

25 June 2020



WHAT

This fact sheet summarises IPART's determinations on councils' applications for Crown Land Adjustments (CLAs).



WHY

CLAs increase the general income of councils for parcels of Crown land that have become rateable.

Crown land is generally exempt from rates. It usually becomes rateable if it is:

- ▼ Sold or leased to private entities, or
- ▼ Transferred to State Owned Corporations that are liable to pay rates.

CLAs allow councils to add the value of rates levied on the newly rateable land to their rate base. These adjustments allow councils to apply the full rate peg uniformly to all rating categories.



WHO

Two councils applied for CLAs:

- ▼ Hay Shire Council, and
- ▼ Wingecarribee Shire Council.



DECISIONS

IPART approved the applications for permanent increases to the rate base for Hay and Wingecarribee Shire Councils.

In making these determinations, IPART had regard to the Office of Local Government's assessment that these applications were valid CLAs.

Table 1 summarises our determinations for the two applications.

Table 1 Crown Land Adjustments (CLAs) for 2020-21 approved by IPART

Council	Previous owner of the Crown land	Reason for land becoming rateable	Increase for CLA (\$)	Permitted increase in general income		
				Increase for CLA (%)	Increase for rate peg (%)	Combined increase (%)
Hay Shire Council	Water Administration Ministerial Corporation	Sold to a private entity	55,467.20	2.29	2.60	4.89
Wingecarribee Shire Council	Minister for Community Services	Sold to a private entity	25,446.47	0.16	2.60	2.76