, market value taking into account any heritage listings.
- Quantity Surveyor estimates of replacement value of selected buildings which have unique characteristics.

Council has received advice from the following licensed Property Valuer and Quantity Surveyor:

- Opteon – (Ty Winduss API 63346 and Gavin Lipplegoes API 63838)

Based on the values received against the range of buildings and buildings types under Council's control, the lowest value was used in each case to establish fair value.

The level of accumulated depreciation has been established based on the age of the building in relation to the expected useful life of the structure component of each building. Residual values are not applied to buildings.

Buildings were last revalued at 30 June 2018 and subsequently have been indexed annually using the 'council cost index' published by the Local Government Association of Tasmania.

### *Infrastructure assets*

All infrastructure assets have been valued using written down current replacement cost (CRC). This valuation comprises the asset's gross replacement cost less accumulated depreciation calculated on the basis of such cost to reflect the already consumed or expired future economic benefits of the asset. Council first determined the gross cost of replacing the full service potential of the asset and then adjusted this amount to take account of the expired service potential of the asset.

CRC was measured by reference to the lowest cost at which the gross future economic benefits of the asset could currently be obtained in the normal course of business. The resulting valuation reflects the cost of replacing the existing economic benefits based on an efficient set of modern equivalent assets to achieve the required level of service output.

Council distinguishes significant asset types within its asset register for detailed review and consideration by its Financial Asset Information Review Panel. Significant asset types account for more than 80% of the total value of the asset register, and these are aligned with approximately 60 of the 2,000 asset types identified. The remaining non-significant asset types are either indexed or adjusted separately where evidence is available to support alternative levels of adjustment.

The unit rates (labour and materials) and quantities applied to determine the CRC of a significant asset type were based on a "Brownfield" assumption meaning that the CRC was determined as the full cost of replacement with a modern equivalent asset type considering typical site conditions, restrictions and extent of works. Residual values are not applied to infrastructure assets.

The level of accumulated depreciation for infrastructure assets is determined based (as the default) on the age of the asset and the standard life aligned with the corresponding asset type. A program to adjust the default expiry date when the assets are listed for renewal on the current works program is gradually being implemented.

The calculation of CRC involves a number of inputs that require judgement and are therefore classed as unobservable. While these judgements are made by qualified and experienced staff, different judgements could result in a different valuation.

The methods for calculating CRC are described under individual asset categories below.

Infrastructure assets were last valued at 30 June 2019 and this year have been indexed using the 'council cost index' published by the Local Government Association of Tasmania.

### *Roads and Bridges*

#### *Sealed Roads, Footpaths, Kerb and Gutter*

Council categorises its road infrastructure by an urban hierarchy classification. Roads are managed in segments which generally extend from intersection to intersection. All road segments are then componentised into formation, pavement, sub-pavement and seal, kerb and channel and footpath (where applicable). Council assumes that environmental factors such as soil type, climate and topography are consistent across each segment.

CRC is based on the component dimension multiplied by a unit price; the unit price being an estimate of labour and material inputs, services costs, and overhead allocations etc. Against each road component a standard design exists for the modern equivalent asset which details pavement depths, typical widths and other relevant component information to enable pricing, such as location and extent of works.

Unit prices have been obtained from recent tender submissions for construction works in suburban areas against the modern equivalent asset specification. The lowest five of these have been averaged to determine the "suburban unit replacement rate".

For assets not located in suburban areas, location factors have been applied to reflect the increased cost of undertaking works in higher traffic areas. For this purpose, two additional locations have been identified – urban and CBD. For assets in urban locations, a replacement rate equal to two times the

suburban unit replacement rate has been adopted. For assets in CBD locations, a replacement rate equal to three times the suburban unit replacement rate has been adopted.

Council has commenced benchmarking unit prices for significant asset types with like service providers as an additional source of information to establish local market expectations to determine the lowest cost.

### *Bridges*

Council does not have a large number of bridges and does not undertake replacement works frequently enough to provide reliable data for estimating actual costs.

Each bridge structure is aligned with a modern equivalent asset type which defines the replacement structure and associated bridge components.

Unit prices have been obtained from independent consultants (Pitt & Sherry) for construction works in rural areas against the modern equivalent asset specification. This "rural unit replacement rate" has then been multiplied by the deck area of each existing bridge located in rural areas to calculate the CRC of those bridges.

For bridges not located in rural areas, location factors provided by Pitt & Sherry have been applied to reflect the increased cost of undertaking works in higher traffic areas. For this purpose, two additional locations were identified – suburban and urban. For assets in suburban locations, a replacement rate equal to 1.2 times the rural unit replacement rate has been adopted. For assets in urban locations, a replacement rate equal to 1.5 times the rural unit replacement rate has been adopted.

In line with Pitt & Sherry's advice, unit replacement rates have been increased by a further 20 per cent, regardless of location, for bridges with abutments higher than three metres to reflect the additional complexity of construction.

### *Cycleways and Tracks*

Council has one cycleway and some one hundred and fifty kilometres of walking tracks.

The cycleway is sufficiently similar to a concrete footpath to be able to determine a CRC on that basis. Due to insufficient work being carried out recently on walking tracks, previous unit rates have been indexed and multiplied by track lengths to calculate CRC.

Roads and bridges were last revalued at 30 June 2017 and subsequently have been indexed annually using the 'council cost index' published by the Local Government Association of Tasmania.

### *Pipes Drains and Rivulets*

Pipes Drains & Rivulets are grouped by stormwater catchment areas and contain all of those pipes, pits, manholes, inlets, outlets and constructed rivulets managing Hobart's stormwater along with the irrigation systems serving the city parks and the few remaining water and sewer assets relating solely to Council operations.

For stormwater pipes and built rivulets the CRC is based on the asset dimension multiplied by a unit price; the unit price being an estimate of labour and material inputs, services costs, and overhead allocations etc. For each pipe size and for standard rivulet lining a modern equivalent definition exists for which prices are obtained from both internal and external sources to determine the lowest cost at which the gross future economic benefits of the asset could currently be obtained in the normal course of business. For the irrigation systems and the sewer and water mains the Current Replacement Cost is based on the asset dimension multiplied by a unit price; the unit price being an estimate of labour and material inputs, services costs, and overhead allocations etc determined by the Asset Manager.

Pipes drains and rivulets were revalued at 30 June 2020.

### *Other Infrastructure*

A diverse range of asset types comprise "other infrastructure" including Land Improvements, Infrastructure Plant and Other Structures. Assets are revalued on a cyclic basis with a frequency of between three and five years. Unit rates are reviewed internally with a range of criteria (including recent costs, local

knowledge, indexing rates, etc) used as the basis for updating. The CRC for these assets is then calculated as the unit rate multiplied by the asset quantity.

Other infrastructure is not deemed to be significant in terms of Council's Statement of Financial Position.

Other infrastructure was last revalued at 30 June 2019 and this year has been indexed using the 'council cost index' published by the Local Government Association of Tasmania.

## **(D) UNOBSERVABLE INPUTS AND SENSITIVITIES**

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

## **(E) CHANGES IN RECURRING LEVEL 3 FAIR VALUE MEASUREMENTS**

The changes in level 3 assets with recurring fair value measurements are detailed in note 21 (Property, Plant and Equipment). There have been no transfers between level 1, 2 or 3 measurements during the year.

## **(F) VALUATION PROCESSES**

Council's current policy for the valuation of property, plant and equipment (recurring fair value measurements) is set out in note 1(i).

Non-recurring fair value measurements are made at the point of reclassification by a registered valuer.

## **(G) ASSETS AND LIABILITIES NOT MEASURED AT FAIR VALUE BUT FOR WHICH FAIR VALUE IS DISCLOSED**

Council has assets and liabilities which are not measured at fair value, but for which fair values are disclosed in other notes (refer note 18).

Council's loans are measured at amortised cost with interest recognised in profit or loss when incurred. The fair value of loans disclosed in note 18 is provided by each lender (level 2).

The carrying amounts of trade receivables and trade payables are assumed to approximate their fair values due to their short-term nature (level 2).

## 51. SIGNIFICANT BUSINESS ACTIVITIES

Pursuant to section 84(2)(da) of the *Local Government Act 1993*, Council identified 'Water Supply' and 'Sewerage' as significant business activities. As a result of statewide water and sewerage reforms taking effect on 1 July 2009, Council ceased providing these services on that date.

Council has also identified Off-street Parking, On-street Parking, Doone Kennedy Hobart Aquatic Centre (DKHAC) and the Tasmanian

Travel and Information Centre (TTIC) as commercial-like undertakings. Details of each of these are set out below.

Competitive neutrality costs are costs which would have applied to the activity had it not been conducted within the umbrella of government. Therefore, from the local government perspective, such "costs" are notional only and are disclosed for information.

### OFF-STREET PARKING

	2019-20 Actual \$'000	2019-20 Budget \$'000	2018-19 Actual \$'000
<b>Revenues</b>			
User Fees and Charges	9,137	11,219	10,297
Grants and Donations	5	-	-
Rental Income	(1)	459	398
	<b>9,141</b>	11,678	10,695
<b>Expenses</b>			
Employee Costs	(1,107)	(1,235)	(1,252)
Energy Costs	(134)	(156)	(153)
Materials and Contracts	(1,542)	(2,731)	(2,808)
Finance Lease Interest	(329)	-	-
Bad debts	-	-	-
Land Tax	(344)	(374)	(330)
Engineering and Administrative Overheads	(813)	(813)	(813)
Other	-	-	(8)
	<b>(4,269)</b>	(5,309)	(5364)
<b>Operating Profit/(Loss) Before Depreciation</b>	<b>4,872</b>	6,369	5,331
Depreciation	(1,646)	(736)	(1,284)
Profit/Loss on sale Plant and Equipment	-	-	-
	<b>(1,646)</b>	(736)	(1,284)
<b>Operating Profit/(Loss)</b>	<b>3,226</b>	5,633	4,047
<b>Competitive Neutrality Costs</b>			
Opportunity Cost of Capital	(3,734)	(3,837)	(3,837)
Income Tax	(752)	(1,425)	(950)
Council Rates	(491)	(452)	(592)
	<b>(4,977)</b>	(5,714)	(5,379)

## ON-STREET PARKING

	2019-20 Actual \$'000	2019-20 Budget \$'000	2018-19 Actual \$'000
<b>Revenues</b>			
User Fees and Charges	6,122	7,389	5,958
Fines	6,388	8,463	6,443
Other Income	2	-	
	<b>12,512</b>	15,852	12,401
<b>Expenses</b>			
Employee Costs	(3,581)	(3,802)	(3,622)
Energy Costs	-	-	(5)
Materials and Contracts	(1,873)	(2,339)	(1,951)
Bad debts	(240)	(350)	(398)
Engineering and Administrative Overheads	(703)	(703)	(703)
Other	-	-	(289)
	<b>(6,397)</b>	(7,194)	(6,968)
<b>Operating Profit/(Loss) Before Depreciation</b>	<b>6,115</b>	8,658	5,433
Depreciation	(550)	(195)	(59)
Profit/Loss on sale Plant and Equipment	-	-	-
	<b>(550)</b>	(195)	(59)
<b>Operating Profit/(Loss)</b>	<b>5,565</b>	8,463	5,374
<b>Competitive Neutrality Costs</b>			
Opportunity Cost of Capital	(98)	(74)	(74)
Income Tax	(1,531)	(2,327)	(1,478)
	<b>(1,629)</b>	(2,401)	(1,552)

## DOONE KENNEDY HOBART AQUATIC CENTRE

	2019-20 Actual \$'000	2019-20 Budget \$'000	2018-19 Actual \$'000
<b>Revenues</b>			
User Fees and Charges	3,816	6,074	5,468
Other Income	170	2	264
	<b>3,986</b>	6,076	5,732
<b>Expenses</b>			
Employee Costs	(3,184)	(3,946)	(3,376)
Energy Costs	(330)	(470)	(483)
Materials and Contracts	(1,415)	(1,650)	(1,923)
Insurance	(42)	-	(35)
Other	(1)	-	(7)
	<b>(4,972)</b>	(6,066)	(5,824)
<b>Operating Profit/(Loss) Before Depreciation</b>	<b>(986)</b>	10	(92)
Depreciation	(1,010)	(887)	(875)
Profit/(Loss) on sale of Plant and Equipment	(3)	-	(175)
	<b>(1,013)</b>	(887)	(1,050)
<b>Operating Profit/(Loss)</b>	<b>(1,999)</b>	(877)	(1,142)
<b>Competitive Neutrality Costs</b>			
Opportunity Cost of Capital	(1,493)	(1,569)	(1,569)
Council Rates	(82)	(98)	(98)
	<b>(1,575)</b>	(1,667)	(1,667)



## TASMANIAN TRAVEL AND INFORMATION CENTRE

	2019-20 Actual \$'000	2019-20 Budget \$'000	2018-19 Actual \$'000
<b>Revenues</b>			
User Fees and Charges	687	1,030	832
Tasmanian Government Grant	150	150	150
Other Income	85	20	23
	<b>922</b>	1,200	1,005
<b>Expenses</b>			
Employee Costs	(987)	(1,024)	(989)
Materials and Contracts	(259)	(322)	(347)
	<b>(1,246)</b>	(1,346)	(1,336)
<b>Operating Profit/(Loss) Before Depreciation</b>	<b>(324)</b>	(146)	(331)
Depreciation	(9)	(9)	(8)
Profit/(Loss) on sale of Plant and Equipment	–	–	–
	<b>(9)</b>	(9)	(8)
<b>Operating Profit/(Loss)</b>	<b>(333)</b>	(155)	(339)
<b>Competitive Neutrality Costs</b>			
Opportunity Cost of Capital	(7)	(8)	(8)
Council Rates	(8)	(8)	(10)
	<b>(15)</b>	(16)	(18)

**HOBART CITY COUNCIL**

**GENERAL PURPOSE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2020**

**CERTIFICATION BY GENERAL MANAGER**

The financial report presents fairly the financial position of the Hobart City Council as at 30 June 2020, the results of its operations for the year then ended and the cash flows of the Council, in accordance with the *Local Government Act 1993* (as amended), Australian Accounting Standards (including interpretations) and other authoritative pronouncements issued by the Australian Accounting Standards Board.

Signed at Hobart this 18<sup>th</sup> day of November 2020

A handwritten signature in black ink, appearing to read 'N. Heath', written over a horizontal dotted line.

(Nick Heath)

**General Manager**



## **Independent Auditor's Report**

**To the Councillors of Hobart City Council**

**Report on the Audit of the Financial Report**

### **Opinion**

I have audited the financial report of Hobart City Council (Council) which comprises the statement of financial position as at 30 June 2020 and statements of comprehensive income, changes in equity and cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, other explanatory notes and the statement of certification by the General Manager.

In my opinion, the accompanying financial report:

- (a) presents fairly, in all material respects, Council's financial position as at 30 June 2020 and its financial performance and its cash flows for the year then ended
- (b) is in accordance with the *Local Government Act 1993* and Australian Accounting Standards.

### **Basis for Opinion**

I conducted the audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of Council in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

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

My audit responsibility does not extend to the budget figures included in the financial report, the asset renewal funding ratio disclosed in note 49, nor the Significant Business Activities disclosed in note 51 to the financial report and accordingly, I express no opinion on them.

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

### Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial report of the current period. These matters were addressed in the context of my audit of the financial report as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Why this matter is considered to be one of the most significant matters in the audit	Audit procedures to address the matter included
<p><b>Valuation of property and infrastructure</b>  <i>Refer to notes 1(i), 21 to 28 and 50</i></p>	
<p>Property and infrastructure at 30 June 2020 includes a number of assets recorded at fair value, including land, land under roads, buildings, roads, bridges, and infrastructure assets totalling \$1.86bn. The fair values of these assets are based on either market values or current replacement cost. Council undertakes formal revaluations on a regular basis to ensure valuations represent fair value. Indexation is applied to fair values between formal valuations.</p> <p>In 2019-20 Council undertook a detailed revaluation of pipes, drains and rivulets based on current replacement costs determined by internal experts. Land, buildings and other infrastructure assets were subject to indexation. These valuations are highly dependent on upon a range of assumptions and unit rates.</p> <p>The calculation of depreciation requires estimation of asset useful lives, which involves a high degree of subjectivity. Changes in assumptions and depreciation policies can significantly impact the depreciation charged.</p> <p>Capital expenditure in 2019–20 totalled \$44.21m on a number of significant programs to upgrade and maintain assets. Capital projects can contain a combination of enhancement and maintenance activity which are not distinct and therefore the allocation of</p>	<ul style="list-style-type: none"> <li>• Assessing the scope, expertise and independence of experts involved in the valuations.</li> <li>• Evaluating the appropriateness of the valuation methodology applied to determine fair values.</li> <li>• Critically assessing assumptions and other key inputs in the valuation model, including corroboration of assumptions to external data.</li> <li>• Critically assessing the accuracy of the indexation applied by management.</li> <li>• Testing the reconciliation of movements through capitalised work-in-progress for the year.</li> <li>• Testing a selection of significant work-in-progress additions by confirming expenditure to supporting documentation and ensuring capitalisation was appropriate.</li> <li>• Testing a selection of significant completed capital work-in-progress projects to sure commissioned assets are appropriately recorded in the fixed asset register.</li> <li>• Evaluating the adequacy of disclosures made in the financial report, including those regarding key assumptions used.</li> </ul>

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Why this matter is considered to be one of the most significant matters in the audit	Audit procedures to address the matter included
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costs between capital and operating expenditure is inherently judgemental.

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### Responsibilities of the General Manager for the Financial Report

The General Manager is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the *Local Government Act 1993* and for such internal control as determined necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the General Manager is responsible for assessing Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Council is to be dissolved by an Act of Parliament or the Councillors intend to cease operations, or have no realistic alternative but to do so.

### Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the General Manager.
- Conclude on the appropriateness of the General Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Council's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or,

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
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if such disclosures are inadequate, to modify my opinion. My conclusion is based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause Council to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the General Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

From the matters communicated with the General Manager, I determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



**Rod Whitehead**  
**Auditor-General**

**Tasmanian Audit Office**

19 November 2020  
Hobart

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