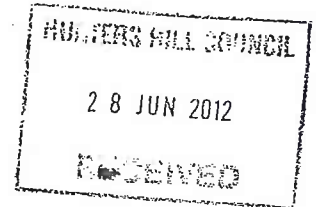


LOCAL GOVERNMENT ACT 1993
INSTRUMENT UNDER SECTION 508(2)
HUNTERS HILL COUNCIL



The Independent Pricing and Regulatory Tribunal (IPART), delegate of the Minister for Local Government, pursuant to the delegation dated 6 September 2010, determines:

1. Under section 508(2) of the Local Government Act 1993 (the Act), that the percentage by which Hunters Hill Council may increase its general income for the year 2012/2013 is 10.4%.
2. The percentage increase set out in clause 1 above is subject to the following conditions:
 - I. The council uses the Additional Income for the purposes of funding operating expenses and road infrastructure works. The road infrastructure works are listed in Appendix A of IPART's determination dated June 2012 of the council's application under section 508(2) of the Act (IPART's Determination).

Additional Income means:

- a) the additional general income raised in accordance with clause 1 of this instrument, less
 - b) the additional general income that would otherwise be available to the council under section 506 of the Act.
- II. The council reports in its annual report for each rating year over the period from 2012/2013 to 2021/2022 on:
 - a) expenditure on the road infrastructure works listed in Appendix A of IPART's Determination;
 - b) the outcomes achieved as a result of the special variation;
 - c) its asset renewal and maintenance expenditure;
 - d) its actual productivity savings achieved; and
 - e) any significant variations from its financial results as forecast in its Long Term Financial Plan and any corrective action taken or to be taken.
- III. The council reduces its general income for the 2022/2023 rating year by:
 - a) \$473,161 (Initial Reduction Amount); and
 - b) the cumulative additional income derived for the 2013/2014 to 2021/2022 rating years on the application of:
 - 1) any special variation percentage approved under section 508(2) or 508A of the Act for the council for each rating year during the period 2013/2014 to 2021/2022; and
 - 2) any general variation percentage approved under section 506 of the Act for the council for each rating year during the period 2013/2014 to 2021/2022, to the Reduction Amount.

Reduction Amount means:

The Initial Reduction Amount as increased by the additional income derived for each previous rating year relating to the Initial Reduction Amount.

[Note: the purpose of this clause is to reduce the council's general income to the amount of general income that the council would have had in the 2022/2023 rating year without this special variation.]

Dated this

15th

day of

June

, 2012



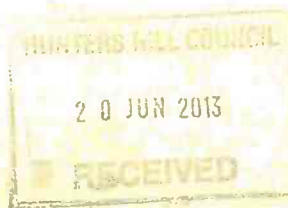
Chairman, Independent Pricing and Regulatory Tribunal

Our reference: 12/624

Your reference:

12 June 2013

Mr Barry Smith
General Manager
Hunter's Hill Council
PO Box 21
HUNTERS HILL NSW 2110



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Contact Alison Milne
T (02) 9290 8443
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Dear Mr Smith

**INSTRUMENT OF APPROVAL AND FULL REPORT FOR SPECIAL RATE
VARIATION APPLICATION 2013/14**

I refer to IPART's determination on Hunter's Hill Council's application for a special rate variation in 2013/14 which was issued on 11 June 2013.

I am writing to advise you that copies of the final reports on our special variation determinations are now available on the IPART website. I have attached a hard copy of the final report and the Instrument of Approval for Hunter's Hill Council for your records.

If you have any queries, please contact Alison Milne on 02 9290 8443 or Tony Camenzuli on 02 9113 7706.

Yours sincerely



James Cox PSM
Chief Executive Officer
and Full Time Member

LOCAL GOVERNMENT ACT 1993

INSTRUMENT UNDER SECTION 508(2)

HUNTER'S HILL COUNCIL

The Independent Pricing and Regulatory Tribunal (IPART), delegate of the Minister for Local Government, pursuant to the delegation dated 6 September 2010, determines:

1. under section 508(2) of the *Local Government Act 1993* (the Act), that the percentage by which Hunter's Hill Council may increase its general income for the year 2013/2014 is 10.67%.

[Note: The council will be reducing its general income for the year 2013/2014 by \$387,445 (the value of an expiring special variation) before increasing its general income for that year in accordance with this clause 1.]

2. the percentage increase set out in clause 1 above (special variation) is subject to the following conditions:
 - I. The council uses the Additional Income for the purposes of: (i) funding the program of road-related infrastructure renewal and environmental works; and (ii) improving financial sustainability. This program of expenditure is listed in Appendix A of IPART's determination dated June 2013 of the council's application under section 508(2) of the Act (IPART's Determination).

Additional Income means:

- a) the additional general income raised in accordance with clause 1 of this instrument, less
 - b) the additional general income that would otherwise be available to the council under section 506 of the Act.
- II. The council reports in its annual report for each rating year over the period from 2013/2014 to 2022/2023 on:
 - a) the program of expenditure that was actually funded by the special variation and the reasons for any significant differences from the program listed in Appendix A of IPART's Determination;
 - b) the actual revenues, expenses and operating balance against the projected revenues, expenses and operating balance as outlined in its Long Term Financial Plan;
 - c) any significant variations from its financial results as forecast in its Long Term Financial Plan and any corrective action taken or to be taken to address any such variation; and
 - d) the outcomes achieved as a result of the special variation.

Long Term Financial Plan means the Long Term Financial Plan developed by the council in accordance with the Integrated Planning and Reporting Framework, submitted to IPART as part of the council's

special variation application and summarised in Appendix B of IPART's Determination.

- III. The council reduces its general income for the 2023/2024 rating year by:
- a) \$383,679 (Initial Reduction Amount); and
 - b) the cumulative additional income derived for the 2014/2015 to 2022/2023 rating years on the application of:
 - 1) any special variation percentage approved under section 508(2) or 508A of the Act for the council for each rating year during the period from 2014/2015 to 2022/2023; and
 - 2) any general variation percentage approved under section 506 of the Act for the council for each rating year during the period from 2014/2015 to 2022/2023, to the Reduction Amount.

Reduction Amount means:

The Initial Reduction Amount as increased by the additional income derived for each previous rating year relating to the Initial Reduction Amount.

[Note: the purpose of this clause is to reduce the council's general income to the amount of general income that the council would have had in 2023/2024 without this special variation.]

- IV. The council reports to the Division of Local Government, Department of Premier and Cabinet, by 30 November each year on its compliance with these conditions for each rating year over the period from 2013/2014 to 2022/2023.

Dated this

12th

day of

June

, 2013



Dr Peter J. Boxall, AO
Chairman, Independent Pricing and Regulatory Tribunal