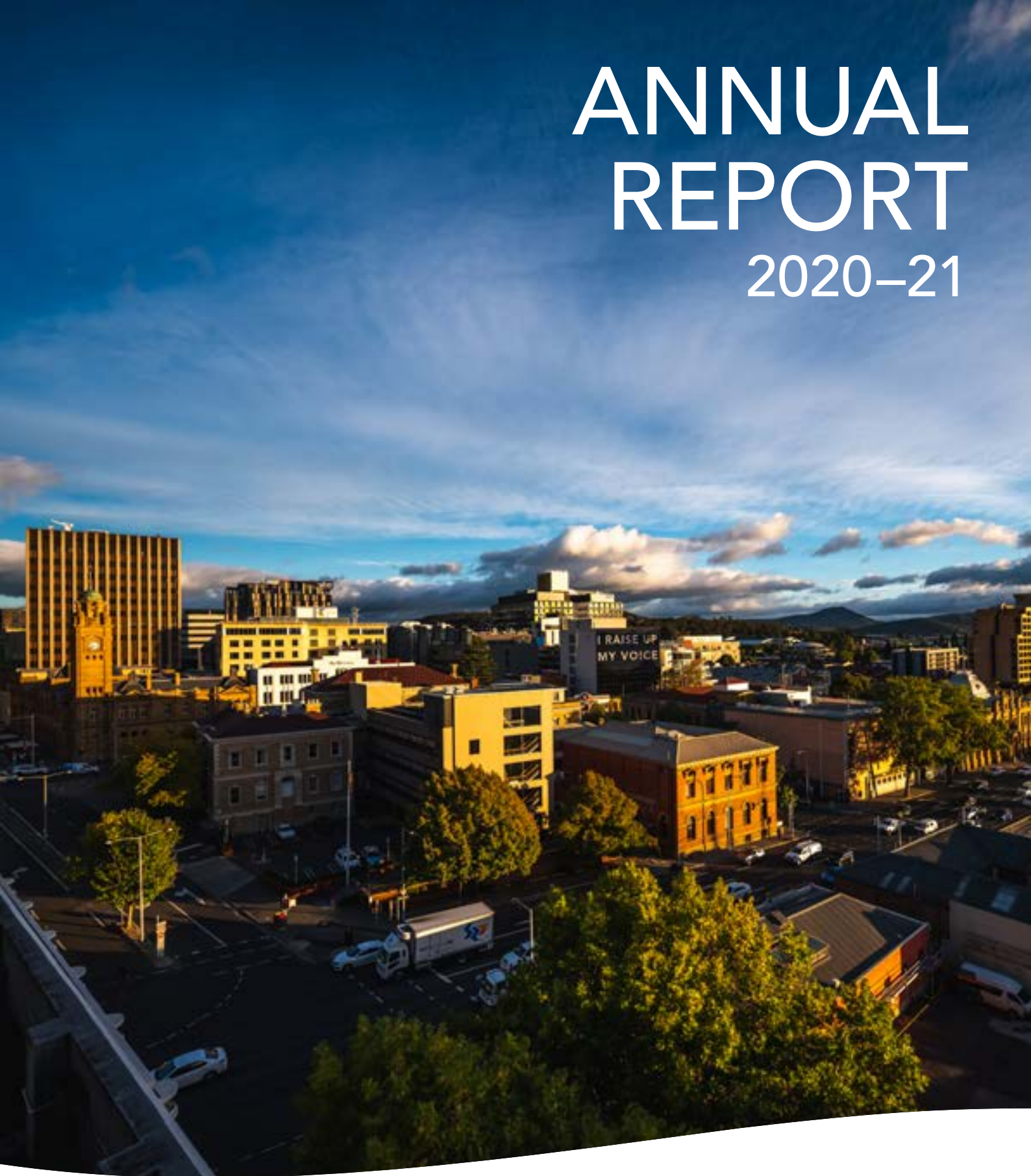


ANNUAL REPORT 2020–21



City of **HOBART**

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Images: Jillian Mundy, Andrew Wilson, Alastair Bett,
Pete Harmsen, Rosie Hastie, Craig Garth, Lea Guy.

VISION FOR THE CITY OF HOBART

Hobart breathes.

Connections between nature, history, culture, businesses and each other are the heart of our 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 annual report of Council's activities for 2020–21.

The past year has again been challenging with the continuing COVID-19 pandemic affecting much of what we do. This reporting year saw us in the midst of the pandemic and the last part of the year was dedicated to social and economic recovery.

Our support for our community through the impacts of COVID-19 continued with various measures, including:

- \$607 000 in assistance for ratepayers experiencing extreme financial hardship.
- \$36 700 in rent relief for tenants of city-owned properties experiencing financial hardship.
- A community, creative and business support grants program which saw us investing \$1 016 551 in the good ideas and initiatives of the community.

This support was in addition to the rates freeze for all ratepayers. It was the first freeze on rates and fees and charges in 22 years.

Council revenue was in the order of \$141 million. From this, we invested \$8.43 million in new assets, \$13.0 million in replacement of worn out assets and recorded an underlying deficit of just \$25 000. New borrowings of \$15 million were

taken out and \$4.17 million in existing debt was repaid.

Despite the challenges, 2020–21 has been a year of achievements, many of which are highlighted throughout this report.

The City has continued to see a lot of interest in development in Hobart despite the pandemic. In 2020–21, 841 permits were issued to the value of \$330.7 million.

This year we also undertook important strategic planning work including:

- Developing a 20-year plan to guide future development in central Hobart. The Central Hobart Precincts Plan will guide future growth in a way that will strengthen what's great about Hobart and build on its position as a vibrant, flourishing, sustainable and globally appealing capital city.
- Working with the other Greater Hobart Councils of Glenorchy, Clarence and Kingborough and the Tasmanian and Australian Governments to progress the Hobart City Deal and the Greater Hobart Act Work Plan with the development of a draft Vision for Greater Hobart 2050 and the commencement of a MetroPlan for Greater Hobart.

When finalised, the Metro Plan will ensure a coordinated approach to shaping the future of growth and change in Greater Hobart to 2050 and will include a Settlement Strategy, an Infrastructure and Services Plan and an Economic Development Strategy.

Council's capital works program saw the completion of, or substantial progress made on, a range of projects, including traffic management projects, road resurfacing, new paths and trails, improvements to stormwater drainage and lighting, upgrades to buildings and facilities, new security infrastructure and upgrades to parks and playgrounds.

Some of the more significant projects completed included:

- The \$1.3 million leisure pool refurbishment and new kids' pool and at the Doone Kennedy Hobart Aquatic Centre – featuring slides, a tipping bucket, water jets and soft-fall flooring. Approximately 700 000 people use the facility each year.
- Fern Tree Park – the \$2 million makeover (partly funded by the Australian Government) of this historic park in Fern Tree included a nature-based playground, new toilets and a bus shelter.
- Big Bend fire trail upgrade – this 4km critical firefighting and evacuation route on kunanyi/ Mt Wellington received an upgrade to the trail surface and improvements to drainage.
- Elizabeth Street Bus Mall – following the opening of the Mövenpick hotel, the final stage of works saw the mall returned to two-way movement, widening of the footpath, new paving and a new bus shelter.
- Argyle Street Car Park lift upgrade – both lifts were upgraded for an improved and faster service.
- Domain roundabout – to improve road safety and modernising the facilities of the Queens Domain, government funding allowed the upgrade at the Upper Domain Road and Cleary's Gate Road intersection.

Noteable Council decisions included:

- Endorsement of the Sustainable Hobart Action Plan, Hobart's plan for taking action on climate change in the period 2020-2025. The Plan includes 42 actions to reduce Hobart's energy use and emissions, improve resilience against natural disasters and promote innovative energy and transport solutions.

The Plan includes work to increase electric vehicle infrastructure and thanks to the assistance of the Tasmanian Government, we were able to install a new fast-charge station at the Dunn Place car park. This installation builds on the existing trickle-charge bays at the Hobart Central Car Park.

- To improve the safety of our City's commercial, retail and urban areas, the Council agreed to introduce safer speed limits into Hobart's CBD to 40 km/h. We also agreed to 40 km/h speeds in neighbourhood shopping areas. This brings us in line with other capital and major cities in Australia and has created a safer city road network.

We did this with support from the Road Safety Advisory Council, RACT, Tasmanian Transport Association and Metro Tasmania. By focusing on people and by building safer streets, we are creating a more liveable city.

- After 31 years of running and growing the Taste of Tasmania into the largest event of its kind in Australia, Council made the decision to transition the Taste to new ownership.

The Council will continue to play a valuable role as a partner or sponsor, which is a far more appropriate role for a council to play in an event of such significance. We look forward to our residents and visitors enjoying the 2021-22 Taste-style event showcasing produce from across Tasmania at a wonderful time of the year in Hobart.



Some other notable work that we undertook this year includes:

- The trialling of Reconophalt sustainable asphalt mix to refurbish a road in Lenah Valley. More than 150 000 plastic bags were diverted from landfill and mixed with recycled printer cartridges and crushed glass. It was the first time the council has used the product and we'll be watching it closely to see how well it performs with the aim of incorporating it into other road projects in the future.
- We launched the *CityTalks* event series in partnership with the University of Tasmania. The webinar series is aimed at inspiring ideas and innovation for Hobart's future. Three talks were held in the reporting year with the topics of how cities are reshaping their streets in response to COVID-19, the economic value of Hobart's heritage buildings and the economic and social impacts of urban sprawl.
- An arts project to encourage public conversation about the future of the William Crowther Statue in Franklin Square was launched during the year. *Crowther Reinterpreted*, is a series of four temporary public art works by local artists, each offering a response to the statue of William Crowther. The four commissions present diverse perspectives to acknowledge, question, provoke discussion and increase awareness about the story of Crowther and Lanne.
- The Council's highly-successful Bushcare Program continued with more than 457 volunteers taking part in Bushcare activities during 2020–21. All up, Bushcarers contributed 4470 hours of work to the value of more than \$150 000 to help maintain and conserve our bushland habitat, restoring degraded areas by planting native trees and shrubs, and removing invasive weeds that would otherwise choke local flora and threaten wildlife.
- Council held a bus shelter design competition and award-winning design firm Supermanoeuvre took out the challenge with a design that can be altered to suit different locations, through a program that places the shelter at the location for site-specific design adjustments. Supermanoeuvre will now work with City of Hobart staff to develop a shovel-ready design.



Council received several awards throughout the year including:

- The Planning Institute of Australia award for planning excellence in the category of Improving Planning Processes and Practices for the project *Connected Hobart Smart City Framework and Action Plan*.
- The 2020 Resilient Australia National Local Government Award for delivering a program to help the Hobart community recover from the May 2018 flood event.
- An award of Excellence in the Local Government Professionals Australia (Tasmania) Community and Service Category for the *Hello Hobart Passport to Hobart* program.

In April 2021, we farewelled our long-serving General Manager, Nick Heath. We would like to acknowledge Nick's outstanding contribution to local government and the Hobart community in a career that spanned more than 30 years.

In May 2021 we welcomed a new Chief Executive Officer in Kelly Grigsby, following a national executive search. Kelly is a highly-experienced and respected local government executive with significant inter-governmental influencing experience, strategic foresight and someone committed to public value, innovation and building inclusive communities.

In closing, I would like to extend my thanks to my Elected Member colleagues for their contribution over the past 12 months. To the Executive Leadership Team and City of Hobart staff, thank you for your dedication and professionalism in delivering for our community during another challenging year.

Cr Anna Reynolds
LORD MAYOR

CHIEF EXECUTIVE OFFICER'S MESSAGE



It is an honour to present my first Annual Report since being appointed as the City of Hobart's Chief Executive Officer in May 2021.

I wish to start by acknowledging the work of former General Manager Nick Heath. Nick left the City of Hobart in April 2021 after serving as General Manager for over thirteen years in a 36 year-long career with the organisation. When reflecting on his years of service and achievements over a long and illustrious career, Nick outlined a number of highlights during his time at the City of Hobart including the purchase of Bicentennial Park as a gift to the city; the economic support the City provided following the devastating fire that destroyed Myer; assisting in obtaining a City Deal for Hobart (a ten-year partnership between the Australian Government, Tasmanian Government and the Clarence, Glenorchy, Hobart and Kingborough councils); a new Strategic Plan and Community Vision and the delivery of quality services and events for the community and visitors. On behalf of the City, I extend our thanks to Nick for his service to the organisation and the community.

It's a privilege to have been appointed as the Chief Executive Officer of the City of Hobart at such a dynamic time in the city's history. As a regular visitor to Tasmania I am very excited to be here. Hobart is a unique small city which offers a tremendous lifestyle in a spectacular setting. This is no longer a secret and while this

has brought about economic and social benefits not everyone is experiencing growth in the same way. There is pressure on infrastructure and housing availability and affordability. Ensuring that everyone can participate and share the benefits of this growth is a key challenge in this period of city transformation.

We need to embrace the opportunities to grow while recognising the things that make Hobart special. The City will seek to embrace opportunities for growth that are aligned to the Community Vision and build international connections and capabilities to leverage all that Hobart has to offer. The City Deal for Hobart is also a strategic opportunity to collaborate and leverage investment as we grow and change.

I am looking forward to working with the community, government and key partners to supercharge Hobart's reputation for creativity and entrepreneurialism that is economically, environmentally and socially sustainable.

The growth and change that Hobart is experiencing has been highlighted and accelerated by the COVID-19 pandemic. At the end of the 2021 financial year one of the main things on everyone's mind was how Hobart and the region could recover from the ongoing impacts of COVID-19 lockdowns interstate and locally on the community and businesses. Based on the experiences 2020 presented, we learnt a lot as an organisation on how to manage future shocks. As part of our response to COVID-19, a framework has been developed that pulls together all governance arrangements clarifying the triggers to prepare, respond and activate relevant major actions. From business-as-usual to extreme lockdown restrictions, the possibility of a secondary emergency situation occurring and the impact on the City's operations and community.

It was also important to understand the impact of COVID-19 on our organisation and how it affected our staff. Feedback from staff has contributed to the COVID-19 framework and has helped to develop workplace and service arrangements.

Our residents and businesses showed great resilience facing the impacts of COVID-19 in 2020–21. The response to COVID-19 has been addressed by all levels of government, as the level of government closest to the community the City represented community and businesses at all levels of government to ensure their needs were heard and addressed. On a practical level the City continued to provide support through our grants program, rates remissions and the waiving of fees and charges.

The City faced significant financial challenges arising from the pandemic. However, this presented an opportunity for the City to reconsider its Long Term Financial Management Plan to redefine our pathway to sustainable financial management, with a particular focus on growth in Hobart.

The year saw a freeze on rates and fees and charges, rent relief for council tenants, financial hardship assistance for ratepayers and two new business grants streams to support local businesses, community projects and creative activities. Whilst the predicted underlying result for the year was a deficit of \$11.8 million, we ended the year with a deficit of just \$25 000. This favourable position was achieved by lower than expected applications for rates remissions and a prudent approach to controlling materials and services costs and staff costs.

The City's main focus this year has been the delivery of essential services and community support. While difficult to estimate the financial impacts of COVID-19 and how quickly the City will recover hard decisions had to be made based not only on budget but also public health constraints. Some of our most-loved events had to be cancelled including the Taste of Tasmania and the Christmas Pageant. We were however able to hold some events thanks to our dedicated and innovative staff and our wonderful volunteers. The City Welcome volunteers helped to ensure compliance with COVID-19 requirements and public safety at Tasmania's Own Market every week, block

parties, Light up the Lane and the Ability to Create exhibition.

Despite these financial challenges the City has still delivered an extensive number of projects and programs during the year.

The work of the City has also be recognised through several awards this year, congratulations to our staff for the creative and passionate support shown for our community.

THE YEAR AHEAD

A key focus in the year ahead will be a transformation of the City of Hobart's organisational structure to enable us to better meet current and emerging community needs and aspirations. The first stage in this project will be to undertake a staff survey early in the new financial year so that I can hear what staff think is working well in the organisation, what needs improvement and importantly ideas for the future.

A community satisfaction survey and business survey will also be conducted in the first six months of the year. I look forward to sharing the outcomes of the transformation project and community surveys in our next Annual Report.

We also have an extensive capital works program scheduled for 2021–22 and many significant projects underway. We will also be celebrating some milestones this year with the 50th Anniversary of Salamanca Market and the arrival of Australia's new Antarctic icebreaker RSV Nuyina.

In closing, I wish to extend my thanks to the Lord Mayor and Elected Members, my Executive Leadership Team colleagues and all employees for the valuable contribution they have made to the City of Hobart and its community.

Kelly Grigsby
Chief Executive Officer

HOBART TODAY

We are an island capital on the fringe of the Southern Hemisphere, a city defined by wild weather and its place as a gateway to Antarctica.

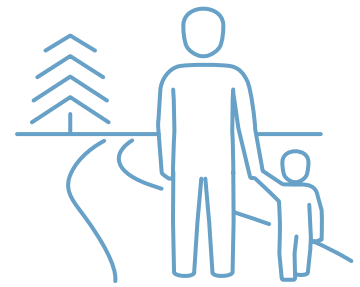
Hobart: A community vision for our island capital, identity statement 1



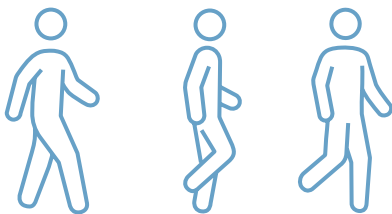
15 SUBURBS



LAND AREA
78 SQUARE KMS



NATIVE BUSHLAND
4600 HA



POPULATION
55 250



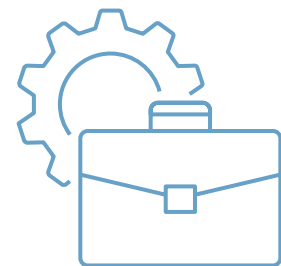
PERSONS BORN OVERSEAS
11 445 – 22%



MEDIAN AGE
37.7 YEARS



YEAR 12 COMPLETED – 66%



UNEMPLOYMENT RATE 4%
(JUNE 2021 QUARTER)

Sources: Australian Bureau of Statistics (NIEIR - National Institute of Economic and Industry Research)

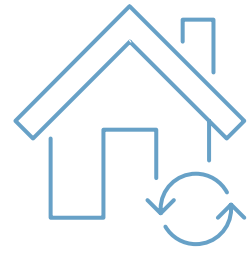
HOUSING TENURE:



MORTGAGED – 26%



OWNED – 31%

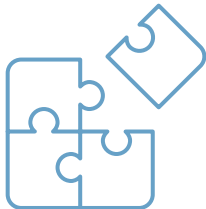


RENTING – 33%

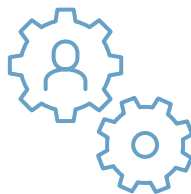


NUMBER OF BUSINESSES – 6913
(ABS 2020)

TOP 3 INDUSTRIES BY EMPLOYMENT (NUMBER OF PEOPLE):



HEALTH CARE AND SOCIAL
ASSISTANCE – 8377



PUBLIC ADMINISTRATION
AND SAFETY – 8081

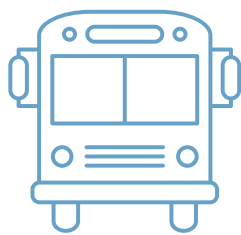


EDUCATION AND
TRAINING – 5451

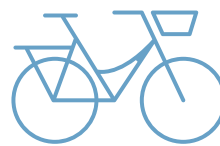
MODE OF TRAVEL TO WORK:



CAR – 54%



BUS – 5%



BICYCLE – 2.8%



WALKED – 16.4%



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* and in 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 STRUCTURE

The Council is the ultimate policy making body of the organisation. It sets the strategic direction, monitors the performance of its functions, and is responsible for allocating finances and resources.

The Council meets twice a month on Mondays, commencing at 5 pm in the Council Chamber at the Hobart Town Hall (except for January and December when there is only one meeting).

Council meetings are open to the public who may sit in the public gallery. The meetings are also streamed and can be watched live through the City of Hobart's [YouTube channel](#).

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.

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 from pages 66–70.

A number of advisory groups have been established to provide community participation in 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 the local government sector, our community and economy. Membership is listed against each Elected Member on pages 21–27.

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 chairperson, 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 2020–21 included Mr David Hudson as the independent Chairperson (until 31 December 2020), Ms Frances Hall as the independent Chairperson (from 1 January 2021), Mr Frank Barta and Mr Wayne Davy (from 1 January 2021) as the independent panel members, and Deputy Lord Mayor Councillor Helen Burnet and Councillor Bill Harvey 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 AND ELECTED MEMBERS



LORD MAYOR

COUNCILLOR ANNA REYNOLDS

BA, MM

Committee Membership

- Council (Chairperson)
- City Infrastructure Committee

Representation on other committees, advisory groups and external bodies

- City of Hobart and UTas Governance Forum (Chairperson)
- Council of Capital City Lord Mayors
- COVID-19 Reference Group
- Glebe Residents Traffic Committee
- Greater Hobart Committee
- Greater Hobart Homelessness Alliance
- Heritage Account Special Committee (Chairperson)
- Hobart Active Travel 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
- Premier's 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 (Chairperson)
- West Hobart Residents Traffic Committee



DEPUTY LORD MAYOR

COUNCILLOR HELEN BURNET

MAICD, Dip App Sc (Podiatry)

Committee Membership

- City Planning Committee (Chairperson)
- City Infrastructure Committee
- Finance and Governance Committee
- Parks and Recreation Committee
- Risk and Audit Panel

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
- Glebe Residents Traffic Committee (proxy)
- Heritage Account Special Committee
- Hobart Active Travel Committee (Chairperson from 6 July 2020)
- 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 (Chairperson)
- 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
- 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 (Chairperson)
- City Planning Committee

Representation on other committees, advisory groups and external bodies

- Battery Point Foreshore Access-way Working Group (Chairperson)
- 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 (Chairperson)
- 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

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



ALDERMAN

DAMON THOMAS

BA, LLB, LLM

Committee Membership

- Economic Development and Communications Committee (Chairperson)
- Finance and Governance Committee
- Parks and Recreation Committee

Representation on other committees, advisory groups and external bodies

- Battery Point Foreshore Access-way Working Group
- COVID-19 Reference Group
- Hobart Glenorchy Public Transit Corridor Committee
- Housing with Dignity Reference Group (Chairperson and member until 10 August 2020)
- Lunar New Year Celebrations Working Group (Chairperson)
- 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 (Chairperson)
- City Planning Committee
- Community, Culture and Events Committee
- Risk and Audit Panel

Representation on other committees, advisory groups and external bodies

- City of Hobart and UTas Governance Forum (Proxy)
- Climate Action Roundtable
- Cycling South Inc.
- Hobart Active Travel Committee
- Hobart Glenorchy Public Transit Corridor Committee
- North Hobart Parking Review Working Group
- Salamanca Market Stallholders Association (Chairperson)
- Taste of Tasmania Advisory Group (proxy)
- Southern Tasmanian Councils Authority – Waste Strategy South Group (ex officio City Infrastructure Committee Chairperson)



ALDERMAN
SIMON BEHRAKIS

Committee Membership

- City Infrastructure Committee (from 6 July 2020)
- City Planning Committee

Representation on other committees, advisory groups and external bodies

- COVID-19 Reference Group
- Friends of Soldiers Memorial Avenue (proxy)
- Hobart City Council Access Advisory Committee (Chairperson)
- Hobart Emergency Management Committee (proxy)
- Housing with Dignity Reference Group (from 10 August 2020)
- North Hobart Parking Review Working Group



COUNCILLOR
MIKE DUTTA

Committee Membership

- City Planning Committee
- Community Culture and Events Committee
- Economic Development and Communications Committee

Representation on other committees, advisory groups and external bodies

- Housing with Dignity Reference Group (from 10 August 2020)
- Queens Domain Advisory Committee (proxy)
- South Hobart Residents Traffic Committee



COUNCILLOR

JAX FOX

BA Social and Political Science, Diploma
Children's Services

Committee Membership

- City Infrastructure Committee
- 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
- Hobart Active Travel Committee
- Hobart City Council Access Advisory Committee
- Housing with Dignity Reference Group (Co-Chairperson from 10 August 2020)



COUNCILLOR

DR ZELINDA SHERLOCK

BA-LLB, MA-TESOL, PhD

Committee Membership

- Community Culture and Events Committee (Chairperson)
- 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

BGS (Info Systems), Dip Financial Services

Committee Membership

- City Planning Committee
- Finance and Governance Committee

Representation on other committees, advisory groups and external bodies

- Superannuation Policy Group (from 6 July 2020)
- Tasmanian Water and Sewerage Corporation Owners Representative
- Wellington Park Management Trust (Deputy Member from 23 September 2020)



ORGANISATIONAL STRUCTURE

The 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/Chief Executive Officer 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.



Chief Executive Officer
Kelly Grigsby
(from May 2021)



General Manager
Nick Heath
(until April 2021)



Deputy General Manager/City Governance
Heather Salisbury
(until August 2020)



City Planning Director
Neil Noye



City Amenity Director
Glenn Doyle



Community Life Director
Tim Short



City Innovation Director
Peter Carr

OUR VOLUNTEERS

11 608 or 27% of City of Hobart residents identified as community volunteers in the 2016 ABS Census.

MAKING A DIFFERENCE

Hundreds of dedicated volunteers help the City of Hobart each year to deliver 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 for many years welcoming visitors and tourists to Hobart and the region.

COVID-19 led to a number of volunteer programs being suspended in 2019–20, but with the easing of restrictions this year support and participation in the programs has been as strong, if not stronger than ever. This year has highlighted the importance of volunteering in our community with City of Hobart volunteers alone contributing thousands of hours across the volunteer programs.

More than 600 volunteers help the City to deliver a range of programs.

There are six volunteer programs at the City with varied and diverse roles.

BUSHCARE AND TRACKCARE PROGRAM

This program facilitates and supports a number of groups of volunteers who undertake environmental weeding, planting and litter control, maintenance and development of tracks and climbing areas, and generally making Hobart's bushland a healthier, more beautiful place. The program continues to grow each year and now has 457 volunteers who contributed a total of 4470 hours over the year. 145 Bushcare, Trackcare and Crag Care activities were held over the year including track and bushcare days, educational events about

local fauna and flora, community planting days and National Tree Day events.

The City is also assisted by volunteers from Wildcare Tasmania who work across the state caring for local climbing areas. In Hobart they care for local climbing areas on kunanyi/ Mt Wellington and Fruehauf by undertaking erosion and weed control, rubbish removal and track maintenance.



Greg Kidd has been a Bushcare volunteer for close to two decades. It's estimated Greg has taken part in up to 400 Bushcare activities over the years and as a jack of all trades his skills include weed control, remote area track construction and hut restoration, lime washing, chain sawing, first aid and teaching.

Greg's time in the field is priceless. It has led to real and long-lasting impacts on our environment, including helping to significantly reduce invasive weeds and protecting peppermint and black gum woodlands in Bicentennial Park.

Greg's contribution as a volunteer was recognised this year when he was a finalist in the 2021 Environment, Animal Care and Conservation Volunteer Award.

MATHERS HOUSE AND CRITERION HOUSE

The City offers programs and activities for older people and supports people's ability to participate in all aspects of community life. The programs at Mathers House are supported by volunteers who assist in:

- The Dining Room program as cooks, kitchen hands and waiters.
- The Meeters and Greeters program to welcome people into the centre and help them find out about the Positive Ageing Program and My Aged Care services, health websites and events and activities in the community.
- The Positive Ageing Program by facilitating programs and events.

The assistance provided by the volunteers helps to deliver a full and varied program of events that keep Mathers House a vibrant and valued facility.

YOUTH ARTS AND RECREATION CENTRE (YOUTH ARC)

Volunteers at Youth Arc help to develop and undertake innovative youth participation, development programs and activities to create opportunities for people aged between 12 and 25 to be social and creative.

The centre volunteers continue to support young people in the areas of social inclusion and skill development in music, art, cooking, digital media and creative projects.

A highlight this year have been our volunteer's contribution to the Youth Program's Light Up The Lane event. The Youth Advisory Squad hosted a community engagement stall and volunteers were involved coordinating kids activities in the 'Space Cave', documenting the event via video and ensured the event was run in line with COVID-19 safety requirements.



INTERNATIONAL STUDENT AMBASSADORS

The 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 have assisted the City at key formal events throughout the year. These include citizenship ceremonies, Harmony Week, Seniors Week, and Block Parties. The ambassadors have also initiated a series of events which aim to connect new arrivals with local Tasmanians. The events have included a conversation café about life in Hobart, and a hands-on baking workshop. These events aim to address needs of international students by creating a more welcoming and inclusive city for all.

CITY WELCOME VOLUNTEERS

The City Welcome volunteer program was previously called the Meet and Greet volunteer program. The Meet and Greet volunteers worked through the Tasmanian Travel and Information Centre with a key role of welcoming and assisting visitors on their arrival in Hobart. Due to the impact of COVID-19 on international and interstate visitors to Tasmania the program was reviewed, and an the City Welcome Volunteer program developed.

The program now has over 200 volunteers many of whom have volunteered with the City for a number of years. It is also supported by a number of newer volunteers through a partnership with the University of Tasmania.

The City Welcome volunteers have made it possible to hold City-run events by primarily ensuring compliance with COVID-19 requirements and public safety at events such as Tasmania's Own Market every week, the Block Parties held in late 2020, Light Up The Lane in May 2021 and the Ability to Create in May 2021.

CELEBRATING AND RECOGNISING VOLUNTEERS

The City holds an annual Volunteer Recognition Reception, in honour of National Volunteer Week, for all Hobart volunteers to publicly celebrate the valuable contribution made in the community. This year's reception was held in the Town Hall in May and over 90 volunteers representing 47 organisations received certificates of appreciation from the Lord Mayor.

In addition to the National Volunteer Week celebration, the City's volunteer programs show their appreciation to the volunteers through recognition events and awards, formal receptions, barbecues, and morning teas.



STILL GARDENING

The Still Gardening program gives older people a chance to stay active in their homes and gardens. A team of dedicated volunteers – Garden Mates – work one-on-one with older people in their gardens to help them keep on doing what they love; spending time caring for their gardens and enjoying the outdoors.



Judy has been a Still Gardening volunteer for nearly three years now. After retiring she decided to do something with her time which was meaningful and helpful and as she enjoyed gardening it seemed the logical fit.

Judy has been working with Ronda in her garden now for 2.5 years and loves it. Judy looks forward to her visits each week and said

“We spend time doing just what she wants to do. That could mean just a tidy up or it could mean starting a new project she has come up with, and there have been a few of them! She loves her garden, it gives her so much pleasure to be out in it or to just sit at her table and to be able to look out on it. Helping Ronda keep her garden going and getting her out in it has been such a pleasure”.





PART II
REPORTING
PERFORMANCE



STRATEGIC FRAMEWORK

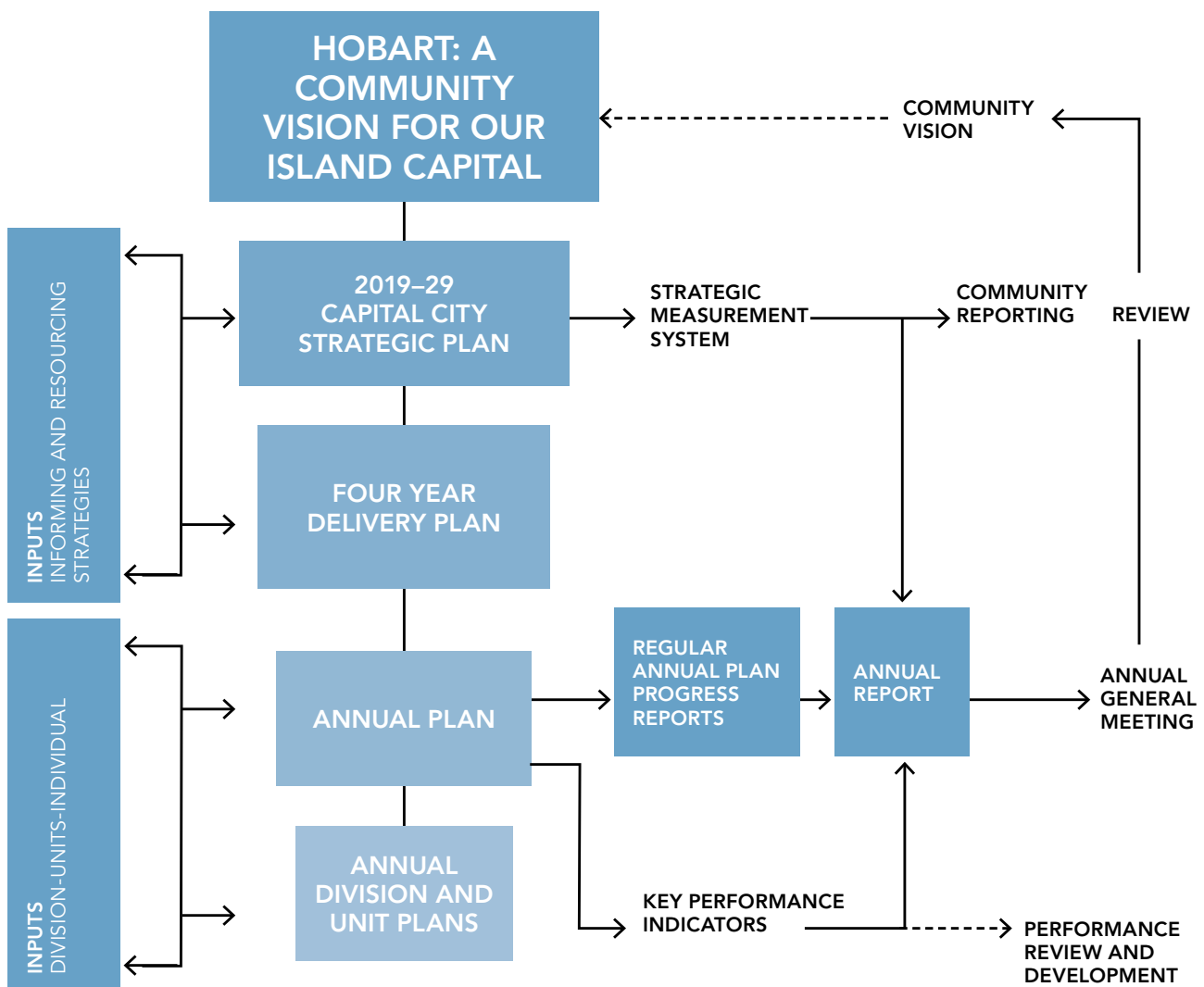
The vision, *Hobart: A community vision for our island capital* was developed by community members and stakeholders in 2017–18. Over 1100 contributions from community members and stakeholders from across Hobart went into creating it.

The vision is future focused and describes what the community wants now and in the future for Hobart.

The City of Hobart has responded to the vision through the development of strategies, plans and actions that set out how we will help create the Hobart the community wants.

The Capital City Strategic Plan 2019–29 is the primary document for the City of Hobart which outlines the outcomes we aim to achieve in response to the vision. The outcomes in the strategic plan are put into action through shorter term goals in the Annual Plan which is endorsed by the Council each year with the budget estimates.

The City’s strategic planning framework and reporting activities incorporate the requirements of the *Local Government Act 1993* and are illustrated in the diagram below.



HOBART: A COMMUNITY VISION FOR OUR ISLAND CAPITAL

Hobart: A community vision for our island capital has three parts which when viewed together, tells us what values and aspirations people have for Hobart and, guides thinking about the future. The three parts were

developed through the vision community engagement process and are designed to complement and reinforce each other.

The three parts of the vision:

VISION STATEMENT	IDENTITY STATEMENTS	PILLARS
<p>The vision statement is the overarching message about how to approach the future of Hobart.</p> <p>Decisions by the Council should be guided by this statement.</p>	<p>The identity statements are summaries of Hobart's stories, values and special qualities. They are about Hobart today – reflecting aspects of identity that should be reinforced, developed or improved.</p> <p>They are grouped into categories that make up parts of local identity:</p> <ol style="list-style-type: none"> 1. Where we live 2. Where we come from 3. Who we are 4. How we relate 5. How we live 6. How we work 7. How we engage in civic life <p>Decisions should reflect, enhance and/or evolve these core aspects of our sense of place.</p>	<p>The eight pillars represent the major parts of city life:</p> <ol style="list-style-type: none"> 1. Sense of place 2. Community inclusion, participation and belonging 3. Creativity and culture 4. City economies 5. Movement and connectivity 6. Natural environment 7. Built environment 8. Governance and civic involvement <p>Each pillar has a number of focus areas which guide strategic thinking about Hobart.</p> <p>No pillar should be considered in isolation to the other pillars, or to the identity statements.</p> <p>They are about Hobart in the future, reflecting some of what the city is now but also what the community wants it to become.</p> <p>Decisions should reflect, enhance and/or evolve these core aspects of city life.</p>

THE CITY OF HOBART ANNUAL PLAN 2020–21

The Annual Plan sets out the major actions and initiatives for the financial year ahead and covers a wide range of operational responsibilities, programs and projects that are aligned with the community vision, the Capital City Strategic Plan 2019–29, the Capital Works Program and other strategies.

The Annual Plan for the 2020–21 financial year was more modest than previous years, with a strong focus on providing support for the community and economy in the midst of the COVID-19 pandemic.

The Annual Plan is based on the eight pillars in the community vision and the Capital City Strategic Plan 2019–29.



Pillar 1
Sense
of place



Pillar 5
Movement and
connectivity



Pillar 2
Community
inclusion,
participation
and
belonging



Pillar 6
Natural
environment



Pillar 3
Creativity
and culture



Pillar 7
Built
environment



Pillar 4
City
economies



Pillar 8
Governance
and civic
involvement

YEAR IN REVIEW

MAJOR ACHIEVEMENTS

Progress on the major actions and initiatives in the Annual Plan is reported every quarter to the Council and is summarised in the Annual Report.

The following outlines the major achievements and provides the status of each action in the Annual Plan at the end of the year.

Achievements included:

- \$21.43 million spent on Capital Works with completion or substantial progress made on a range of projects including traffic management projects, road resurfacing, new paths and trails, improvements to stormwater drainage and lighting, upgrades to buildings and facilities, new security infrastructure and upgrades to parks and playgrounds.
- Approval of the *Sustainable Hobart Action Plan* following community and stakeholder engagement.
- Installation of the Midtown Expanded Outdoor Dining Trial which provides temporary expanded outdoor dining and street seating space, greening and bicycle racks in Elizabeth Street between Melville Street and Brisbane Street.
- A fast-charge electric vehicle station was installed at the Dunn Place carpark that was funded through a ChargeSmart Grant from the Tasmanian Government.
- Approval of *Hobart: A City for All Community Inclusion and Equity Framework* and broad community consultation on associated community commitments.
- Delivery of a range of business support programs and activation opportunities including business grants, the Passport to Hobart program to help boost local food and beverage trade, and Block Parties in local retail precincts.
- Tasmania's Own Market started in August 2020 as a flexible, COVID-19 safe alternative to Salamanca Market and was the first major event in Tasmania to operate in 2020. By the end of March 2021 an average of 13 000 patrons were visiting the market every Saturday.
- The launch of the Hobart Current Biennial Program.
- Adoption and implementation of the Single-Use Plastics By-law.
- An upgrade of the Big Bend Fire Trail was completed in partnership with Glenorchy City Council and TasWater.
- A significant redesign and reconstruction of a section of the Lenah Valley fire trail.
- An additional 500 tonnes of waste was diverted from landfill in the first year of the FOGO (Food Organics and Garden Organics) collection service.
- State government funding was received for the renewal of three Mountain Bike Tracks on the foothills of kunanyi/Mt Wellington, the iconic North South Track and improved signage for other sites.
- Community carol events and Block Parties were supported as part of the Christmas activation program, and the year was farewelled through two New Year's Eve fireworks displays on the waterfront.
- A program to raise awareness of the threatened Eastern Barred Bandicoot was launched. The program included key messages on cat containment, dogs on lead and conservation of complex habitat for the bandicoot across the City.
- Completion of the works in Kemp Street and Purdy's Mart which provide contemporary public facilities, improve pedestrian safety and visually enhance the streetscape, making it a more vibrant multi-use inner city space.

The City also delivered a diverse range of community-based programs and initiatives that promoted health and wellbeing and activated the city:

- Expanded programs at the Youth Arts and Recreation Centre
- Light Up The Lane youth event
- The Still Gardening Program
- Arts, educational, health and social programs and events at Mathers and Criterion Houses.
- The Ability to Create all ability art exhibition and program
- Creative and musical activities at Wellington Court to support initiatives to reduce anti-social behaviour
- Expansion of the Busking and Street Performance program
- Launch of a 6 month trial for a new speakers' corner in Salamanca Plaza
- Japan's Children's Day Celebration
- Healthy Hobart
- Walking Book Club with the Bushcare Program
- Working Bee bushcare and trackcare activities
- Cloth Nappy workshops
- Home Composting workshops



COMMUNITY ENGAGEMENT

All councils must consult, involve and be accountable to the community when performing its functions. (*Local Government Act section 20(2)*). In addition to this statutory requirement, the City of Hobart recognises the right of the community to be informed and have input into decisions which affect their lives. The views, needs, issues and aspirations expressed by the community are balanced with other influences, such as budgetary and legislative constraints, to make informed decisions.

The City ensures that opportunities exist for everyone to have a say on decisions that may affect them by using a range of consultation methods across projects and programs. While some methods to consult with the community are described through specific legislation such as planning schemes and the *Local Government Act*, the following methods are also used to consult with the community:

- Surveys.
- Information on the City's website.
- Social media.
- Local community conversations.
- Listening posts.
- Advisory and reference groups.
- Community forums.
- Stakeholder meetings, workshops and round tables.

In 2020–21 the City has consulted with the community on some key projects including:

- A number of construction projects for example; bridge upgrades, road maintenance, track repairs and park upgrades.
- *North Hobart Place Vision Framework and Access and Parking Plan*.
- *Sustainable Hobart Action Plan*.
- Midtown draft concept design.
- Collins Court Upgrade Stage two.
- Hobart CBD speed limit.
- The Community Inclusion and Equity Framework.
- Community Commitments (action plans):
 - Multicultural Commitment
 - LGBTIQ+ Commitment
 - Equal Access Commitment
 - Youth Commitment
 - Positive Ageing Commitment
 - Community Safety Commitment.
- The Crowther Reinterpretation project.
- Busking and Street Performance program.
- Speakers' Corner program.
- The Block Party program.
- *Bushfire Management Strategy*.

The City's online community engagement tool is Your Say Hobart (yoursay.hobartcity.com.au). While opportunities to consult in person has been limited to some extent in 2020–21 due to COVID-19 restrictions, a number of community

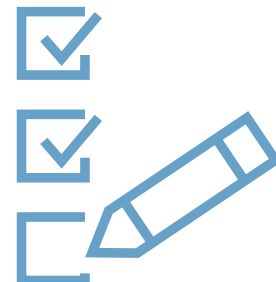
consultations on projects, programs and planning documents have been conducted and community members have continued to actively engage with the City.

In 2020–21 there were:



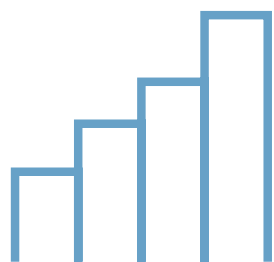
23 000

Visits to the Your Say Hobart website



1050

Surveys completed via Your Say



268

New registrations to Your Say Hobart



7000

Informed participants
(people who visited project pages on Your Say and/or downloaded a document.)

The three projects that attracted the most survey responses were:

- North Hobart Place Vision Framework and Access and Parking Plan
- Midtown draft design
- Sustainable Hobart Action Plan

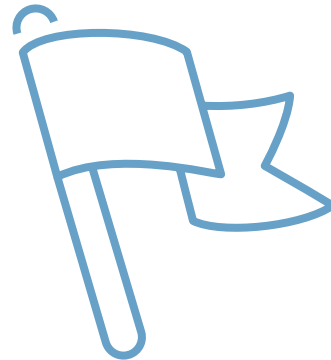
The most popular forum was "Truth Telling" as part of the Crowther Reinterpretation Project.

ANNUAL PLAN 2020–21 OUTCOMES AND SUMMARY



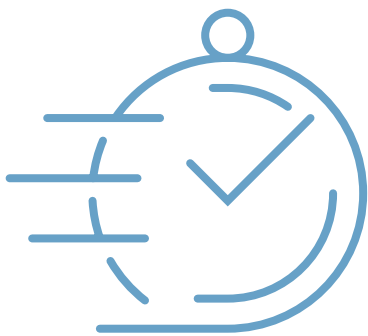
99

Total number of actions and initiatives in the Annual Plan



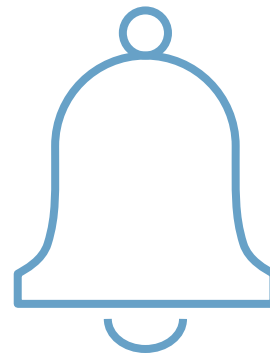
61%

Of all actions and initiatives completed



34%

Total number of actions and initiatives underway or nearing completion



5%

On hold or not started

PILLAR 1: SENSE OF PLACE



COMMUNITY PANEL'S VISION STATEMENT

We are a city of unique beauty, environment, heritage and people, built on a shared sense of ownership, pride and wonder. This spirit of place has been shaped by Tasmanian Aboriginal people for tens of thousands of years and continues to be shaped by all who have called Hobart home. It is developed jointly by community, private enterprise and government, valuing and enhancing our Hobart identity.

CAPITAL CITY STRATEGIC PLAN 2019–29 OUTCOMES:

- 1.1 Hobart keeps a strong sense of place and identity, even as the city changes.
- 1.2 Hobart's cityscape reflects the heritage, culture and natural environment that make it special.
- 1.3 In City decision-making, we consider how different aspects of Hobart life connect and contribute to sense of place.

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Implement the 2020–21 Capital Works Program.	✓
Complete stages 2B and 3 of the Salamanca Place upgrade works.	→
Manage and oversee the completion of detailed designs for the New Town Retail Precinct and commence construction of stage 2 and 3 if funding becomes available.	→
Progress project planning for the Elizabeth Street (Midtown) Retail Precinct, including concept design, stakeholder engagement, reporting and overseeing design development.	→
Initiate and develop a Connected Precincts infrastructure program.	→
Create physical and digital spatial, historical and cultural wayfinding infrastructure.	→
Respond to and support, the consolidation of the University of Tasmania’s campus in central Hobart as part of the development of the Central Hobart Precincts Plan, including providing guidance in regard to quality and appropriate urban design outcomes.	→
Develop Public Realm Hobart Design Manuals and Guidelines to support the City’s placemaking and urban design work.	×
Develop and implement the Project and Portfolio Management software system to improve integrated project governance and community outcomes of city projects.	✓

Performance:

✓ Completed

→ Underway/ongoing

× No action/on hold

PILLAR 2: COMMUNITY INCLUSION, PARTICIPATION AND BELONGING



COMMUNITY PANEL'S VISION STATEMENT

We are an island capital city that is socially inclusive and coherently connected, whose people are informed, safe, happy, healthy and resilient.

CAPITAL CITY STRATEGIC PLAN 2019–29 OUTCOMES:

- 2.1 Hobart is a place that recognises and celebrates Tasmanian Aboriginal people, history and culture, working together towards shared goals.
- 2.2 Hobart is a place where diversity is celebrated and everyone can belong, and where people have opportunities to learn about one another and participate in city life.
- 2.3 Hobart communities are active, healthy and engaged in lifelong learning.
- 2.4 Hobart communities are safe and resilient, ensuring people can support one another and flourish in times of hardship.

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
In collaboration with Aboriginal communities deliver the Hobart Waterfront Interpretation Plan to maximise the visibility of Aboriginal stories in Sullivan's Cove, delivering stories, text and images ready for next stage detailed design and construction.	×
Review and implement the Social Inclusion Strategy, Housing and Homelessness Strategy and associated community commitments.	→
Continue to work in collaboration with government bodies and the not-for-profit sector to address issues of housing and homelessness.	✓
Deliver a wide variety of health and wellbeing, aquatic and recreational programs and activities at the Doone Kennedy Hobart Aquatic Centre.	✓
Seek funding opportunities for the refurbishment of the Doone Kennedy Hobart Aquatic Centre in accordance with the master plan.	✓
Support the health and wellbeing of the community in recovery from the COVID-19 pandemic through the implementation of the City of Hobart Social Recovery Plan.	✓
Support the economic recovery of the Hobart business community from COVID-19 through the development and implementation of the City of Hobart Economic Recovery Plan.	✓
Implement the Single-Use Plastics By-Law of 2020.	✓

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Continue the implementation of the Smoke-free Hobart initiative.	✓
Update the Public Health Emergency Management Plan to include all knowledge and learnings developed as a result of the response and recovery undertaken in relation to COVID-19.	→
Review requirements for establishing Evacuation Centres to include all knowledge and learnings developed as a result of the response to the COVID-19 pandemic.	✓
Undertake security infrastructure renewals, upgrades and installations to increase and enhance public and community safety.	→
Undertake Vehicle Dynamic Assessments for crowded places at key sites to increase and enhance public safety and security.	✓
Seek funding opportunities to upgrade security infrastructure through the Safer Communities Fund infrastructure grant.	✓
Develop a place and mobility response, including direct actions to make the city's streets, spaces and active travel routes safe and healthy, in the context of the COVID-19 pandemic, to support the resilience of our community.	✓
Support and deliver a range of community programs, projects, initiatives and events that encourage participation and build community resilience.	✓
Deliver a Resilient Hobart Recovery Grants Program to support the business, creative and community sectors to recover post COVID-19.	✓

PILLAR 3: CREATIVITY AND CULTURE



COMMUNITY PANEL'S VISION STATEMENT

We are a city connected, embracing our diverse communities in cultural expression and creative and artistic participation; a city that enhances our homes, lifestyles and heritage; a city that bravely puts its people first.

CAPITAL CITY STRATEGIC PLAN 2019–29 OUTCOMES:

- 3.1 Hobart is a creative and cultural capital where creativity is a way of life.
- 3.2 Creativity serves as a platform for raising awareness and promoting understanding of diverse cultures and issues.
- 3.3 Everyone in Hobart can participate in a diverse and thriving creative community, as professionals and hobbyists.
- 3.4 Civic and heritage spaces support creativity, resulting in a vibrant public realm.

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Deliver Hobart Current in partnership with the Tasmanian Museum and Art Gallery.	✓
Provide opportunities for the creative and cultural sectors to utilise creative facilities including the billboard, soapbox and Loop platforms.	✓
Undertake an interpretation project to tell the layered story of Crowther in Franklin Square, in collaboration with Aboriginal people.	→
Establish a Creative Hobart Advisory Group to provide advice on Resilient Hobart Recovery Grants guidelines for the creative sector.	✓
Oversee the detailed designs for the Stage 2 upgrade of Collins Court, including a 'Playful City' element and commence construction if funding becomes available.	→

PILLAR 4: CITY ECONOMIES



COMMUNITY PANEL'S VISION STATEMENT

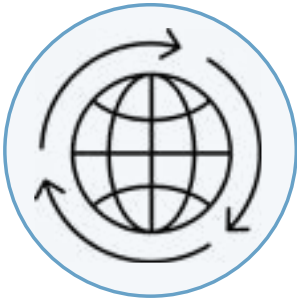
We are a city whose economies connect people, businesses, education and government to create a high-quality lifestyle in a thriving and diverse community. Our city is our workshop. We collaborate, embracing ideas, inventiveness and initiative.

CAPITAL CITY STRATEGIC PLAN 2019–29 OUTCOMES:

- 4.1 Hobart's economy reflects its unique environment, culture and identity.
- 4.2 People have a range of opportunities to participate in the economic life of the city.
- 4.3 Diverse connections help Hobart's economy, businesses and workers thrive.
- 4.4 Hobart is a place where entrepreneurs and businesses can grow and flourish.
- 4.5 Hobart's economy is strong, diverse and resilient.

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Develop a City of Hobart Strategic Asset Management Plan (SAMP) to inform infrastructure growth and service enhancement decisions.	→
Coordinate actions to encourage businesses to identify innovative ways to increase energy efficiency and sustainable business practices.	✓
Establish a Business Advisory Group to provide advice in determining business grant guidelines and support strategies for City businesses.	✓
Support economic and social recovery by delivering the Salamanca Market in a form that adapts to the public safety requirements associated with the COVID-19 pandemic.	✓
Work in partnership with tourism bodies and continue to contribute to building the Tasmanian tourism brand.	✓

PILLAR 5: MOVEMENT AND CONNECTIVITY



COMMUNITY PANEL'S VISION STATEMENT

We are a city where everyone has effective, safe, healthy and environmentally-friendly ways to move and connect, with people, information and goods, and to and through spaces and the natural environment. We are able to maintain a pace of life that allows us to fulfil our needs, such as work, study, business, socialising, recreation, accessing services, shopping, entertainment and spending time with loved ones.

CAPITAL CITY STRATEGIC PLAN 2019–29 OUTCOMES:

- 5.1 An accessible and connected city environment helps maintain Hobart's pace of life.
- 5.2 Hobart has effective and environmentally sustainable transport systems.
- 5.3 Technology serves Hobart communities and visitors and enhances quality of life.
- 5.4 Data informs decision-making.

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Draft the <i>Hobart Transport Strategy 2030 Implementation Framework</i> for internal consultation.	✓
Commence a policy review of temporary traffic management works on roads.	✓
Oversee the completion of construction and upgrade works for Kemp Street, specifically streetscape and public use connections associated with the Vibe Hotel and Kemp Street.	✓
Initiate a micro-mobility transport (electric scooter) trial.	→
Undertake a community-driven innovation competition in consultation with Metro and other Greater Hobart Councils to potentially create a new design for Connected Hobart bus shelters.	→
Install one or more high rate electric vehicle chargers.	✓
Develop the first stage of the Network Operations Plan in conjunction with the Department of State Growth.	✓
Plan and oversee the delivery of improved infrastructure for cyclists in the city centre, and specifically undertake the trial of the Campbell, Argyle, Liverpool and Bathurst Street cycling network.	→
Oversee the delivery of the Collins Street / Molle Street Intersection Signalisation.	→
Enhance customer features available through the EasyPark mobile parking app.	→
Enhance building access and control systems utilising smart city concepts and associated technologies.	✓
Implement a Cyber Security Program including development of a Cyber Security Framework.	→

PILLAR 6: NATURAL ENVIRONMENT



COMMUNITY PANEL'S VISION STATEMENT

We are a city whose people see ourselves as part of a beautiful and unique natural environment, from the mountain to the river, which embrace us and shape our identity. We are proud custodians and advocates, ensuring resources are appreciated rather than wasted, supporting biodiverse ecosystems in honour of past, current and future generations.

CAPITAL CITY STRATEGIC PLAN 2019–29 OUTCOMES:

- 6.1 The natural environment is part of the city and biodiversity is preserved, secure and flourishing.
- 6.2 Education, participation, leadership and partnerships all contribute to Hobart's strong environmental performance and healthy ecosystems.
- 6.3 Hobart is a city with renewable and ecologically sustainable energy, waste and water systems.
- 6.4 Hobart is responsive and resilient to climate change and natural disasters.
- 6.5 Hobart's bushland, parks and reserves are places for sport, recreation and play.

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Continue the Orange Hawkweed Control project in the Fern Tree area.	✓
Implement the street lighting asset capture program including lighting redesign for efficiency, and dark skies outcomes.	→
Continue the Bushland Bush Adventures and Mountain Ambassadors programs.	✓
Continue support of the Bushcare Program to assist in maintaining and improving the bushland network.	✓
Deliver waste services in accordance with the <i>Waste Management Strategy 2015–2030</i> .	✓
Progress implementation of the <i>Environmental Management Plan</i> for the McRobies Gully landfill.	✓
Update the <i>Greenhouse Gas and Energy Annual Report, and Energy Action Plan</i> .	✓
Complete the program to repair flood damage.	✓

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Release the draft of Sustainable Hobart for public consultation.	✓
Implement environmental sensors and utilise climate projections and models to understand and respond to Hobart’s present and future climate.	→
Progress the City’s Fire Trail Renewal Program.	✓
Continue the Fuel Reduction Program to mitigate the risk of bushfire to the City through a strategic burning program.	✓
Continue to plan and implement an ongoing works program to improve the City’s fuel break network, consistent with current Tasmania Fire Service Fuel Break Guidelines.	✓
Release the draft <i>Coastal Hazard Strategy</i> for public consultation.	→
Ensure that the City’s Asset Management Plans incorporate future climate impacts and demand.	✓
Digital, audio and visual communication resources developed to enhance awareness and participation in Sustainable Hobart programs.	✓
Engage with all areas of the community in the Sustainable Hobart program to increase participation and resilience across Hobart’s communities.	✓
Increase community awareness and engagement in understanding the risks and opportunities to manage climate change.	✓
Work with sporting clubs to deliver major projects funded by external grants.	✓
Support and promote participation in sport and health and wellbeing activities by working with sporting bodies to encourage increased use of the city’s facilities.	✓
Progress the development of the Foothills Mountain Bike Network Project and complete Stage 1 of the State Cycle grant funded project for trails.	→
Strengthen the community’s awareness of dog access to the City’s reserves and promote responsible dog management through signage, education and enforcement.	✓

PILLAR 7: BUILT ENVIRONMENT



COMMUNITY PANEL'S VISION STATEMENT

We are a city that maintains our unique built and ecological character, where we all have a safe, secure and healthy place to live. We are a city where people and communities can access world-class services and infrastructure and provide for their social, cultural and economic wellbeing. We embrace change but not at the expense of our Hobart identity and character.

CAPITAL CITY STRATEGIC PLAN 2019–29 OUTCOMES:

- 7.1 Hobart has a diverse supply of housing and affordable homes.
- 7.2 Development enhances Hobart's unique identity, human scale and built heritage.
- 7.3 Infrastructure and services are planned, managed and maintained to provide for community wellbeing.
- 7.4 Community involvement and an understanding of future needs help guide changes to Hobart's built environment.

2020–21 ACTIONS AND INITIATIVES	PROGRESS
Finalise the review and progress implementation of Asset Management Plans.	→
Implement an Asset Management system in conjunction with asset management planning standards.	→
Cleanse and maintain the City's public areas including its public streets, footpaths, parks, reserves, public areas and public toilet facilities.	✓
Exhibit the Hobart Local Provisions Schedule and implement through the Tasmanian Planning Scheme.	→
Complete the Central Hobart Precincts Plan that guides future development and public infrastructure provision and funding in Central Hobart.	→



PILLAR 8: GOVERNANCE AND CIVIC INVOLVEMENT



COMMUNITY PANEL'S VISION STATEMENT

We are a city of ethics and integrity. We govern with transparency and accountability, encouraging and welcoming active civic involvement. We collaborate for the collective good, working together to create a successful Hobart.

CAPITAL CITY STRATEGIC PLAN 2019–29 OUTCOMES:

- 8.1 Hobart is a city of best practice, ethical governance and transparent decision-making.
- 8.2 Strong partnerships and regional collaboration make Hobart a thriving capital city.
- 8.3 City leadership is accessible and reflects Hobart communities.
- 8.4 People are involved in civic life, and the City's communication and engagement with Hobart communities are proactive and inclusive.
- 8.5 Quality services are delivered efficiently, effectively and safely.

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Develop a Governance Compliance Plan which includes reporting on the Long-Term Financial Management Plan, City Policies and Work Health and Safety.	✓
Develop policy and governance requirements for the City's systems and to support the use, monitoring and sharing of data.	→
Implement the Strategic Measurement Framework to measure progress against the strategic plan and vision.	×
Replace the City's legacy records management system with a contemporary information management platform.	→
Support implementation of the Hobart City Deal and the Greater Hobart Act.	→
Actively participate in the Council of Capital City Lord Mayors (CCCLM) activities and support projects that will benefit Hobart.	✓
Align and embed the City's values in the Leadership Charter, Recruitment and Performance Management standards and the Code of Conduct.	×
Support Elected Members to undertake their roles in accordance with new Elected Member behaviour policies.	✓
Finalise the installation of enhanced audio facilities in the Council Chamber.	×
Provide opportunities for the community to be engaged in conversations about community and economic recovery following COVID-19.	✓

2020–21 ACTIONS AND INITIATIVES	PERFORMANCE
Implement a partnership with Service Tasmania for temporary co-location of front of house customer services.	✓
Implement the customer request system to support customer service standards and processes.	→
Co-ordinate the organisational recovery from the COVID-19 pandemic including development of a 3–5 year Recovery and Resilience Plan.	→
Work towards development of a new Enterprise Agreement.	→
Enact the City’s Consultative Committee as a forum for discussion of employee matters.	✓
Implement the 2020–21 actions from the City of Hobart Procurement Strategy, which includes:	✓
Development of a policy framework and guidelines around local benefit procurement.	
Increased contract management capability and engagement with the market.	
Implement new contractual arrangements for transactional banking services.	→
Ongoing refinement of finance business practices following the implementation of Navision finance system.	→
Progress implementation of the new fleet management system and integrate with other systems as required.	✓
Embed strategic climate considerations across the City’s policies and operations.	✓
Implement the City’s financial hardship assistance program to provide support for ratepayers impacted by COVID-19 and experiencing financial hardship.	✓
Review and update the Long-term Financial Management Plan to incorporate the effects of COVID-19 and return the City to a financially sustainable position.	✓
Commence the development of an asset management plan, asset condition assessment and asset register for all City security infrastructure.	✓
Pursue external funding and stimulus package opportunities to support the delivery of programs and improve City facilities.	✓

PART III LEGISLATIVE REQUIREMENTS





STATEMENT OF ACTIVITIES

LOCAL GOVERNMENT ACT 1993 SECTION 21

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

STATEMENT OF CODE OF CONDUCT COMPLAINTS

LOCAL GOVERNMENT ACT 1993 SECTION 72(1)(BA) & (BB)

Three Code of Conduct complaints were received against Elected Members of the Hobart City Council during the 2020–21 financial year. One of the complaints was upheld in part.

The total cost* met by the City during the 2020–21 financial year in respect to code of conduct complaints was \$15 561.71.

*Note: that some of the costs disclosed relate to complaints made in previous financial years. The costs for some of the complaints disclosed this year will be incurred and reported in future financial years.

STATEMENT OF LAND DONATED

LOCAL GOVERNMENT ACT 1993 SECTION 177

The City 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 or by requesting a copy from the Chief Executive Officer, Kelly Grigsby, on (03) 6238 2711.

PUBLIC INTEREST DISCLOSURES 2020–21

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

PUBLIC HEALTH STATEMENT

LOCAL GOVERNMENT ACT 1993 SECTION 72(1)(AB)

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 details 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 pillars 2 and 6 of the *Capital City Strategic Plan 2019–29*.

PILLAR 2 COMMUNITY INCLUSION, PARTICIPATION AND BELONGING

- Strategy 2.4.3 – Protect and improve public and environmental health.
- Strategy 2.4.4 – Prepare for and respond to pandemics by implementing the Public Health Emergency Management Plan.

PILLAR 6 NATURAL ENVIRONMENT

- Strategy 6.1.6 – Regulate, measure and manage potentially polluting activities, prioritising air and water quality.
- Strategy 6.3.1 – Implement significant waste reduction actions and programs to ensure the City's objective of zero waste to landfill by 2030 is achieved.
- Strategy 6.3.5 – Improve water quality in Hobart's waterways and identify water catchment activities that are contributing to stormwater pollution.

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 includes the Manager Environmental Health, Senior Environmental Health Officer, 5.4 full-time equivalent environmental health officers, one part-time Tobacco Education Officer, one part-time Health Promotion Officer, one Immunisation and Administration Coordinator and three contract nurse immunisers.

The budget expenditure for the financial year was \$1 024 677 and the unit-generated income was \$221 432. Income was down on last year due to the waiving of food business registration fees for a six month period.

The Environmental Health Unit annual business plan sets out strategic and operational priorities to achieve high levels of public health protection. The following key initiatives were actioned in the 2020–21 year:

- Update the Public Health Emergency Management Plan to include all knowledge and learnings developed as a result of the response and recovery undertaken in relation to COVID-19.
- Implement the Single-Use Plastics By-Law No 1 of 2020.
- Continue the implementation of the Smoke-free Hobart initiative.

FUNCTIONS CARRIED OUT UNDER THE *PUBLIC HEALTH ACT 1997*

ACTIVITY	DETAIL	TOTAL NUMBER
Immunisation program	Vaccinations delivered at public clinics (funded program)	313 vaccinations
	Vaccinations delivered at public clinics (by City staff)	107 vaccinations
	Vaccinations delivered at school-based clinics for the immunisation program (HPV - Human papillomavirus, dTPa - diphtheria, tetanus and whooping cough, and ACWY meningococcal)	July–Dec 2020 – 689 Jan–June 2021 – 1730
	Flu vaccinations delivered to City staff	421 vaccinations
Public health risk activities	Tattoo, ear and body piercing assessments	22 premises 18 premises inspections 23 operator assessments
Formal enforcement actions	Infringement notices	0
	Warning notices	0
Smoke-free public places	Patrols of all declared areas	daily
Regulated systems	Cooling towers and warm water systems assessed and renewed	10 locations
Recreational water quality	Beach samples	104 samples (3 resamples)
	Swimming and spa pool samples	71 samples
Drinking water quality	Drinking water fountains	18 samples (6 sites x 3 samples)
Places of assembly	Public events meeting the mass gathering criteria	7 licences issued
Notifiable disease notifications	Individual investigations (salmonella) and institutional investigations on behalf of the Department of Health	14 cases
Exhumations (<i>Burial & 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	906 businesses	645 inspections Inspection regime disrupted due to COVID-19 and resourcing limitations
Mobile food businesses (vehicles and stalls)	76 businesses registered with the City 240 out-of-area traders	8 inspections plus regular surveillance at markets and events
Formal enforcement actions	Improvement notices	10
	Infringement notices	10
	Food seizures	0
	Prohibition orders	0
Food business plans assessments and occupancy (Building Act)	Form 49 reports issued	32 reports
	Form 50 reports issued	49 reports
Food handler training	Not offered due to COVID-19	0 clients
Tasmanian Food Sampling and Surveillance Program	Disrupted due to COVID-19	0 samples
Food recalls	Wang Korea Sweet Rice Pancake	1 premise
Food business complaints	Concerns related mostly to unhygienic food premises, and alleged food poisoning	162 investigations

MEETING THE NEEDS OF OUR PEOPLE

The environmental health team investigates 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 council by-laws for the purposes of investigating concerns about noise pollution, air quality, the provision of single-use plastics, unhealthy housing, land contamination, failing septic systems, light pollution, the keeping of animals, and water pollution to name a few key areas. Approximately 377 investigations were undertaken in 2020–21.

The most common areas of community concern for the period continued to be noise nuisances and air pollution including backyard burning, 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 450 assessments in the period demonstrating an increase in the submission of development applications despite the COVID-19 pandemic.

STRATEGIES AND PROJECTS

CORONAVIRUS PANDEMIC

The environmental health team maintained active participation on the Incident Management Team meeting weekly to support the organisation and the community through the ongoing COVID-19 pandemic.

SINGLE-USE PLASTICS BY-LAW

The Single-Use Plastics By-Law No 1 of 2020 was made in April 2020. City officers worked with businesses to maximise awareness and assist in the transition to compliance by 1 July 2021. Resources and information are available on the [City's website](#).

SMOKE-FREE CBD

The nation-leading Smoke-free Hobart CBD is now over 12 months old.

The City appointed Tobacco Education Officers have continued to promote the smoke-free area, establishing an effective program of public awareness and a reliable presence through daily patrols.

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: \$560 610

Total expenses paid to all Elected Members (including telecommunications, fuel and travel expenses): \$34 791



MEETING ATTENDANCE

LOCAL GOVERNMENT ACT 1993 SECTION 72(1)(CC)

	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	
Total meetings held	25	15		9		9		11		35		14	
	Member	Member	Non member	Member	Non member	Member	Non member	Member	Non member	Member	Non member	Member	Non member
Councillor Reynolds	25		7	1 [^]	3	8			6		12	1 [^]	7
Councillor Burnet	24	2 [^]	5	1 [^]	2	8		10		35		14	
Alderman Zucco	24		3	4							5	13	
Alderman Briscoe	25		4		1			11		35			2
Alderman Sexton	21	5		4					2		4	12	
Alderman Thomas	25		4	9				10			7	12	
Councillor Harvey	24	15			4	9			5	33			2
Alderman Behrakis	24		3		2	8			3	32			7
Councillor Dutta	24	10		6			2		3	34			7
Councillor Fox	21	11		6		6		9			4		
Councillor Sherlock	25	13			1			7			15		
Councillor Coats	24		7		2		2	1 [^]	2	32		10	

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

[^] Present as an ex-officio member of the committee

SPECIAL JOINT COMMITTEE MEETINGS

Total meetings held	3		
Councillor Reynolds	3	Councillor Harvey	3
Councillor Burnet	3	Alderman Behrakis	3
Alderman Zucco	3	Councillor Dutta	3
Alderman Briscoe	3	Councillor Fox	2
Alderman Sexton	3	Councillor Sherlock	3
Alderman Thomas	3	Councillor Coats	3

RISK AND AUDIT PANEL MEETINGS

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).

Total meetings held	7
Ms Frances Hall (Chairperson)	7
Councillor Burnet	7
Councillor Harvey	7
Mr Frank Barta	7
Mr Wayne Davy	3
Mr David Hudson	4
Councillor Reynolds	1

David Hudson completed his tenure as the Chairperson and Independent Member of the Risk and Audit Panel as at 31 December 2020.

Francis Hall was appointed as Chairperson of the Risk and Audit Panel as at 1 January 2021.

Wayne Davy was appointed to fill the vacant Independent Member position on the Risk and Audit Panel as at 1 January 2021.

COMMITTEE MEMBERSHIP DETAILS

ELECTED MEMBER	COMMITTEE MEMBERSHIP	DETAILS OF MEMBERSHIP
Councillor Reynolds	City Infrastructure Committee	Committee Member
	Heritage Account Special Committee	Committee Chairperson
Councillor Burnet	City Planning Committee	Committee Chairperson
	City Infrastructure Committee	Committee Member
	Finance and Governance Committee	Committee Member
	Parks and Recreation Committee	Committee Member
	Heritage Account Special Committee	Committee Member
	Risk and Audit Panel	Committee Member
Alderman Zucco	Finance and Governance Committee	Committee Chairperson
	Economic Development and Communications Committee	Committee Member
Alderman Briscoe	Parks and Recreation Committee	Committee Chairperson
	City Planning Committee	Committee Member
	Heritage Account Special Committee	Committee Member
	Superannuation Policy Group	Committee Chairperson
Alderman Sexton	Community Culture and Events Committee	Committee Member
	Economic Development and Communications Committee	Committee Member
	Finance and Governance Committee	Committee Member
Alderman Thomas	Economic Development and Communications Committee	Committee Chairperson
	Finance and Governance Committee	Committee Member
	Parks and Recreation Committee	Committee Member

ELECTED MEMBER	COMMITTEE MEMBERSHIP	DETAILS OF MEMBERSHIP
Councillor Harvey	City Infrastructure Committee City Planning Committee Community Culture and Events Committee Risk and Audit Panel	Committee Chairperson Committee Member Committee Member Committee Member
Alderman Behrakis	City Infrastructure Committee City Planning Committee	Committee Member (from 6 July 2020) Committee Member
Councillor Dutta	City Planning Committee Community Culture and Events Committee Economic Development and Communications Committee	Committee Member Committee Member Committee Member
Councillor Fox	City Infrastructure Committee Community Culture and Events Committee Economic Development and Communications Committee Parks and Recreation Committee	Committee Member Committee Member Committee Member Committee Member
Councillor Sherlock	Community Culture and Events Committee Parks and Recreation Committee	Committee Chairperson Committee Member
Councillor Coats	City Planning Committee Finance and Governance Committee	Committee Member Committee Member

REMUNERATION OF SENIOR EMPLOYEES

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

REMUNERATION BANDS		NUMBER OF EMPLOYEES
\$ From	\$ To	
\$200 000	\$219 999	1
\$220 000	\$239 999	-
\$240 000	\$259 999	-
\$260 000	\$279 999	2
\$280 000	\$299 999	2
\$300 000	\$319 999	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: Due to a number of departures in the senior management team (General Manager and Deputy General Manager) the total annual remuneration for the highest earning employees in 2020–21 is less than in the previous year.

GRANTS, ASSISTANCE AND BENEFITS PROVIDED

LOCAL GOVERNMENT ACT 1993 SECTION 77(1)

DETAIL	GST INCLUSIVE AMOUNT \$
REDUCED FEES OR CHARGES	
Beachside Football Club - Ground Hire - Reduced Fees or Charges	12 656
Citywide Baptist Church & Lenah Valley RSL - Litter Bins for ANZAC Day - Remission of Hire Charge	878
Food Not Bombs Hobart - Remission of Hire Charge	2800
Hobart Chamber Orchestra - HCO in Concert - Town Hall - Remission of Hire Charge	636
Hobart City Band - Annual Gala Event - Town Hall - Remission of Hire Charge	530
Hobart Tram Restoration and Museum Society Inc. - Storage of heritage tram - The City's Queens Domain Depot - Remission of Hire Charge	1200
Holy Tantra E Soteric Buddhism Inc. - Sheng-Yuan Lynch Charity Concert - Town Hall and Piano - Remission of Hire Charges	418
Hutchins School Old Boys Football Club - Ground Hire - Reduced Fees or Charges	5216
Mr Samuel Cole - In The City Featuring Bail Up & Southside Steppers - City Hall - Remission of Hire Charge	1043
Ms Ellen (Jane) Christie - Johnston - Sing For Your Life Choir 2020 - Town Hall - Remission of Hire Charge	530
North Hobart Football Club - Ground and Plaister Stand Hire - Reduced Fees or Charges	15 491
North Hobart Football Club Limited - Rental Rebate	7363
Ronald McDonald House Charity - Parking Spaces in Argyle Street Carpark - Reduced Fees or Charges	6250
Rotary Club of Hobart Inc. - Science and Engineering Challenge - City Hall - Remission of Hire Charge	1100
Safe Space - Utilisation of Youth Arc for Night Program - Remission of Hire Charge	53 345
St Vincent De Paul - Remission of Hire Charge	3210
Surf Life Saving TAS Inc. - Long Beach Pavilion Lease Offset Grant - Remission of Hire Charge	1100
Tasmanian Youth Orchestra - Filmed Concert - Town Hall - Remission of Hire Charge	742
The King's Diner - Remission of Hire Charge	3760
The Tasmanian New Music Ensemble - Local Legends: Don Kay - Town Hall and Piano - Remission of Hire Charges	736
Remission of hire charges for Council halls, sport fields and parks	1595
IN-KIND ASSISTANCE	
RSL (Tasmania Branch) Inc. - ANZAC Commemorations - in-kind	600
Dark Mofo 2021 - Darklab Pty Ltd - in-kind	205 651
Cosgrove High School - DKHAC swim passes - in-kind	62
New Town Primary School - DKHAC swim passes - in-kind	88

DETAIL	GST INCLUSIVE AMOUNT \$
Phoenix Basketball Association - DKHAC swim passes - in-kind	66
Ronald McDonald House Charity - DKHAC swim passes - in-kind	416
Speak Up Stay Chatty - DKHAC swim passes - in-kind	62
Tasmanian Refugee Legal Services - DKHAC swim passes - in-kind	62
REDUCED RATES	
E Kalis Properties Pty Ltd - Development Assistance - Rates Remission	414 464
Native Vegetation Protection Rebate	386
Rate Remissions - Pensioners Net Expenditure	29 927
Stormwater Removal Service Rates Remission	57 953
Sultan Holdings Pty Ltd - Development Assistance - Rates Remission	399 746
240L Wheelie Bin Rebate	3875
COVID-19 REDUCED RATES - CITY OF HOBART FINANCIAL HARDSHIP ASSISTANCE POLICY	
<p>As required under section 77 of the <i>Local Government Act 1993</i> the details of rates remissions granted by councils are to be included in the grants and benefits listing of its Annual Report. The Council's Financial Hardship Assistance Policy provides that where the remission (or total remission for that property in the financial year) is \$4000 or greater, it will be individually reported in the grants and benefits listing. Rates remissions of less than \$4000 will be aggregated and reported in the grants and benefits by property type.</p>	
RATES REMISSIONS \$4000 OR GREATER	
299 Elizabeth Street Hobart Pty Ltd - 299 Elizabeth Street, North Hobart - Hotel / Motel - Rates Remission	5136
Blackwall Hobart Pty Ltd - 162 Macquarie Street, Hobart - Offices - Rates Remission	7909
Blackwall Hobart Pty Ltd - 4/162 Macquarie Street, Hobart - Offices - Rates Remission	7892
Blackwall Hobart Pty Ltd - 5-6/162 Macquarie Street, Hobart - Offices - Rates Remission	4191
Elise & Cero Pty Ltd, 292 Sandy Bay Road, Sandy Bay - Holiday Apartments - Rates Remission	4355
Frog Property Holdings Pty Ltd - 281 Liverpool Street, Hobart - Tourist Hostel - Rates Remission	4368
George Giameos - 1, 120 Liverpool Street, Hobart - Shop - Rates Remission	4134
Giameos Holdings Pty Ltd - 1, 59-61 Elizabeth Street, Hobart - Retail / Business - Rates Remission	6687
Graham Holdings Pty Ltd - 192 Macquarie Street, Hobart - Hotel / Motel - Rates Remission	5701
Hexa Murray Pty Ltd - 3/73-81 Murray Street, Hobart - Mixed Shops / Offices - Rates Remission	6428
Hexa Murray Pty Ltd - 5/73-81 Murray Street, Hobart - Mixed Shops / Offices - Rates Remission	6317
Lenna Motor-Inn Pty Ltd, 20 Runnymede Street, Battery Point - Hotel/Motel - Rates Remission	18 161
New Wharf Pty Ltd, 5/85 Salamanca Place, Hobart - Restaurant - Rates Remission	12 981
S L & A C Pritchard & G Giameos, 17A Castray Esplanade, Battery Point - Hotel / Motel - Rates Remission	7788
S&G Browning Investment Pty Ltd, 42 Grosvenor Street, Sandy Bay - Holiday Apartments - Rates Remission	4676
Tiger Island Nominees Pty Ltd, 3 Brooke Street, Hobart - Hotel - Rates Remission	8065
Tiger Island Nominees Pty Ltd, 47/1 Castray Esplanade, Battery Point - Units (Holiday) - Rates Remission	5877

DETAIL	GST INCLUSIVE AMOUNT \$
Tomyan Pty Ltd, 300 Park Street, New Town - Hotel/Motel - Rates Remission	4829
Post Street Pty Ltd, 11 Franklin Wharf, Hobart - Bar and Café - Rates Remission	7603
RATES REMISSIONS LESS THAN \$4000 (AGGREGATED)	
Bank (shop) - Financial Hardship Assistance - Rates Remission	3116
Business & Residence - Financial Hardship Assistance - Rates Remission	7982
Carpark - Financial Hardship Assistance - Rates Remission	617
Car yard - Financial Hardship Assistance - Rates Remission	282
Commercial Services - Financial Hardship Assistance - Rates Remission	4480
Conjoined Units - Financial Hardship Assistance - Rates Remission	8032
Department Store - Financial Hardship Assistance - Rates Remission	4817
Flats - Financial Hardship Assistance - Rates Remission	695
Holiday Apartment - Financial Hardship Assistance - Rates Remission	9824
Hotel / Motel - Financial Hardship Assistance - Rates Remission	29 692
House or Cottage - Financial Hardship Assistance - Rates Remission	12 457
House / Flat - Financial Hardship Assistance - Rates Remission	1705
House and Office - Financial Hardship Assistance - Rates Remission	2290
House and Shops - Financial Hardship Assistance - Rates Remission	760
Licensed Premises - Financial Hardship Assistance - Rates Remission	3802
Manufacturing Workshop - Financial Hardship Assistance - Rates Remission	302
Marine Services - Financial Hardship Assistance - Rates Remission	728
Mixed Shops / Offices - Financial Hardship Assistance - Rates Remission	51 241
Motel - Financial Hardship Assistance - Rates Remission	25 831
Multi Storey Units - Financial Hardship Assistance - Rates Remission	728
Offices - Financial Hardship Assistance - Rates Remission	25 126
Professional Room - Surgery - Financial Hardship Assistance - Rates Remission	1288
Restaurant - Financial Hardship Assistance - Rates Remission	12 634
Restaurant & Shop - Financial Hardship Assistance - Rates Remission	2430
Retail / Business - Financial Hardship Assistance - Rates Remission	52 199
Shop - Financial Hardship Assistance - Rates Remission	41 137
Shop & Bar - Financial Hardship Assistance - Rates Remission	963
Shopping Centre - Financial Hardship Assistance - Rates Remission	115 989
Shops / Offices - Financial Hardship Assistance - Rates Remission	15 944
Showroom / Store - Financial Hardship Assistance - Rates Remission	5316
Storage - Financial Hardship Assistance - Rates Remission	69
Studio / Atelier - Financial Hardship Assistance - Rates Remission	1663
Tavern - Financial Hardship Assistance - Rates Remission	6036

DETAIL	GST INCLUSIVE AMOUNT \$
Tourist Accommodation - Financial Hardship Assistance - Rates Remission	1293
Units - Financial Hardship Assistance - Rates Remission	18 671
Warehouse - Financial Hardship Assistance - Rates Remission	1305
Yard - Motor - Financial Hardship Assistance - Rates Remission	4101
Youth Centre / Camp - Financial Hardship Assistance - Rates Remission	325
GRANTS AND SPONSORSHIP – EVENTS, CREATIVE HOBART, MAJOR CULTURAL, PARTNERSHIP AND CHRISTMAS GRANTS.	
Andrew William Harper - Light Box 3 - Creative Hobart Small Grant 2020–21	2200
Australian Institute of Architects - Open House Hobart - Event Partnership Grant 2020–21	33 000
Beaker Street Ltd - Event Partnership Grant 2020–21	49 500
BOA Ltd - Breath of Fresh Air 2021 Film Festival - Event Grant 2020–21	11 000
Business Events Tasmania - Annual Grant 2020–21	59 101
Child Health Association Inc. - Family Carols - Event Grant 2020–21	16 500
Contemporary Art Tasmania - Nematode Dreams project - Creative Hobart Medium Grant 2020–21	16 500
Cruising Yacht Club of Australia - 77th Rolex Sydney Hobart Yacht Race 2021 - Event Grant 2020–21	8800
Club Ollywood Inc. - Hobart Holi Colour Festival - Event Grant 2020–21	16 500
Cycling South - 2020–21 Contribution	13 200
Deepavali Tasmania Inc. - Diwali at Hobart 2021 - Event Grant 2020–21	18 000
Designed Made Inc. - Designed: Made Makers Market 2021 - Creative Hobart Small Grant 2020–21	3648
Dr Eliza Burke - "Nocturne: Sonic Migrations" - Creative Hobart Small Grant 2020–21	4640
Elli Iliades Papas - So Much Smoke - Creative Hobart Small Grant 2020–21	5000
Female Convict Research Centre Inc. - Quick Response Support 2020–21	848
Festival of Voices Inc. "Pop-Up" Programme 2021 - Event Grant 2020–21	19 800
Great Southern Dance Inc. - Creative Hobart Medium Grant 2020–21	16 500
Helen Thomson - Bowerbird Project - Creative Hobart Small Grant 2020–21	5000
Hobart Jazz Club - Hot August Jazz 2021 - Event Grant 2020–21	8852
John X Presents Pty Ltd - Big Band Under the Stars at Botanical Gardens - Event Partnership Grant 2020–21	27 500
Juniper Donna Shaw - Leg Up - Creative Hobart Small Grant 2020–21	5500
Moorilla Estate Pty Ltd t/a MONA - K+D/Over the Rainbow - Event Grant 2020–21	14 630
Multicultural Council of Tasmania Inc. - Multicultural Festival - Quick Response Grant 2020–21	550
Multicultural Council of Tasmania Inc. - International Womens Day Event - Quick Response Grant Community 2021	500
Myer Pty Ltd - Development Assistance - Grant	875 000
Nadia Refaei - Creative Hobart Small Grant 2020–21	4968
Nayri Niara Pty Ltd - Nayri Niara Monthly Unity Exhibitions - Creative Hobart Medium Grant 2020–21	16 500
Oasis Women Poets - Oasis Women Poets Anthology - Creative Hobart Small Grant 2020–21	4950

DETAIL	GST INCLUSIVE AMOUNT \$
Oh la la & Co Inc. - Make Music Day - Event Grant 2020–21	3471
Planning Institute of Australia Ltd - PARK(ing) Day 2020	2512
Royal Hobart Regatta Association Inc. - Community Partnership Grant	24 732
Royal Hobart Regatta Association Inc. - Royal Hobart Regatta - Partnership Grant and in-kind	1926
Rummin Productions Pty Ltd - "There Is No 'I' In Island" - Medium Creative Hobart Grant 2020–21	16 500
Salamanca Arts Centre - Major Cultural Organisations Grant	27 500
Salamanca Arts Centre - Poetry in Motion - Creative Hobart Medium Grant 2020–21	10 707
Sandy Bay Regatta Association - City Partnership Grant	29 525
Second Echo Ensemble Long House - The Beauty Project - Creative Hobart Medium Grant 2020–21	14 520
Southern Tasmanian Netball Association - Hobart Netball & Sports Annual Maintenance Grant	35 158
State Emergency Service - Southern Regional Volunteer SES Unit - Annual Contribution 2020–21	22 974
Tas Writers Inc. - 2021 Hobart Writers Festival Outdoor Activities and Opening - Event Grant 2020–21	13 648
Tasmanian Canine Defence League - Funding Contribution	98 033
Tasmanian Malay Cultural Society Inc. - Tasmanian Malay Cultural Festival - Event Grant 2020–21	9500
Tasmanian Museum and Art Gallery - Lift Off! 2021 TMAG Children's Festival - Event Partnership Grant 2020–21	47 174
Tasmanian Symphony Orchestra Pty Ltd - Major Cultural Organisations Grant 2020–21	27 500
Tasmanian Youth Orchestra Council Inc. - TYO in the Gardens 2021 - Creative Hobart Medium Grant 2020–21	7700
TasPride - Rainbow Quilt Project - Collective Artwork for the Artfully Queer Exhibition 2021 - Creative Hobart Medium Grant 2020–21	14 478
Ten Days on the Island Ltd - Ten Days on the Island - Hobart Program 2021 - Event Partnership Grant 2020–21	55 000
Terrapin Puppet Theatre Limited - Diorama Queen - Creative Hobart Medium Grant 2020–21	16 500
Theatre Council of Tasmania - City Partnership Grant	10 273
Theatre Royal Management Board - Creative Hobart Major Cultural Organisations 2021	16 500
University of Tasmania - Festival of Bright Ideas 2021 - Event Medium Grant 2020–21	20 000
Van Diemen's Band - Creative Hobart Small Grant 2020–21	5000
Van Diemen's Band - Event Grant 2020–21	12 200
COMMUNITY GRANTS – COMMUNITY, BUSINESS AND COMMUNITY ORGANISATIONS' ANNUAL GRANTS	
Liminal Architecture ACN 079 131 712 Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Archdiocese of Hobart - Carols on the Hill - Community Christmas Carols 2020 Grant	16 500
Battery Point Community Association - Battery Point Historic House Plaques - Community Grant 2020–21	5000
Berry Stokely Enterprises - The Art of Words Studio - Business Adaptation & Assistance Quick Response Grant 2020–21	2200

DETAIL	GST INCLUSIVE AMOUNT \$
Bethlehem House Tasmania Inc. - Festive Season BBQ - Quick Response Grant Festive Season Charitable 2020–21	968
Citizen Tasmania - "None a Week Campaign" - Community Quick Response Grant 2020–21	550
CJ & RA Jackson - Business Adaptation & Assistance Quick Response Grant 2020–21	1650
Colony 47 Inc. - Community Christmas Day Lunch - Quick Response Grant Season Charitable 2020–21	1100
Department of Police, Fire and Emergency Management - SES Southern Regional Unit - Contribution to the Incident Management Unit for 2019–20	2600
Department of Police, Fire and Emergency Management - SES Southern Regional Unit - Contribution to the Search and Rescue Unit for 2020–21	5100
Derwent Sailing Squadron Inc. - Annual Grant	7300
Domain Tennis Centre Hobart - Annual Maintenance Grant 2020–21	50 027
Donovan Group Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	1980
Enrique Enterprises Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Epilepsy Association of Tasmania Inc. - Community Grant 2020–21	3762
Eritrean Community Association of Hobart Inc. - Quick Response Grant Community 2020–21	500
Flash Gordon Catering and Events - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Full Circle Family Trust / Brew Cuff / Jam Packed Café - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Heritage Sailing Tasmania Limited - 2021: Knots, Splices, Mats and a Taste of Hobart's Maritime Heritage - Community Grant 2020–21	4500
Hobart Bangladesh Community Inc. - Hobart Bangladesh Community Badminton Cup 2020 - Community Quick Response Grant 2020–21	500
Hobart Malayali Association (HMA) Inc. - Hobart Malayali Association Onam Festival 2021 - Community Grant 2020–21	5000
Hobart Playback Theatre - Navigating Uncertain Times - Community Grant 2020–21	5000
Hockey Tasmania Inc. - Annual Maintenance Grant 2020–21	81 472
Indian Cultural Society of Tasmania Inc. - Indian Independence Day 2021 - Community Grant 2020–21	4500
JCC Tas Benevolent Society Inc. - Chanukah Celebration by the Water - Quick Response Grant Festive Season Charitable 2020–21	1000
Lansdowne Crescent Primary School Community Association - West Hobart Community Christmas Carols Grant	15 000
Luke O'Brien Photography - Business Adaptation & Assistance Quick Response Grant 2020–21	1859
MILK Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Mobridge Pty Ltd - Chiemi - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Pets in the Park Inc. - Pets in the Park Hobart Volunteer Training & Education Program - Community Grant 2020–21	5500
Prison Fellowship Australia - Community Grant 2020–21	3161
Queer Sporting Alliance - Hobart, Come Out & Play - Community Grant 2020–21	2535

DETAIL	GST INCLUSIVE AMOUNT \$
Rough Rice Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2000
Royal Tasmania Botanical Gardens - Big Band Carols Under the Stars - Community Christmas Carols Grant 2020–21	16 500
Saunders Signs Proprietary Limited - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Short of A Sheet Inc. - Community Grant 2020–21	5000
Short Of A Sheet Inc. - Emergency Relief Hampers for the Homeless - Quick Response Grant Festive Season Charitable 2020–21	1000
Singers of Southern Tasmania - Quick Response International Student Support Grant 2020–21	2000
South Hobart Sustainable Community Incorporated - Quick Response Grant Community 2020–21	500
Tasmania Sunshine Travel Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Tasmanian Centre for Global Learning Inc. - You Are Here: Stories of Change & Identity - Community Grant	5500
Tasmanian Museum and Art Gallery - Major Cultural Organisation Grant	38 500
TasPride Inc. - Community Grant 2020–21	5000
The Aesthetic Laser Centre - Business Adaptation and Assistance Quick Response Grant 2020–21	2200
The Hobart Mens Barbershop Harmony Club - Community Grant 2020–21	5000
The Salvation Army - Dreams of Common Ground Project - Community Grant	5500
Waterworks Valley Landcare Group - Community Grant February 2021	5000
Wellspring Anglican Church - Show Hope - Community Grant	4070
Wen & Chen Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
URBAN SUSTAINABILITY GRANTS	
Good Life Permaculture - Home Harvest - Urban Sustainability Grant 2020–21	7700
Hobart Real Tennis Club Climate Action Energy Efficiency Project - Urban Sustainability Grant 2020–21	13 431
New Town High School & Tech Old Scholars' Association Inc. - Urban Sustainability Grant 2020–21	7123
UTAS Gardening Society for Community Food Garden - Urban Sustainability Grant 2020–21	8800
Women's Health Tasmania Inc. - Urban Sustainability Grant 2020–21	15 774
HERITAGE AND CONSERVATION	
Wellington Park Management Trust - Contribution to WPMT Administration and Technical Support Costs for 2020–21	34 605
Wellington Park Management Trust - Contribution to WPMT Regulations Awareness Programme for 2020–21	34 538
COVID-19 GRANTS AND BENEFITS PROVIDED (NOT INCLUDED ABOVE) - BUSINESS ADAPTATION & ASSISTANCE QUICK RESPONSE GRANTS, RENT AND FEE RELIEF	
Ausasia Travel & Service Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	1000
Auv Express Tasmania Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Eric Hawkes Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200

DETAIL	GST INCLUSIVE AMOUNT \$
Federation Chocolate Tas Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Giuseppina Angelone - Business Adaptation & Assistance Quick Response Grant 2020–21	1980
Goshu Tourism Marketing Pty Ltd - The Dog House Bakery - Business Adaptation & Assistance Quick Response Grant 2020–21	1980
Hanoi Classic Pty Ltd - Unphogettable Restaurant - Business Adaptation & Assistance Quick Response Grant 2020–21	1100
He Zou Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Hejo's Restaurant - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Helen Lee Stubbings - Hugs 'n Kisses / Quarter Inch - Business Adaptation & Assistance Quick Response Grant 2020–21	1846
J.P. Gregory Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Kathmandu Cuisine - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Komatsu Group Pty Ltd - Komatsu Japanese Cuisine - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Lady Hester - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Leishman Associates Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2173
Loretta Olsen t/a Toys to Enjoy - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
McWok Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Mmoriginal Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	1158
Myrtle & Me - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Orenda Float Spa - Business Adaptation & Assistance Quick Response Grant 2020–21	1931
Peta Barwick Design Gallery - Business Adaptation and Assistance Quick Response Grant 2020–21	1977
Priyanka Agrawal - Business Adaptation and Assistance Quick Response Grant 2020–21	2200
Pure Oils of Tasmania Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	1402
Roaring 40s Wilderness Tours Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Sea Soul Studio - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Secret Lab Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	1170
Simple Cider Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Spatial Enterprises Pty Ltd - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Tailored Tasmania - Business Adaptation & Assistance Quick Response Grant 2020–21	2186
The Trustee for Chris Hood Family Trust - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
The Trustee for Feamac Trust - Business Adaptation & Assistance Quick Response Grant 2020–21	2029
The Trustee for Jacobs Family Trust - Business Adaptation & Assistance Quick Response Grant 2020–21	2112
The Trustee for the Mikoda Family Trust - Business Adaptation & Assistance Quick Response Grant 2020–21	2200
Rental Relief for Council Tenants	36 700
Food License Fee Relief 1 June 2020 to 1 December 2020 - Reduced Fees and Charges	121 000

DETAIL	GST INCLUSIVE AMOUNT \$
Occupational License for Outdoor Dining Fee Relief - Reduced Fees and Charges	136 700
TOTAL	4 469 972



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 discloses these as grants.

DETAIL	LOCATION
COMMERCIAL	
Aurora Energy	Substation, Lansdowne Crescent, West Hobart
Derwent Estuary Program Limited	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	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
Dress for Success Hobart Incorporated	Fourth floor, Hobart Council Centre, Hobart
Hobart Canine Obedience Club	Soldiers Memorial Oval, Queens Domain

DETAIL	LOCATION
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 Gorringe 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
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

DETAIL	LOCATION
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
The Friends School Incorporated	Part of Queens Walk, New Town
Wireless Institute	Upper Queens Domain
Women's Shelter Inc.	South Hobart
Wooden Boat Guild of Tasmania Inc.	Mariners Cottage, Napoleon Street, 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 2020–21 financial year.

CONTRACT	INITIAL CONTRACT PERIOD	EXTENSION OPTION	CONTRACT SUM (for term of contract incl. extension options) GST Excluded	CONTRACTOR	CONTRACTOR BUSINESS ADDRESS
P19/106 – Standing Offer for Civil Construction Works 2020 – 2023	18/8/2020 to 30/6/2023	Nil	\$3 000 000 (estimate)	Panel of Providers	Various
P20/5 - Security Services - Argyle Street Car Park	1/2/2021 to 31/1/2024	1 term of 2 years	\$350 855	Kevlar Security Solutions Pty Ltd	80 Charles St, Moonah, TAS 7009
P20/11 - Motor Vehicles - Passenger and Light Commercial Motor Vehicle - State Government V672 - Motor Vehicles	1/7/2020 to 30/6/2023	2 terms of 2 years	\$2 660 000	State Government Department of Treasury and Finance Panel of Providers	21 Murray St, Hobart, TAS 7000
P20/12 – Panel of Providers for Cleaning, Hygiene and Janitorial Products	1/5/2021 to 30/4/2024	1 term of 2 years	\$950 000 (estimate)	Panel of Providers	Various
P20/16 - Security Services - Bushland and Parks and Recreation	1/4/2021 to 31/3/2024	1 term of 2 years	\$678 985	Tasmanian Protective Services	Suite 3/14a Main Road Moonah, TAS 7009
P20/18 – DKHAC Leisure Pool Upgrade – Civil Works	25/8/2020 to 30/10/2020	Nil	\$287 641.11	J Hutchinson Pty Ltd t/a Hutchinson Builders	92-96 Argyle Street, Hobart, TAS 7000
P20/24 - GPS Vehicle Tracking System	8/1/2021 to 7/6/2026 including 5 year lease commencing 1/3/2021	1 term of 2 years (no extension on lease)	\$350 881	My Fleet and Operations Pty Ltd	225 Lawson Street, Hamilton, NSW 2303
P20/29 - Athleen Avenue (Sharps to Bealey) Reconstruction	30/7/2020 to 11/12/2020	Nil	\$581 045.22	MMS TAS Civil Pty Ltd (trading as MS Civil)	84 Hopkins St, Moonah, TAS 7009
P20/30 - Proctors Road Embankment, Localised Pavement Repair and Guardrail Reconstruction	16/9/2020 to 11/12/2020	Nil	\$655 260	State-Wide Earthworks Pty Ltd	52 Atkins Road, Granton, TAS 7030

CONTRACT	INITIAL CONTRACT PERIOD	EXTENSION OPTION	CONTRACT SUM (for term of contract incl. extension options) GST Excluded	CONTRACTOR	CONTRACTOR BUSINESS ADDRESS
P20/41 - Online Engagement	1/8/2020 to 31/7/2021	1 term of 1 year	\$264 000	Bang the Table Pty Ltd	Level 1, 96 Pelham Street, Carlton, VIC 3053
P20/42 - Old Farm Road Bridge Replacement	9/3/2021 to 9/6/2021	Nil	\$333 000	Bridge Pro Engineering Pty Ltd	21 Faulkner Drive, Latrobe, TAS 7307
P20/54 - Lenah Valley Timber Bridge Replacement	16/2/2021 to 31/7/2021	Nil	\$1 514 626.10	Hazell Bros Group Pty Ltd	14 Farley Street, Derwent Park, TAS 7010
P20/55 - Shredding of Green Waste	01/2/2021 to 31/1/2024	1 term of 2 years	\$700 000	Fieldwicks Crushing and Screening Pty Ltd	6178 Frankford Rd, Wesley Vale, TAS 7307
P20/58 - Liverpool Street Embankment Stabilisation	21/2/2021 to 11/6/2021	Nil	\$564 015	MMS TAS Civil Pty Ltd (trading as MS Civil)	84 Hopkins St, Moonah, TAS 7009
P21/3 - Lower Sandy Bay Toilet Construction	23/2/2021 to 31/8/2021	Nil	\$597 057	Macquarie Builders Pty Ltd	278 Macquarie St, Hobart, TAS 7000
P21/25 - Mercury Newspaper Advertising	1/4/2021 to 31/3/2022	Nil	\$320 000 (estimated)	News Corp Australia Pty Limited	2 Holt Street, Surry Hills, NSW 2010
P21/40 - Pinnacle Road Safety Barriers Construction	29/6/2021 to 31/12/2021	Nil	\$535, 227.20	Statewide Linemarking (Tas) Pty Ltd	52 Atkins Road, Granton, TAS 7030

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 2020–21 financial year.

CONTRACT	INITIAL CONTRACT PERIOD	EXTENSION OPTION	CONTRACT SUM (for term of contract incl. extension options) GST Excluded	CONTRACTOR	CONTRACTOR BUSINESS ADDRESS
P16/105-001-045 – Elizabeth Street Bus Mall – Southwest Groundworks	16/7/2020 to practical completion	Nil	\$151 439.04	Spectran Contracting Pty Ltd	4-6 Birdwood Avenue, Moonah, TAS 7009
P18/56-007-008 – 2020–21 Slurry Seal Program	23/12/2020 to 30/4/2021	Nil	\$115 654.10	Downer EDI Works Pty Ltd	125-129 Somerton Road, Somerton, VIC 3062
P18/56-007-010 - Design and Spray Seal – Huon Road (No 495 Strickland Avenue) and Grays Road (Huon to Dead End)	31/3/2021 to 31/12/2021	Nil	\$163 539.22	Roadways Pty Ltd	28 Jackson Street, Glenorchy, TAS 7010
P18/70-001-003 - Cycleway Lanes Line Marking	1/4/2021 to 11/5/2021	Nil	\$165 965	Onlinez Pty Ltd	9 Stanton Place, Cambridge, TAS 7170
P18/96-006-009 - Milestone Recording Servers	8/9/2020 to 1/8/2021	Nil	\$174 408	Jeanneret Electrical Technologies Pty Ltd	Level 1/39a Tasma Street, North Hobart, TAS 7000
P19/99-0006-005 - Risk Weighted Content Discovery	30/11/2020 to Completion + 6 months. ETA Dec 2021	Nil	\$122 722.70	STLP Consulting Pty Ltd aka Castlepoint Systems	PO Box 569, Dickson, ACT 2602
P19/106-0001-011 - Weerona Avenue Landslip Reconstruction	11/3/2021 to 31/3/2021	Nil	\$208 541.55	Spectran Contracting Pty Ltd	4/6 Birdwood Ave, Moonah, TAS 7009
P19/106-0001-009 - Burnett Street, Elizabeth to Arthur - Inlay	16/2/2021 to 31/3/2021	Nil	\$132 555.11	Downer EDI Works Pty Ltd	125-129 Somerton Road, Somerton, VIC 3062
P20/37 - DKHAC - Leisure Pool Upgrade – LifeFloor	5/8/2020 to 31/12/2020	Nil	\$132 730	Life Floor	PO Box 6029, Cromer, VIC 3193
P20/38 - DKHAC - Leisure Pool Upgrade – Supply of Tiles for DKHAC Pool Concourse	14/9/2020 to 31/12/2020	Nil	\$110 807	Metz Speciality Materials Pty Ltd as Trustee for the Metz Speciality Materials Unit Trust Trading as Metz Tiles	15A Stanton Street, Seven Hills, NSW 2147

CONTRACT	INITIAL CONTRACT PERIOD	EXTENSION OPTION	CONTRACT SUM (for term of contract incl. extension options) GST Excluded	CONTRACTOR	CONTRACTOR BUSINESS ADDRESS
P20/39 - Supply, Installation and Maintenance of Cardio Gym Equipment - KSC and DKHAC	10/11/2020 to 9/11/2024 plus lease 1/4/2021 to 31/3/2025	1 term of 1 year	\$193 276.68	Technogym Australia Pty Ltd and Maia Financial Pty Ltd	20 McLachlan Avenue, Rushcutters Bay, NSW 2010
P20/43 - Panel of Providers for Personal Protective Equipment	25/11/2020 to 24/11/2023	1 term of 2 years or 2 terms of 1 year	\$200 000 (estimate)	Panel of Providers	Various
P20/45 – Provision of Website Publishing and Hosting Services	1/1/2021 to 31/12/2023	1 term of 1 year	\$216 150	OpenCities Pty Ltd	Level 8, 50 Market Street, Melbourne, VIC 3000
P20/46 - Panel of Providers for the Supply of Metal Products	23/3/2021 to 31/3/2024	1 term of 2 years	\$175 000 (estimate)	Panel of Providers	Various
P21/31 - Wynyard Street Bridge Improvements	17/6/2021 to 26/8/2021	Nil	\$216 198.53	Duratec Limited	108 Motivation Drive, Wangara, WA 6065
P21/33 - Regatta Ground Car Park and Cycleway - Electrical Work (2)	20/5/2021 to 30/9/2021	Nil	\$115 291.40	Contact Electrical Pty Ltd	8 Shamrock Street, Launceston, TAS 7250

In accordance with regulation 23(5)(b) of the *Local Government (General) Regulations 2015* there were five 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
P17/114 – Security Services	1/7/2020 to 30/6/2021	2 terms of 1 year	\$100 000 (estimated)	Coverall Security Pty Ltd	99 Albert Road, Moonah, TAS 7009
P16/54 – Panel of Providers for the Supply of Metal Products	1/10/2020 to 31/3/2021	Nil	\$60 000	Panel of Providers	Various
P20/45 – Provision of Website Publishing and Hosting Services	1/1/2021 to 31/12/2023	1 term of 1 year	\$216 150	OpenCities Pty Ltd	Level 8, 50 Market Street, Melbourne, VIC 3000
P20/52 - Provision of GIS Products	5/12/2020 to 4/12/2022	Nil	\$200 000	ESRI Australia Pty Ltd	613 King Street, West Melbourne, VIC 3003
P17/85 – Leadership Development Program – City of Hobart Managers	1/3/2021 to 31/8/2021	Nil	\$0.00 (included in initial Contract Term)	Swinburne University of Technology	PO Box 218, Hawthorn, VIC 3122

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
P20/18 – DKHAC Leisure Pool Upgrade – Civil Works	A satisfactory result would not be achieved by inviting tenders. Extenuating circumstances, included limitations in the market, time criticality and the impact of COVID-19 on the availability and interest of interstate contractors following a public procurement process where only Hutchinson Builders responded.	Civil and structural works for the Doone Kennedy Hobart Aquatic Centre upgrade to its leisure pool	\$287 641.11	J Hutchinson Pty Ltd t/a Hutchinson Builders 92-96 Argyle Street, Hobart, TAS 7000
P21/25 - 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 (estimate)	News Corp Australia Limited 2 Holt Street, Surry Hills, NSW 2010



PART IV
FINANCIAL
REPORTS



HOBART CITY COUNCIL GENERAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

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GUIDE TO THE FINANCIAL STATEMENTS

The 2020–21 financial statements show how the Council performed during the financial year and the overall position at the end of the financial year, 30 June 2021.

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 Chief Executive Officer and audited by the Auditor-General.

The financial statements incorporate the following documents:

CERTIFICATION BY THE CHIEF EXECUTIVE OFFICER

Certification by the Chief Executive Officer 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 2021. This shows the assets the City owns and its liabilities (money that the City owes).

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 property, plant and equipment.

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.

CERTIFICATION BY CHIEF EXECUTIVE OFFICER

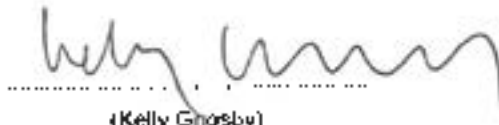
HOBART CITY COUNCIL

GENERAL PURPOSE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2021

CERTIFICATION BY CHIEF EXECUTIVE OFFICER

The financial report presents fairly the financial position of the Hobart City Council as at 30 June 2021 and the results of its operations and cash flows for the year then ended, in accordance with the Local Government Act 1993 (as amended), Australian Accounting Standards and other authoritative pronouncements issued by the Australian Accounting Standards Board.

Signed at Hobart this 20th day of October 2021



(Kelly Gingsby)

Chief Executive Officer

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2021

	NOTE	2020-21 \$'000	2019-20 \$'000
Current Assets			
Cash and Cash Equivalents	15	38,555	18,676
Inventories	16	379	432
Receivables	18	6,608	7,576
Investments	19	6,300	300
Prepayments		594	396
Total Current Assets		52,436	27,380
Non-Current Assets			
Investment in TasWater	12	158,401	146,616
Property, Plant and Equipment	20-30	2,287,228	1,948,203
Intangibles	31	625	-
Right-of-Use Assets	32	9,910	10,427
Employee Benefits	35	3,668	-
Total Non-Current Assets		2,459,832	2,105,246
Total Assets		2,512,268	2,132,626
Current Liabilities			
Payables	33	8,948	9,922
Trust, Deposits, Retention	34	2,182	2,088
Employee Benefits	35	7,756	8,705
Contract Liabilities	36	2,544	1,417
Loans	37	9,032	4,177
Provisions	38	236	245
Lease Liabilities	39	768	694
Total Current Liabilities		31,466	27,248
Non-Current Liabilities			
Employee Benefits	35	6,171	10,334
Loans	37	56,074	50,106
Provisions	38	4,976	5,204
Lease Liabilities	39	10,140	10,625
Total Non-Current Liabilities		77,361	76,269
Total Liabilities		108,827	103,517
Net Assets		2,403,441	2,029,109
Equity			
Reserves	40	1,326,076	962,413
Retained Earnings		1,077,365	1,066,696
Total Equity		2,403,441	2,029,109

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

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2021

	NOTE	2020-21 ACTUAL \$'000	2020-21 BUDGET \$'000	2019-20 ACTUAL \$'000
Recurrent Expenses				
Employee Costs	5	(56,513)	(59,530)	(61,656)
Materials and Services		(28,823)	(31,870)	(34,927)
Depreciation and Amortisation	6	(28,047)	(23,577)	(24,983)
Finance Costs	7	(2,221)	(2,004)	(1,993)
State Fire Commission Levies		(11,388)	(11,388)	(11,388)
Other	8	(7,059)	(7,178)	(8,043)
		(134,051)	(135,547)	(142,990)
Recurrent Income				
Rates and Charges		90,978	83,540	88,745
Grants and Donations	10(a)	3,383	1,945	3,533
Fines		5,993	5,836	6,480
Rendering of Services		33,220	27,310	31,304
Distributions from TasWater		1,086	1,086	1,086
Interest		136	225	380
Rents		1,726	2,388	2,533
Volunteer services		296	-	126
		136,818	122,330	134,187
Capital Income				
Capital grants received specifically for new or upgraded assets	10(b)	2,402	685	2,028
Net gain on disposal of property, plant and equipment	11	316	-	126
Contributed property, plant and equipment		2,081	-	2,163
		4,799	685	4,317
Total Income		141,617	123,015	138,504
Surplus / (Deficit)	9	7,566	(12,532)	(4,486)
Other Comprehensive Income				
<i>Items that will not be reclassified to surplus or deficit:</i>				
Adjustment to fair value of investment in TasWater	12	11,785	-	(44,330)
Net PP&E revaluation increments / (decrements)	13	347,524	-	318,429
Defined-benefit superannuation plan actuarial gains / (losses)	35	7,457	-	(2,883)
Total other comprehensive income		366,766	-	271,216
Comprehensive Result for the period		374,332	(12,532)	266,730

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 2021

	NOTE	TOTAL		RETAINED EARNINGS		RESERVES	
		2020-21 \$'000	2019-20 \$'000	2020-21 \$'000	2019-20 \$'000	2020-21 \$'000	2019-20 \$'000
Balance at beginning of period		2,029,109	1,764,974	1,066,696	1,080,036	962,413	684,938
Adjustment due to AASB 15 adoption		-	(660)	-	(660)	-	-
Adjustment due to AASB 16 adoption		-	(1,209)	-	(1,209)	-	-
Adjustment due to AASB 1058 adoption		-	(726)	-	(726)	-	-
Restated opening balance		2,029,109	1,762,379	1,066,696	1,077,441	962,413	684,938
Comprehensive Result for the period		374,332	266,730	15,023	(7,369)	359,309	274,099
Transfers to reserves	40	-	-	(18,469)	(29,359)	18,469	29,359
Transfers from reserves	40	-	-	14,115	25,983	(14,115)	(25,983)
Balance at end of period		2,403,441	2,029,109	1,077,365	1,066,696	1,326,076	962,413

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

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2021

	NOTE	2020-21 ACTUAL \$'000	2019-20 ACTUAL \$'000
Cash Flows from Operating Activities			
<i>Receipts</i>			
Rates		91,769	86,717
Rendering of services (inclusive of GST)		36,386	36,099
Interest		145	406
Grants (inclusive of GST)		3,400	3,447
Rents (inclusive of GST)		1,910	2,842
Fines		6,336	5,994
Distributions from TasWater		1,086	1,086
Net GST refund		1,090	1,602
		142,122	138,193
<i>Payments</i>			
Employee costs		(59,138)	(60,787)
Payments to suppliers (inclusive of GST)		(32,526)	(36,658)
Interest		(2,185)	(1,986)
Other payments (inclusive of GST)		(15,082)	(16,080)
		(108,931)	(115,511)
Net Cash Flow from Operating Activities	41	33,191	22,682
Cash Flows from Investing Activities			
<i>Proceeds</i>			
Grants		2,402	1,501
Investments		600	16,300
Sales of Property		2	185
Sales of Plant and Equipment		656	945
Sales of Intangibles		27	-
		3,687	18,931
<i>Payments</i>			
Investments		(6,600)	(10,300)
Infrastructure - Employee Costs		(2,791)	(4,007)
Infrastructure and Facilities - Other		(13,085)	(31,309)
Property		(1,582)	(257)
Plant and Equipment		(3,055)	(6,318)
		(27,113)	(52,191)
Net Cash Flow from/(used in) Investing Activities		(23,426)	(33,260)
Cash Flows from Financing Activities			
Proceeds from Borrowings		15,000	20,000
Repayment of Borrowings		(4,177)	(3,858)
Repayment of lease liabilities (principal repayments)		(709)	(713)
Net Cash Flow from/(used in) Financing Activities	42	10,114	15,429
Net Increase (Decrease) in cash held		19,879	4,851
Cash Held at the Beginning of the Year		18,676	13,825
Cash held at the End of the Year	15	38,555	18,676

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

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

These financial statements are a general purpose financial report which have 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.

All amounts are presented in Australian dollars and unless stated, have been rounded to the nearest thousand dollars.

The financial report has been prepared on an 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

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.

Grants

Council recognises untied grant revenue and grant receipts without performance obligations when received. In cases where there is an enforceable agreement which contains sufficiently specific performance obligations, revenue is recognised as or when the performance obligation is satisfied (i.e. when it transfers control of a product or provides a service). A contract liability is recognised for unspent funds pending obligations being fulfilled.

Each performance obligation is examined to ensure that the revenue recognition reflects the transfer of control, which may occur at a point in time or may involve continuous transfer of control over the life of the contract. Where control is transferred over time, either costs or time incurred are deemed to be the

most appropriate methods to reflect the transfer of that control.

For construction projects, control generally transfers as the construction progresses, with costs incurred deemed to be the most appropriate measure of the completeness of the construction project. For the acquisition of assets, revenue is recognised when the asset is acquired and controlled by the 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.

Rendering of Services

Council recognises revenue from services when or as the performance obligation is completed and the customer receives the benefit of the services being provided. Where an upfront fee is charged such as membership fees for the Doone Kennedy Hobart Aquatic Centre, the fee is recognised on a straight-line basis over the term of the membership. Licences granted by Council are 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.

Sale of Assets

The profit or loss on sale of an asset is determined when control of the asset has irrevocably 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.

Lease Income

Operating lease revenue from the use of Council's assets is recorded on an accruals basis in accordance with leasing agreements.

Rents

Rents are recognised as revenue when the payment is due. Rental payments received in advance are recognised as a payable until they are due.

Interest

Interest is recognised as it is earned.

Dividends

Dividend revenue is recognised when Council's right to receive payment is established and it can be reliably measured.

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 15)

For the purposes of the Statement of Cash Flows, cash and cash equivalents include cash on hand, deposits at call, and other highly liquid investments with original maturities of three months or less, net of outstanding bank overdrafts.

E. INVENTORIES (NOTE 16)

Inventories held for distribution or sale are measured at cost (using the weighted average cost method) and adjusted when applicable for any loss of service potential. Other inventories are measured at the lower of cost and net realisable value. Where inventories are acquired at no cost, or for nominal consideration, the cost is determined as the current replacement cost as at the date of acquisition.

F. FINANCIAL ASSETS (NOTES 12 AND 17)

Investments are recognised and derecognised on the 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, and are initially measured at fair value, net of transaction costs.

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.

Trade and other receivables that do not contain a significant financing component are measured at amortised cost, which represents their transaction value. Impairment is recognised 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.

For rates receivables, Council takes the view that unpaid rates represent a charge against the rateable property that will be recovered when the property is next sold.

Council writes off receivables when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery.

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

G. EMPLOYEE BENEFITS (NOTE 35)

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 ordinarily recognised in the statement of financial position, and measured as the present value of the defined benefit obligation at the reporting date plus unrecognised actuarial gains (less unrecognised actuarial losses) less the fair value of the superannuation fund's assets at that date and any unrecognised past service cost. The present value of the defined benefit obligation is based on expected future payments which arise from membership of the fund to the reporting date, calculated annually by an independent actuary using the projected unit credit method. Consideration is given to expected future salary and wage levels, experience of employee departures and periods of service.

H. PROVISIONS (NOTE 38)

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

The amount recognised in provisions is the best estimate of the consideration required to settle the present obligations at the reporting date, taking into account the risks and uncertainties surrounding the obligations. Where provisions are measured using the cash flows estimated to settle the present obligations, 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 20-30)

Acquisition

Acquisitions of property, plant and equipment are initially recorded at cost. Cost is determined as the purchase consideration plus any costs incidental to acquisition. Where the consideration for the asset is significantly less than fair value the cost of the asset will be measured at fair value.

Property, plant and equipment received in the form of contributions, are recognised as assets and revenues at fair value by Council valuation where that value exceeds the recognition thresholds for the respective

asset class. Fair value is the price that would be received to sell the asset in an orderly transaction between market participants at the measurement date.

The cost of property, plant and equipment constructed by Council, includes all materials used in construction, direct labour, and an appropriate share of directly attributable variable and fixed overheads.

Revaluations

Plant and equipment is recorded at cost. All other property, plant and equipment is revalued with sufficient regularity to ensure that each asset class materially approximates its fair value at the reporting date.

Fair value valuations are determined in accordance with a valuation hierarchy. Changes to the valuation hierarchy will only occur if an external change in the restrictions or limitations of use on an asset results in changes to the permissible or practical highest and best use of the asset.

Where the assets are revalued, the revaluation increments are credited directly to the asset revaluation reserve except to the extent that an increment reverses a prior year decrement for that class of asset that had been recognised as an expense, in which case the increment is recognised as revenue up to the amount of the expense. Revaluation decrements are recognised as an expense except where prior increments are included in the asset revaluation reserve for that class of asset, in which case the decrement is taken to the reserve to the extent of the remaining increments. Within the same class of assets, revaluation increments and decrements within the year are offset.

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 an appropriate index.

Note 51 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 generally 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

Depreciation is recognised in the Statement of Comprehensive Income when a decrease in future economic benefits related to a decrease in asset or an increase of a liability has arisen that can be measured reliably.

All items of property, plant and equipment having limited useful lives are systematically depreciated over their useful lives in a manner which reflects 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. Estimates of remaining useful lives and residual values are made on a regular basis with major asset classes reassessed annually. Depreciation and amortisation rates and methods are reviewed annually.

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
Buildings	
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
Land Improvements	
Landscaping	5 - 100
External Playing Surfaces	3 - 100
Other	3 - 100
Other Structures	
Furniture & Signs	3 - 100
Drainage Structures	10 - 100
Playground Equipment	3 - 40
Fountains	10 - 80
Other	5 - 100
Pathways & Cycleways	
Footpaths and Cycleways	10 - 85
Walking Tracks	25
Stormwater	
Water Mains	15 - 131
Irrigation	10 - 85
Sewer Mains	20 - 80
Stormwater Mains	10 - 134
Rivulets	20 - 120
Plant & Equipment	
Heavy Plant and Equipment	5 - 20
Fleet Vehicles	3 - 10
Minor Plant	3 - 43
Furniture and Office Equipment	2 - 40
Roads & Bridges	
Sealed Roads	17 - 150
Bridges	20 - 100
Footpaths, Kerbs and Gutters	10 - 100
Cycleways & Tracks	10 - 85
Other	
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. INTANGIBLES (NOTE 31)

The valuation roll, together with costs incurred in developing products or systems and costs incurred in acquiring software and licenses that will contribute to future financial benefits through revenue generation and/or cost reduction are recognised as intangible assets.

All intangible assets have finite lives and are amortised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

The useful lives are as follows:

Software – 4 years

Valuation Roll – 6 years

K. LEASES (NOTES 32, 39 AND 45)

Finance Leases as lessee

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 in AASB 16 Leases applies.

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 measured as described in the accounting policy for property, plant and equipment (see note 1(i)). Also, Council applies AASB 136 to determine whether a right-of-use asset is impaired and accounts for any identified impairment loss as described in note 1(i).

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.

Concessionary leases

Council has elected to measure a class (or classes) of right-of-use assets as '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 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.

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.

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 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, as Council recognises part of its role is community service and community support. 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.

L. FINANCIAL LIABILITIES (NOTES 33, 34 AND 37)

Financial liabilities are recognised for amounts to be paid in the future for goods and services provided to Council as at balance date whether or not invoices have been received. General payables are unsecured and are normally settled within 30 days of recognition.

Rates revenue in advance represents amounts received by Council prior to the commencement of the rating or charging period. Revenue is recognised by Council at the beginning of the rating or charge period to which the advance payment relates.

Amounts received as tender deposits and retention amounts controlled by Council are recognised as trust funds until they are returned or forfeited.

Council has a number of loans 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. There have been no defaults or breaches of the loan agreements during the period. The borrowing capacity of Council is limited by the *Local Government Act 1993*.

Interest bearing liabilities are initially recognised at fair value, net of transaction costs incurred. Subsequent

to initial recognition these liabilities are measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Comprehensive Income over the period of the liability using the effective interest method.

M. RESTRICTED ASSETS - HERITAGE ACCOUNT (NOTES 14 AND 15)

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 (now TPT Wealth), 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*.

N. TAXATION

Council is exempt from all forms of taxation except Fringe Benefits Tax, Payroll Tax and the Goods and Services Tax (GST).

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

O. BUDGET

The estimated revenue and expense amounts in the Statement of Other Comprehensive Income represent original budget amounts and are not audited.

P. 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 AND ACCOUNTING ESTIMATES

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

In the current year, Council has adopted the following new Standard issued by the Australian Accounting Standards Board that is relevant to its operations and effective for the current annual reporting period.

AASB 2018-7 Amendments to Australian Accounting Standards – Definition of Material

The amendments refine the definition of material in AASB 101 and are applicable for the year ended 30 June 2021. The amendments clarify the definition of material and includes guidance relating to obscuring information that could be reasonably expected to influence decisions of the primary users of the financial information. The amendments include additional guidance to the definition of material, gives it more prominence, and clarifies the explanation accompanying the definition of material. The adoption of the amendments has not had any significant impact on Council.

B. NEW AND REVISED ACCOUNTING STANDARDS AND INTERPRETATIONS NOT YET ADOPTED

Council considers Australian Accounting Standards and Interpretations with future effective dates as either not applicable to its activities or they will have no material impact.

3. SIGNIFICANT EVENTS

A. SIGNIFICANT WEATHER EVENT

In May 2018, Hobart and surrounds experienced a major weather event causing significant flooding. The event was declared a Natural Disaster. The Natural Disaster Relief and Recovery Arrangements (NDRRA) allow for repairs to be undertaken to eligible public assets for two full financial years following the declared event. The timeframe for this event was extended due to the impact of COVID-19 restrictions.

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 \$1.144 million (prior year: \$8.454 million). Of those costs \$0.839 million (prior year: \$8.218 million) were capital expenditure and \$0.305 million (prior year: \$0.236 million) were operating expenditure. Operating expenditure of \$0.302 million (prior year: \$0.225 million) 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 2021 are \$14.423 million, made up of \$10.942 million in capital expenditure and \$3.481 million in operating expenditure.
- Council has received reimbursement from the insurer for repairs to insured assets, bringing the total reimbursements to \$0.640 million, net of the insurance excess.
- Recovery assistance has been available for up to 75% of eligible expenditure to repair essential and nominated non-essential public assets under the Commonwealth Government's NDRRA, via the Tasmanian Department of Premier and Cabinet. Eligibility criteria and thresholds apply to claims.
 - Five claims have been lodged under the NDRRA, amounting to \$11.89 million.
 - Four claims have been audited and the Council has received \$8.14 million in reimbursements.
 - The fifth claim amounting to \$0.87 million is awaiting audit by the Tasmanian Audit Office.
 - A sixth claim is yet to be finalised and will form the final claim for repairs up until 30 June 2021.
- McRobies Waste Management Centre did not meet the eligibility criteria to be considered an essential asset under the NDRRA. The Council has fully funded the non-insurable repair costs at the site.

B. COVID-19

The COVID-19 pandemic has continued to impact the operations of Council and thereby this financial report may impact the comparability of some line items and amounts reported in the statements and/or the notes. The financial impacts are a direct result of Council's response to the pandemic in the prior year and the ongoing impact on operations in the 2020-21 year.

The following activities were affected:

Rendering of Services

The Council continued to adopt a supportive approach for organisations and individuals that needed to cancel events and required refunds (or provided credits for) for fees and charges on cancellations.

Food licensing fees were waived for six months from 1 June 2020 to 1 December 2020 amounting to \$0.121 million lost income in the 2020-21 financial year. Occupation licences for outdoor dining were waived until November 2020 after which the following 5 months were charged at a 50% fee reduction totalling \$0.137 million in lost revenue.

Car parking income continued to be impacted by COVID through assistance actions put in place by Council, together with the working from home initiative many businesses adopted during the pandemic. Assistance actions included extended parking time limits and discounted parking for front line workers. Compared to 2018-19, car park income was down by \$0.96 million.

The Doone Kennedy Hobart Aquatic Centre was required to remain closed for part of the financial year and then only operate at a reduced capacity in accordance with the Framework for COVID-19 Safe Events and Activities in Tasmania. This has negatively impacted the income of the aquatic centre by \$2.24 million.

The Tasmanian Tourist and Travel Centre (TTIC) closed during the pandemic and recently re-opened with reduced operations. In 2020-21 income was lower by \$0.647 million when compared to 2018-19 and included \$0.003 million of lost commission income on booking cancellations directly attributable to COVID-19.

Revenue was negatively impacted in the order of \$4.10 million.

Rents

Council continued to support its tenants through reduced commercial rents in accordance with the COVID-19 Disease Emergency (Commercial Leases) Act 2020. This assistance totalled \$0.037 million.

Fines

The Council has seen higher rates of compliance by commuters as businesses in the city have re-opened. This has resulted in a reduction in fines being issued in the order of \$0.786 million when compared to 2018-19.

TasWater Dividend

TasWater was only able to pay its shareholders half of the agreed dividend resulting in a loss of \$1.090 million in revenue.

Operational Expenditure

In response to the loss of income and capacity restrictions placed on some operations, operational expenditure was reduced in the order of \$5.2 million. As occurred in the prior year, any expenditure regarded as discretionary was removed or deferred. Specifically this included unspent salaries, all travel and accommodation, non-mandatory training, and 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. In addition Council incurred additional costs directly associated with COVID-19 totalling \$0.227 million.

Community Support Package

Council approved a Community Support Package in April 2020 in response to the impact of COVID-19 on the Hobart community. The support available in this package continued into the 2020-21 year and included rates relief including waiving penalties and interest, negotiated payment plans, and formal postponements and remissions in accordance with the Council's Financial Hardship Assistance policy.

As part of this assistance, the following was provided:

- 260 small to medium business ratepayers sought remissions of 2020-21 rates, amounting to \$0.607 million.
- Council offered a grants program called Business Adaption and Assistance Quick Response Grants to support businesses continuing to struggle with the effects of the pandemic. The program was funded to \$0.2 million with grants awarded to 49 applicants totalling \$0.09 million.

Total Effect

	\$'000
Revenue reduction	6,017
Rates remissions	607
Community support offered in grants	90
Additional costs	227
Reduction in operations expenditure	(5,200)
Total Negative Impact	1,741

Impact on Underlying Result

As a result of COVID-19 Council has excluded from the calculation of the underlying result \$0.925 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 \$0.792 million surplus rather than a \$0.025 million deficit.

4. FUNCTIONS/ACTIVITIES OF THE COUNCIL

		EXPENSES	REVENUES			ASSETS
		\$'000	GRANTS \$'000	OTHER \$'000	TOTAL \$'000	\$'000
Public Order and Safety	2020-21	11,490	0	10,932	10,932	68
	2019-20	11,534	0	10,914	10,914	34
Health	2020-21	2,264	0	545	545	1,358
	2019-20	2,332	0	610	610	598
Welfare	2020-21	4,496	151	172	323	3,769
	2019-20	4,684	300	128	428	2,759
Community Amenities	2020-21	23,382	(23)	16,366	16,343	257,602
	2019-20	22,828	54	15,628	15,682	245,534
Recreation and Culture	2020-21	32,965	79	4,898	4,977	360,562
	2019-20	36,215	153	7,106	7,259	334,180
Parking	2020-21	11,140	0	21,120	21,120	110,782
	2019-20	12,861	5	21,648	21,653	106,432
Transport	2020-21	19,351	1,702	674	2,376	1,488,407
	2019-20	19,397	1,606	483	2,089	1,009,582
Economic Services	2020-21	4,622	155	834	989	1,178
	2019-20	5,782	150	1,654	1,804	1,430
Other (Not Attributed)*	2020-21	24,341	1,319	77,894	79,213	288,542
	2019-20	27,357	1,265	72,483	73,748	432,077
Total	2020-21	134,051	3,383	133,435	136,818	2,512,268
	2019-20	142,990	3,533	130,654	134,187	2,132,626

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 Aquatic Centre, 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	2020–21 \$'000	2019–20 \$'000
Wages and Salaries		46,826	51,520
Workers Compensation		832	2,426
Annual Leave and Long Service Leave		4,149	4,828
Superannuation		5,712	6,450
Redundancies		1,785	439
		59,304	65,663
Less Amounts Capitalised		(2,791)	(4,007)
		56,513	61,656
Number of Employees (Full-time equivalent) at Year End		561	603

6. DEPRECIATION AND AMORTISATION

Plant and Equipment		4,431	3,230
Buildings		2,594	2,653
Land Improvements		4,188	1,335
Infrastructure Plant		610	867
Stormwater		3,181	2,030
Roads and Bridges		8,911	9,362
Other Structures		3,031	4,565
Other Property		96	146
Intangibles		189	-
Right-of-Use Assets		816	795
		28,047	24,983

7. FINANCE COSTS

Interest on Loans		1,857	1,643
Landfill Restoration Provision	38	30	30
Dismantling Provision	38	3	2
Defined-benefit superannuation scheme	35	20	(9)
Interest - Lease Liabilities		311	327
		2,221	1,993

8. OTHER EXPENSES

	NOTE	2020–21 \$'000	2019–20 \$'000
Pensioner Rate Remissions		1,112	1,088
less : Reimbursements from Government	10	(1,082)	(1,060)
		30	28
Other Rate Remissions		1	102
Grants and Specific Purpose Benefits		2,495	3,022
Auditor General's Fee - Audit of the Financial Report		58	57
Other Audit Fees		129	77
Impairment of Receivables		(279)	256
Assets Written-off		3,782	3,401
Fringe Benefits Tax		278	279
Land Tax		565	821
		7,059	8,043

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.

Surplus / (Deficit)		7,566	(4,486)
<i>exclude</i>			
Capital Grants	10	(2,402)	(2,028)
Contributed Property, Plant and Equipment		(2,081)	(2,163)
Redundancy Payments		1,785	439
Additional costs as a result of 2018 significant weather event	3(a)	302	225
Natural Disaster Relief and Recovery Arrangements funding received as a result of 2018 significant weather event *	3(a)	(5,945)	(2,190)
Insurance refunds received as a result of 2018 significant weather event	3(a)	(104)	-
Additional costs as a result of COVID-19	3(b)	925	905
Gains from one-off disposal of surplus land & buildings	11	(2)	(42)
<i>adjust Financial Assistance Grants received in advance</i>	10		
2019/20 allocation received in 2018/19		-	1,434
2020/21 allocation received in 2019/20		1,411	(1,411)
2021/22 allocation received in 2020/21		(1,480)	-
Underlying Surplus / (Deficit)		(25)	(9,317)

* The Underlying Surplus for the 2019–20 comparatives has been restated to adjust for income received as a result of the 2018 significant weather event under the National Disaster Recovery and Relief Arrangements (NDRRA).

10. GRANTS AND CONTRIBUTIONS

	NOTE	2020–21 \$'000	2019–20 \$'000
a) Operating Grants and Contributions			
<i>provided by Government</i>			
Commonwealth Financial Assistance Grants		2,861	2,746
Pensioner Rate Remissions	8	1,082	1,060
Tasmanian Travel and Information Centre		150	150
Still Gardening Program		144	154
Fuel Tax Credit Scheme		136	131
Community Recovery and Resilience		-	114
Other		25	94
		4,398	4,449
<i>other</i>			
Provision of Public Open Space		67	144
		67	144
		4,465	4,593
<u>less</u> : Pensioner Rate Remissions netted against Remissions	8	(1,082)	(1,060)
		3,383	3,533

The Australian Commonwealth Government provides Financial Assistance Grants to Council for general purpose use and the provision of local roads. In accordance with AASB 1058 *Income for Not-for-Profit Entities*, 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 (equivalent to 50% of the grants) of the 2020–21 grants were brought-forward and received in June 2020. Again in this current period two instalments of the 2021–22 grants were brought-forward and received by Council in June 2021. Council has reflected these latest early payments in its 2021–22 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	2020–21 \$'000	2019–20 \$'000
b) Capital Grants and Contributions			
<i>provided by Government</i>			
Roads to Recovery Program		685	685
Bicycle Infrastructure Projects		595	-
Local Roads and Community Infrastructure Programs		367	-
The Missing Link & Junction Climber		188	-
Safer Communities		171	-
Elizabeth Street Hobart Bus Interchange Upgrade		126	-
Doone Kennedy Hobart Aquatic Centre Redevelopment		108	-
Fern Tree Park Redevelopment		-	800
Vulnerable Road User Program		-	201
South Hobart Community Centre Redevelopment		-	200
North Hobart Skate Park Redevelopment		-	66
Levelling the Playing Fields		-	40
Other		162	36
		2,402	2,028
Total Grants and Contributions		5,785	5,561

c) Unspent Grants and Contributions

Grants and contributions which were obtained on the condition that they be spent for specified purposes or in a future period, but which are not yet spent in accordance with those conditions, are as follows:

Operating

Balance of unspent funds at 1 July		398	482
Funds received and not recognised as revenue in the current year		140	263
Funds received in prior year but revenue recognised and funds spent in current year		(4)	(347)
Balance of unspent funds at 30 June		534	398

Capital

Balance of unspent funds at 1 July		1,420	546
Funds received and not recognised as revenue in the current year		1,561	1,198
Funds received in prior year but revenue recognised and funds spent in current year		(936)	(324)
Balance of unspent funds at 30 June		2,045	1,420

Total unspent funds	15	2,579	1,818
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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

	2020–21 \$'000	2019–20 \$'000
<i>Plant & Equipment</i>		
Proceeds from sales	656	945
Less carrying amount of assets sold	(369)	(861)
Gain / (Loss) on disposal	287	84
<i>Land and Buildings</i>		
Proceeds from sales	2	185
Less carrying amount of assets sold	-	(143)
Gain / (Loss) on disposal	2	42
<i>Intangibles</i>		
Proceeds from sales	27	-
Less carrying amount of assets sold	-	-
Gain / (Loss) on disposal	27	-
Total Gain / (Loss) on disposal of assets	316	126

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 2021, the fair value of the asset was measured by applying Council's equity voting proportion of 10.05% to TasWater's net asset value at that date. TasWater advised that this net asset value was \$1.576 billion. Council's equity voting proportion has reduced from 10.16% 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:

Opening Balance	146,616	190,946
Fair value adjustment - equity investment	11,785	(44,330)
Closing Balance	158,401	146,616

Fair value adjustments have been recognised in other comprehensive income.

13. ASSET REVALUATIONS

	NOTE	2020–21 \$'000	2019–20 \$'000
<i>PP&E Revaluations recognised in other comprehensive income</i>			
Land		229,517	241,679
Buildings		2,551	3,116
Land Improvements		4,219	481
Infrastructure Plant		-	131
Stormwater		3,129	66,966
Roads and Bridges		105,363	3,955
Other Structures		-	2,101
Other Property		2,745	-
Net PP&E Revaluation increments	20, 40	347,524	318,429

14. RESTRICTED ASSETS

a) Grants and Contributions subject to Conditions

Assets derived from grants and contributions 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 :

- Local Roads and Community Infrastructure Program		922	-
- Levelling the Playing Fields		450	450
- Improving the Playing Fields		397	-
- Doone Kennedy Hobart Aquatic Centre Redevelopment		242	-
- Contributions in lieu of Public Open Space		203	134
- Contributions in lieu of Parking		135	135
- Roadworks		-	615
- Other		230	484
	10(c)	2,579	1,818

b) Heritage Account

Assets acquired as a result of the winding-up of the National Trust Preservation Fund which are required by section 5(3) of the *National Trust Preservation Fund (Winding-up) Act 1999* 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(m)	1,603	1,558
Total Restricted Assets	15(b)	4,182	3,376

15. CASH

a) Definition of Cash

For the purpose of the Statement of Cash Flows, the following items comprise the cash balance at the end of the period:

	NOTE	2020–21 \$'000	2019–20 \$'000
At Call		37,484	18,183
		37,484	18,183
Cash on Hand		60	66
Cash at Bank		1,011	427
		38,555	18,676

b) Composition of Cash

The following restrictions apply to the closing cash balance :

- Grants and Contributions subject to Conditions	14(a)	2,579	1,818
- Heritage Funding	14(b)	1,603	1,558
	14	4,182	3,376

The remainder of the Cash balance has been allocated to :

- Capital Works		15,812	8,382
- Provision of Public Open Space		16	16
- Bushland Acquisition		109	108
- McRobies Gully Landfill Rehabilitation		3,974	3,872
- Queens Domain Facility Upgrades		1,773	1,501
- Street Tree Compensation Fund		32	-
- Refundable Deposits		1,439	1,421
- Full/Partial Road Reconstructions		3,600	-
- Stormwater Renewals		3,000	-
- Doone Kennedy Hobart Aquatic Centre Building Renewal		1,100	-
- Pinnacle Road Guard Rail Renewal		1,000	-
- Other Future Asset Renewal consistent with Long Term Financial Management Plan		2,518	-
		34,373	15,300
		38,555	18,676

16. INVENTORIES

	2020–21 \$'000	2019–20 \$'000
The Doone Kennedy Hobart Aquatic Centre	28	47
McRobies Gully - construction materials	65	46
Salamanca Market	79	82
Tasmanian Travel & Information Centre	48	71
Other	159	186
	379	432

17. 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 non-lease financial liabilities is set out below. For lease liabilities refer to Note 39.

	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			
2020-21							
<i>Financial Assets</i>							
Cash and cash equivalents	38,495	-	-	-	60	38,555	0.58%
Investments	-	6,300	-	-	-	6,300	0.35%
Investment in TasWater	-	-	-	-	158,401	158,401	
Receivables	1,874	-	-	-	4,734	6,608	1.41%
	40,369	6,300	-	-	163,195	209,864	
Weighted Average Interest Rate	0.92%	0.35%	0.00%	0.00%			
<i>Financial Liabilities</i>							
Payables	-	-	-	-	8,948	8,948	
Trust, Deposits, Retention	-	-	-	-	2,182	2,182	
Loans	-	9,032	23,610	32,465	-	65,106	2.94%
	-	9,032	23,610	32,465	11,130	76,236	
Weighted Average Interest Rate	0.00%	2.32%	2.47%	3.45%			
<i>Net Financial Assets / (Liabilities)</i>	40,369	(2,732)	(23,610)	(32,465)	152,065	133,628	

	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			
2019-20							
<i>Financial Assets</i>							
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%			
<i>Financial Liabilities</i>							
Payables	-	-	-	-	9,922	9,922	
Trust, Deposits, Retention	-	-	-	-	2,088	2,088	
Loans	-	4,177	14,310	35,796	-	54,283	3.53%
	-	4,177	14,310	35,796	12,010	66,293	
Weighted Average Interest Rate	0.00%	3.94%	3.60%	3.45%			
<i>Net Financial Assets / (Liabilities)</i>	21,275	(3,877)	(14,310)	(35,796)	139,583	106,875	

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 2021		30 JUNE 2020	
	100 BASIS POINTS INCREASE	100 BASIS POINTS DECREASE	100 BASIS POINTS INCREASE	100 BASIS POINTS DECREASE
	\$'000	\$'000	\$'000	\$'000
<i>Financial Assets</i>				
Cash on Hand	-	-	-	-
Other Cash and Cash Equivalents	385	(385)	189	(189)
Investments	-	-	-	-
Investment in TasWater	-	-	-	-
Receivables	19	(19)	27	(27)
	404	(404)	216	(216)
<i>Financial Liabilities</i>				
Payables	-	-	-	-
Loans	-	-	-	-
	-	-	-	-

This analysis assumes all other variables remain constant. The analysis was performed on the same basis for 30 June 2020.

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 39.

	6 MONTHS OR LESS \$'000	6 - 12 MONTHS \$'000	1 - 2 YEARS \$'000	2 - 5 YEARS \$'000	> 5 YEARS \$'000	TOTAL \$'000	CARRYING AMOUNT \$'000
2020-2021							
Payables	8,948	-	-	-	-	8,948	8,948
Trust	212	114	257	211	1,388	2,182	2,182
Deposits and Retention							
Loans	4,485	4,546	8,600	15,010	32,465	65,106	65,106
Total financial liabilities	13,645	4,660	8,857	15,221	33,853	76,236	76,236

	6 MONTHS OR LESS \$'000	6 - 12 MONTHS \$'000	1 - 2 YEARS \$'000	2 - 5 YEARS \$'000	> 5 YEARS \$'000	TOTAL \$'000	CARRYING AMOUNT \$'000
2019-2020							
Payables	9,922	-	-	-	-	9,922	9,922
Trust	269	2	449	438	930	2,088	2,088
Deposits and Retention							
Loans	2,062	2,115	4,086	10,224	35,796	54,283	54,283
Total financial liabilities	12,253	2,117	4,535	10,662	36,726	66,293	66,293

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:

	2020–21		2019–20	
	CARRYING AMOUNT	NET FAIR VALUE	CARRYING AMOUNT	NET FAIR VALUE
	\$'000	\$'000	\$'000	\$'000
<i>Financial Assets</i>				
Cash on Hand	60	60	66	66
Cash at Bank	38,495	38,495	18,610	18,610
Investments	6,300	6,300	300	300
Investment in TasWater	158,401	158,401	146,616	146,616
Receivables	6,608	6,608	7,576	7,576
	209,864	209,864	173,168	173,168
<i>Financial Liabilities</i>				
Payables	8,948	8,948	9,922	9,922
Trust, Deposits, Retention	2,182	2,182	2,088	2,088
Lease Liabilities	10,908	10,908	11,319	11,319
Loans	65,106	68,704	54,283	60,097
	87,144	90,742	77,612	83,426

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
2020-21				
Investment in TasWater	-	-	158,401	158,401
Financial assets at fair value through profit or loss	-	586	-	586
	-	586	158,401	158,987
2019-20				
Investment in TasWater	-	-	146,616	146,616
Financial assets at fair value through profit or loss	-	272	-	272
	-	272	146,616	146,888

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

	2020-21 \$'000	2019-20 \$'000
Opening Balance	146,616	190,946
Gains / (Losses) recognised in other comprehensive income		
- Fair value adjustment - equity investment	11,785	(44,330)
Closing Balance	158,401	146,616

18. RECEIVABLES

	2020-21 \$'000	2019-20 \$'000
Rates	1,874	2,665
Fines	7,451	8,765
Trade Receivables	660	323
Accrued Interest on Investments	6	15
Wages and Salaries Paid in Advance	51	70
GST Receivable	228	634
Other Debtors	186	216
	10,456	12,688
Less Provision for Expected Credit Loss	(3,848)	(5,112)
	6,608	7,576
Current	6,608	7,576
Non-Current	-	-
	6,608	7,576

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

Trade Receivables

	TOTAL \$'000	0-30 DAYS \$'000	0-30 DAYS \$'000 CI*	31-60 DAYS \$'000 PDNI*	31-60 DAYS \$'000 CI*	61-90 DAYS \$'000 PDNI*	61-90 DAYS \$'000 CI*	+90 DAYS \$'000 PDNI*	+90 DAYS \$'000 CI*
2021	660	339	-	60	-	19	-	201	41
2020	323	104	-	130	-	14	-	22	53

Parking Fines

	PARKING METER AND VOUCHER				TRAFFIC INFRINGEMENTS		
	TOTAL \$'000	0-14 DAYS \$'000	14+ DAYS \$'000 PDNI*	14+ DAYS \$'000 CI*	0-28 DAYS \$'000	28+ DAYS \$'000 PDNI*	28+ DAYS \$'000 CI*
2021	7,451	99	2,870	2,829	111	787	755
2020	8,765	38	2,997	3,754	95	825	1,056

Rates

	TOTAL \$'000	90+ DAYS \$'000 PDNI*
2021	1,874	1,874
2020	2,665	2,665

* PDNI - past due not impaired

CI - considered impaired

RECONCILIATION OF MOVEMENT IN EXPECTED CREDIT LOSS	2020-21 \$'000	2019-20 \$'000
Opening Balance	(5,112)	(4,906)
Amounts written off during the year	982	31
(Increase)/decrease in provision recognised in profit or loss	282	(237)
Closing Balance	(3,848)	(5,112)

19. INVESTMENTS

Term Deposits - more than 3 months	6,300	300
	6,300	300

20. PROPERTY, PLANT AND EQUIPMENT

	NOTE	CARRYING AMOUNT 30/6/2020 \$'000	ADDITIONS \$'000	TRANSFER TO NON- CURRENT ASSETS \$'000	DISPOSALS \$'000	NET REVALUATION/ INDEXATION ADJUSTMENTS \$'000	DEPRECIATION \$'000	OTHER MOVEMENTS \$'000	CARRYING AMOUNT 30/6/2021 \$'000
Plant and Equipment	21	20,574	1,151	372	(847)	-	(4,431)	1,348	18,167
Land	22	1,146,504	996	82	-	229,517	-	-	1,377,099
Buildings	22	161,376	-	3,075	(3)	2,551	(2,594)	504	164,909
Land Improvements	23	27,485	-	1,073	(495)	4,219	(4,188)	95,462	123,556
Infrastructure Plant	24	6,575	-	96	(6)	-	(610)	(6,055)	-
Pathways and Cycleways	25	-	-	-	-	-	-	92,620	92,620
Stormwater	26	178,060	399	9,369	(204)	3,129	(3,181)	(5,112)	182,460
Roads and Bridges	27	233,696	646	22,248	(1,690)	105,363	(8,911)	(75,799)	275,553
Other Structures	28	104,704	40	2,172	(907)	-	(3,031)	(102,978)	-
Other Property	29	1,152	-	10	-	2,745	(96)	(173)	3,638
Capital Work in Progress	30	68,077	20,277	(38,497)	-	-	-	(631)	49,226
		1,948,203	23,509	-	(4,152)	347,524	(27,042)	(814)	2,287,228

Other Movements

\$183,000 of Plant and Equipment and \$631,000 of Capital Work in Progress (Total \$814,000) were transferred to Intangibles (see note 31). The remainder of Other Movements predominantly represents the reclassification of assets between classes.

PREVIOUS YEAR 2019–2020

	NOTE	CARRYING AMOUNT 30/6/2019 \$'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	21	18,729	6,058	28	(981)	-	(3,230)	(30)	20,574
Land	22	903,951	1,017	-	(143)	241,679	-	-	1,146,504
Buildings	22	150,361	26	10,761	(235)	3,116	(2,653)	-	161,376
Land Improvements	23	25,680	128	2,149	(225)	481	(1,335)	607	27,485
Infrastructure Plant	24	6,821	55	467	(32)	131	(867)	-	6,575
Stormwater	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
Other Property	29	1,350	-	-	(52)	-	(146)	-	1,152
Capital Work in Progress	30	89,234	34,554	(55,711)	-	-	-	-	68,077
		1,615,180	43,186	-	(4,405)	318,429	(24,188)	1	1,948,203

Other Movements predominantly represents the reclassification of assets between classes.

21. PLANT AND EQUIPMENT

	2020–21 \$'000	2019–20 \$'000
At cost	42,988	41,530
<i>less:</i> Accumulated Depreciation	(24,821)	(20,956)
	18,167	20,574

22. LAND AND BUILDINGS

Land		
At Fair Value	1,377,099	1,146,504
	1,377,099	1,146,504
Buildings		
At Fair Value	271,402	263,994
<i>less:</i> Accumulated Depreciation	(106,493)	(102,618)
	164,909	161,376
	1,542,008	1,307,880

23. LAND IMPROVEMENTS

At Fair Value	239,258	56,125
<i>less:</i> Accumulated Depreciation	(115,702)	(28,640)
	123,556	27,485

24. INFRASTRUCTURE PLANT

At Fair Value	-	10,682
<i>less:</i> Accumulated Depreciation	-	(4,107)
	-	6,575

Infrastructure plant was reclassified during this period into other asset classes.

25. PATHWAYS AND CYCLEWAYS

At Fair Value	209,032	-
<i>less:</i> Accumulated Depreciation	(116,412)	-
	92,620	-

Pathways and Cycleways is a new asset class, predominately made up of assets reclassified from Roads and Bridges.

26. STORMWATER

	2020–21 \$'000	2019–20 \$'000
At Fair Value	328,784	324,372
<i>less:</i> Accumulated Depreciation	(146,324)	(146,312)
	182,460	178,060

Stormwater was renamed during this period from Pipes, Drains and Rivulets.

27. ROADS AND BRIDGES

At Fair Value	444,405	499,022
<i>less:</i> Accumulated Depreciation	(168,852)	(265,326)
	275,553	233,696

Roads and Bridges were revalued during this period. See note 51 for further details.

28. OTHER STRUCTURES

At Fair Value	-	208,776
<i>less:</i> Accumulated Depreciation	-	(104,072)
	-	104,704

Other Structures were reclassified during this period into other asset classes.

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. OTHER PROPERTY

Valuation Roll		
At Cost	-	1,107
<i>less:</i> Accumulated Depreciation	-	(737)
	-	280
Valuables		
At Fair Value	3,638	872
	3,638	1,152

Valuables were revalued during this period. See note 51 for further details.

The Valuation Roll was reclassified during this period to Intangibles (see note 31).

30. CAPITAL WORK IN PROGRESS

	2020–21 \$'000	2019–20 \$'000
Road and Bridge Works	10,081	15,189
Core Business Systems Upgrade	6,329	5,997
The Doone Kennedy Hobart Aquatic Centre Upgrades	4,234	2,742
Salamanca Pedestrian Works	4,133	2,252
Stormwater Works	4,016	3,893
Bushland Works	2,510	3,260
Kemp Street Works	2,374	1,865
McRobies Gully Waste Management Centre	1,919	988
Parks and Reserves Works	1,802	1,991
Elizabeth Street Bus Mall Works	1,618	1,227
Property Works	1,605	538
Traffic Management Works	1,381	3,126
Proctors Road / Baintree Avenue - Flood Remediation	1,210	175
South Hobart Pedestrian Crossing	911	911
Car Park Works	800	247
Kemp Street Commercial Waste & Recycling Receiving Facility	520	520
Smart and Sustainable City Projects	500	90
Rose Garden Bridge	484	7,661
Records Management System	463	-
Sporting Facility Works	384	896
Youth Arc Redevelopment Project	381	381
Stormwater & Rivulets Flood Works	-	3,992
Newdegate Street Works	-	1,865
Pipeline Trail - Fern Tree Park Works	-	1,427
Olinda Grove Works	-	1,197
Dan Murphy's Development - Culvert Upgrade	-	1,184
Lansdowne Crescent Stormwater Works	-	1,139
Mellifont Street Works	-	921
Other	1,571	2,403
	49,226	68,077

31. INTANGIBLES

Opening Balance	-	-
Additions	631	-
Reclassifications	183	-
Amortisation	(189)	-
Closing Balance	625	-

32. RIGHT-OF-USE ASSETS

	2020-21			2019-20		
	BUILDINGS \$'000	PLANT AND EQUIPMENT \$'000	TOTAL \$'000	BUILDINGS \$'000	PLANT AND EQUIPMENT \$'000	TOTAL \$'000
Balance at beginning of period	10,427	-	10,427	-	-	-
Additions	108	191	299	1,427	-	1,427
Adoption of AASB 16	-	-	-	9,795	-	9,795
Depreciation	(804)	(12)	(816)	(795)	-	(795)
Balance at end of period	9,731	179	9,910	10,427	-	10,427

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. Please see note 1(k)(ii) for further details.

33. PAYABLES

	2020-21 \$'000	2019-20 \$'000
Trade Creditors	1,397	3,748
Rates Revenue Received in Advance	1,164	960
Animal Licences Paid in Advance	126	81
Food Premises Registration Fees Paid in Advance	269	-
Accrued Plant and Equipment Purchases	257	108
Accrued Capital Expenditure	1,652	886
Accrued Interest Expense	302	318
Payroll Tax	1,085	1,139
Energy Costs	362	88
Workers Compensation Insurance	9	1,237
Fringe Benefits Tax	71	71
Other Accrued Expenses	2,254	1,286
	8,948	9,922

34. TRUST, DEPOSITS, RETENTION

Refundable Infrastructure Bonds	1,277	1,218
Deposits held for Travel Operators	583	510
Contract Retention monies	67	86
Other	255	274
	2,182	2,088

35. EMPLOYEE BENEFITS

	2020–21 \$'000	2019–20 \$'000
Assets		
Defined-benefit superannuation plan	3,668	-
	3,668	-
Current	-	-
Non-Current	3,668	-
	3,668	-
Liabilities		
Wages and salaries	500	769
Annual leave (including loading)	4,030	4,382
Long service leave	5,628	5,933
Sick leave	2,036	2,471
Superannuation contributions	1,733	1,779
Redundancies	-	271
Defined-benefit superannuation plan	-	3,434
	13,927	19,039
Current	7,756	8,705
Non-Current	6,171	10,334
	13,927	19,039

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 12 July 2021 and this revealed the following:

KEY ASSUMPTIONS	30 JUNE 2021	30 JUNE 2020
Discount Rate – gross of tax	1.36%	0.85%
Expected rates of salary increase:		
2021/22		
2022/23	2.25%	2.50%
2023/24	2.50%	2.50%
thereafter	2.75%	2.50%
	2.50%	2.50%

The amount included in expenses is as follows:

	2020–21 \$'000	2019–20 \$'000
Employee Costs		
Current Service Cost	1,051	1,394
Finance Costs		
Interest Cost	305	494
Expected return on plan assets	(285)	(503)
	20	(9)
	1,071	1,385

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

Actuarial (gains) / losses incurred during the period and recognised in other comprehensive income	(7,457)	2,883
Cumulative actuarial (gains) / losses recognised in other comprehensive income	26	7,483

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

Present value of defined-benefit obligation	29,343	39,232
Fair value of plan assets	(33,011)	(35,798)
Net liability / (asset) arising from defined-benefit plan	(3,668)	3,434

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

Opening liability/(asset)	3,434	(24)
Expense recognised in surplus/(deficit)	1,071	1,385
Actuarial (gains)/losses	(7,457)	2,883
Employer contributions	(716)	(810)
Closing liability/(asset)	(3,668)	3,434

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

	2020–21 \$'000	2019–20 \$'000
Opening defined-benefit obligation	39,232	40,807
Current Service Cost	1,051	1,394
Interest Cost	305	494
Member contributions and transfers from other funds	453	510
Actuarial (gains) / losses	(6,003)	1,597
Benefits and tax paid	(5,695)	(5,570)
Closing defined-benefit obligation	29,343	39,232

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

Opening fair value of plan assets	35,798	40,831
Expected return on plan assets	285	503
Actuarial gains / (losses)	1,454	(1,286)
Employer contributions	716	809
Member contributions and transfers from other funds	453	511
Benefits paid	(5,695)	(5,570)
Closing fair value of plan assets	33,011	35,798

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

	0.25% INCREASE \$'000	0.25% DECREASE \$'000
Discount rate	(362)	380
Salary increase rate	351	(338)

	2.50% INCREASE \$'000	2.50% DECREASE \$'000
Asset value	825	(825)

Defined-benefit-plan assets are invested in a balanced strategy with the majority in growth asset classes (e.g. shares and property) and the balance 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 2021 %	AS AT 30 JUNE 2020 %
Australian Shares	26.5	26.5	34.7
International Shares	27.5	27.6	26.0
Private Equity	3.0	3.0	0.8
Unlisted Property	8.5	8.5	9.7
Fixed interest and Credit	19.5	19.4	10.5
Infrastructure	8.5	8.5	8.3
Alternative Assets	3.0	3.0	3.3
Cash	3.5	3.5	6.7
Total	100	100	100

36. CONTRACT LIABILITIES

	2020–21 \$'000	2019–20 \$'000
Doone Kennedy Hobart Aquatic Centre Memberships Paid in Advance	42	127
Metered Space Permits Paid in Advance	203	211
Grants Revenue Received Prior to Performance Obligations Being Satisfied	2,241	934
Other Revenue Paid in Advance	58	145
	2,544	1,417

Revenue recognised in the period that was included in the contract liability balance at June 2020:

Doone Kennedy Hobart Aquatic Centre Memberships	127	127
Salamanca Market Rentals	-	175
Metered Space Permits	211	184
Grants Revenue	934	671
Other Revenue	145	33
	1,417	1,190

37. LOANS

	2020–21 \$'000	2019–20 \$'000
Loans outstanding at beginning of year	54,283	38,141
New borrowings	15,000	20,000
	69,283	58,141
Redemptions	(4,177)	(3,858)
Loans outstanding at end of year	65,106	54,283
Current	9,032	4,177
Non-Current	56,074	50,106
	65,106	54,283
The maturity profile for Council's borrowings is:		
Not later than one year	9,032	4,177
Later than one year and not later than five years	23,610	14,310
Later than five years	32,464	35,796
Total	65,106	54,283

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.

38. PROVISIONS

<i>Rehabilitation of Landfill site</i>		
Balance at beginning of year	5,345	4,967
Additional provisions recognised	(115)	400
Expenditure incurred	(154)	(52)
Unwinding of discount and effect of changes in the discount rate	30	30
Balance at end of year	5,106	5,345
Current	236	245
Non-Current	4,870	5,100
	5,106	5,345
<i>Dismantling</i>		
Balance at beginning of year	104	-
New provision recognised	-	102
Unwinding of discount and effect of changes in the discount rate	2	2
Balance at end of year	106	104
Current	-	-
Non-Current	106	104
	106	104
<i>Total</i>		
Current	236	245
Non-Current	4,976	5,204
	5,212	5,449

39. LEASE LIABILITIES

	2020–21 \$'000	2019–20 \$'000
Lease Liabilities	10,908	11,319
	10,908	11,319
Current	768	694
Non-Current	10,140	10,625
	10,908	11,319

Future minimum lease payments due are:

AS AT 30 JUNE 2021	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	1,063	1,064	1,065	1,054	1,026	7,694	12,966
Finance charges	(295)	(274)	(253)	(229)	(207)	(800)	(2,058)
Net present value	768	790	812	825	819	6,894	10,908

AS AT 30 JUNE 2020	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	13,663
Finance charges	(310)	(290)	(270)	(249)	(227)	(998)	(2,344)
Net present value	694	715	736	759	782	7,633	11,319

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(k)(ii) for further details.

40. RESERVES

	NOTE	BALANCE 30/6/20 \$'000	TRANSFERS TO RESERVES \$'000	TRANSFERS FROM RESERVES \$'000	BALANCE 30/6/21 \$'000
Asset Replacement		12,542	18,354	(14,115)	16,781
Bushland Fund		108	1	-	109
Contributions in Lieu of Parking		135	-	-	135
Contributions in Lieu of Public Open Space		134	69	-	203
Heritage Account		1,558	45	-	1,603
		14,477	18,469	(14,115)	18,831
Fair Value Reserve	12	(50,106)	11,785	-	(38,321)
Asset Revaluation Reserve	13	998,042	347,524	-	1,345,566
		962,413	377,778	(14,115)	1,326,076

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*.

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

	2020–21 \$'000	2019–20 \$'000
Income	141,617	138,504
Expenses	(134,051)	(142,990)
Surplus	7,566	(4,486)
Items not involving Cash:		
Depreciation and Amortisation	28,047	24,983
Carrying Value of Assets Sold	369	1,004
Asset Write-offs	3,782	3,401
Contributed Property, Plant and Equipment	(2,081)	(2,163)
Re-classification of Revenues		
Capital Grants Received Specifically for New or Upgraded Assets	(2,402)	(2,028)
Sales of Assets	(685)	(1,130)
Changes in Operating Assets & Liabilities:		
(Increase) / Decrease in Receivables	968	(1,062)
(Increase) / Decrease in Inventories	53	(3)
(Increase) / Decrease in Prepayments	(198)	440
Increase / (Decrease) in Payables	(1,889)	1,557
Increase / (Decrease) in Employee Benefits	(1,323)	499
Increase / (Decrease) in Contract Liabilities	1,127	1,534
Increase / (Decrease) in Provisions	(237)	482
Increase / (Decrease) in Trust, Deposits, Retention	94	(346)
Net Cash Inflow / (Outflow)	33,191	22,682

42. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

	2020–21 LEASE			2019–20 LEASE		
	LOANS \$'000	LIABILITIES \$'000	TOTAL \$'000	LOANS \$'000	LIABILITIES \$'000	TOTAL \$'000
Balance at beginning of period	54,283	11,319	65,602	38,141	-	38,141
Adjustment due to AASB16 adoption	-	-	-	-	11,004	11,004
Restated balance at beginning of period	54,283	11,319	65,602	38,141	11,004	49,145
Acquisitions / New leases	-	191	191	-	1,028	1,028
Lease Remeasurement	-	107	107	-	-	-
	-	298	298	-	1,028	1,028
Changes from financing cash flows:						
Cash Received	15,000	-	15,000	20,000	-	20,000
Cash Repayments	(4,177)	(709)	(4,886)	(3,858)	(713)	(4,571)
	10,823	(709)	10,114	16,142	(713)	15,429
Balance at end of period	65,106	10,908	76,014	54,283	11,319	65,602

43. FINANCING FACILITIES

	2020–21 \$'000	2019–20 \$'000
Facility Limit	1,300	300
Less: Used/committed	(74)	(48)
Un-used purchasing card facilities	1,226	252

44. COMMITMENTS

CAPITAL EXPENDITURE CONTRACTED FOR AT THE REPORTING DATE BUT NOT RECOGNISED IN LIABILITIES:	2020–21 \$'000	2019–20 \$'000
Lenah Valley Bridge Replacement	1,086	-
Pinnacle Road Guardrail Renewal	678	124
Plant and Equipment Purchases	357	275
Old Farm Road Bridge Replacement	332	-
DKHAC Major Refurbishment & Upgrade Works	318	560
Records Management System	250	-
Huon Road - Huon No.495 to Strickland Avenue Reseal	164	-
Security Operations Centre	114	-
Lenah Valley Fire Trail Wall Repair	101	-
Beddome Street Stormwater Relining	95	-
Clare & Harding Streets Kerb Bulbing	91	-
Hobart Rivulet Minor Repairs	90	-
SmartEye In-ground Parking Sensors	85	-
Long Beach Lighting Replacement	81	-
City Technology - Corporate Applications	81	-
Bushland Signage Installation - Small Reserves	79	-
Safer Communities - Cameras	72	-
96A Summerleas Road Stormwater Extension	72	-
Local Area Mobility	62	-
Salamanca Pedestrian Works Stage 2	-	706
Argyle St Car Park Passenger Lifts Renewal	-	299
New Town Pedestrian Bridge - Flood Works	-	166
Stormwater & Rivulets Flood Repair Zone 2	-	157
DKHAC Scoreboard Renewal	-	149
Big Bend Fire Trail Upgrade	-	137
Benjafield Terrace to Darling Parade - Replace Laneway Footpath	-	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
Other	1,422	532
	5,630	3,598
Expected timing of these commitments is as follows:		
Not longer than one year	5,630	3,598
Longer than one year and not longer than two years	-	-
Longer than two years and not longer than five years	-	-
Longer than five years	-	-
	5,630	3,598

45. OPERATING LEASES

	NOTE	2020–21 \$'000	2019–20 \$'000
a) <i>Maturity analysis of operating lease payments to be received:</i>			
Year 1		559	642
Year 2		511	529
Year 3		450	467
Year 4		418	434
Year 5		361	400
Year 6 and onwards		5,885	5,510
		8,184	7,982
b) <i>The following table presents the operating lease receipts reported in the Statement of Comprehensive Income:</i>			
Lease income on operating leases		642	687
Therein lease income relating to variable lease payments that do not depend on an index or rate		3	3

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

46. CONTINGENT LIABILITIES

Council is currently acting as guarantor for the following loans:

Buckingham Bowls Club		-	50
Hockey Tasmania Inc.		1,500	1,500
Southern Tasmanian Netball Association		631	631
Derwent Sailing Squadron		4,100	4,100
		6,231	6,281

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

Vodafone development	47	-	27
Myer development	47	-	875
		-	902

The Vodafone development agreement was terminated effective 25 September 2020, and the final Myer development payment was paid during the current period.

47. 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 \$399,746 (prior year: \$402,579).

The Vodafone Development

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

- That from when the development land was revalued on completion of construction by the Valuer-General for rating purposes, and while Vodafone met target employee occupancy numbers for the building, Council on receipt of a suitable certificate would provide a grant to the developer for an amount equal to general rates and stormwater removal service rates that related to the Vodafone tenancy area for that year. There were pro-rata conditions where partial certification occurred.
- This agreement was originally set to continue until 30 June 2025, however was terminated effective 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 value of the benefit provided in the current period pursuant to 1.a. above is \$414,464 (prior year: \$425,984) and pursuant to 1.b. \$nil (prior year: \$2,880). 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 was paid in July 2018, the second in January 2019, the third in January 2020, and the final payment in December 2020.

48. SUBSEQUENT EVENTS

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

49. RELATED PARTY TRANSACTIONS

(a) Key Management Personnel Compensation

	2020–21 \$'000	2019–20 \$'000
Short-term employee benefits	1,932	2,266
Post-employment benefits	175	214
Long-term benefits	49	172
Termination benefits	382	-
	2,538	2,652

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:

	2020–21 \$'000	2019–20 \$'000
Nature of transactions		
Metal Fabrication	-	8
Painting Services	105	13
	105	21
Commitments to related parties at year-end	-	27

In accordance with section 84(2)(b) of the *Local Government Act 1993*, no interests have been notified to the Chief Executive Officer 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 in table at (b) above

(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.

50. MANAGEMENT INDICATORS

(a) Underlying surplus or deficit

		BENCHMARK	2020–21	2019–20
			\$'000	\$'000
	Underlying Revenue *		131,014	132,104
<i>less</i>	Recurrent expenses		(131,039)	(141,421)
<i>equals</i>	Underlying Surplus/(Deficit)	> 0	(25)	(9,317)

* 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.

The Underlying Surplus for the 2019–20 comparatives has been restated to adjust for income received as a result of the 2018 significant weather event under the National Disaster Recovery and Relief Arrangements (NDRRA).

(b) Underlying surplus ratio

		BENCHMARK	2020–21	2019–20
			\$'000	\$'000
	Underlying Surplus/(Deficit)		(25)	(9,317)
<i>divided by</i>	Underlying Revenue		131,014	132,104
<i>equals</i>	Underlying Surplus ratio	0% - 2%	0.0%	-7.1%

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.

The Underlying Revenue component of this ratio for the 2019–20 comparatives have been restated to adjust for income received as a result of the 2018 significant weather event under the National Disaster Recovery and Relief Arrangements (NDRAA).

(c) Net financial liabilities

		BENCHMARK	2020–21	2019–20
			\$'000	\$'000
	Cash and Cash Equivalents		38,555	18,676
<i>plus</i>	Current Receivables		6,608	7,576
<i>plus</i>	Investments		6,300	300
<i>less</i>	Total Liabilities		(108,827)	(103,517)
<i>equals</i>	Net Financial Liabilities	> (\$62M)	(57,364)	(76,965)

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 within the benchmark range (being 50% of underlying revenue).

(d) Net financial liabilities ratio

	BENCHMARK	2020–21 \$'000	2019–20 \$'000
		(57,364)	(76,965)
<i>divided by</i>	Underlying Revenue	131,014	132,104
<i>equals</i>	Net Financial Liabilities ratio	> -50%	-43.8%
			-58.3%

This indicator also measures Council's net indebtedness by comparing net financial liabilities to total revenue. Again, the result is within the benchmark range.

The Underlying Revenue component of this ratio for the 2019–20 comparatives has been restated to adjust for income received as a result of the 2018 significant weather event under the National Disaster Recovery and Relief Arrangements (NDRRA).

(e) Asset sustainability ratio

	BENCHMARK	2020–21 \$'000	2019–20 \$'000
		13,005	25,762
<i>divided by</i>	Depreciation and amortisation expense	28,047	24,983
<i>equals</i>	Asset sustainability ratio	100%	46.4%
			103.1%

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 result indicates that Council is below its benchmark in terms of sufficiently reinvesting in its assets for this period, mainly due to lower capital expenditure due to COVID-19.

(f) Asset consumption ratio

		BENCHMARK	2020–21 \$'000	2019–20 \$'000
<i>Plant & Equipment</i>				
	Depreciated Replacement Cost		18,167	20,574
<i>divided by</i>	Current Replacement Cost		42,988	41,530
<i>equals</i>	Asset consumption ratio	40% - 80%	42.3%	49.5%
 <i>Buildings</i>				
	Depreciated Replacement Cost		164,909	161,376
<i>divided by</i>	Current Replacement Cost		271,402	263,994
<i>equals</i>	Asset consumption ratio	40% - 80%	60.8%	61.1%
 <i>Land Improvements</i>				
	Depreciated Replacement Cost		123,556	27,485
<i>divided by</i>	Current Replacement Cost		239,258	56,125
<i>equals</i>	Asset consumption ratio	40% - 80%	51.6%	49.0%
 <i>Infrastructure Plant</i>				
	Depreciated Replacement Cost		-	6,575
<i>divided by</i>	Current Replacement Cost		-	10,682
<i>equals</i>	Asset consumption ratio	40% - 80%	0.0%	61.6%
 <i>Pathways and Cycleways</i>				
	Depreciated Replacement Cost		92,620	-
<i>divided by</i>	Current Replacement Cost		209,032	-
<i>equals</i>	Asset consumption ratio	40% - 80%	44.3%	0.0%
 <i>Stormwater</i>				
	Depreciated Replacement Cost		182,460	178,060
<i>divided by</i>	Current Replacement Cost		328,784	324,372
<i>equals</i>	Asset consumption ratio	40% - 80%	55.5%	54.9%
 <i>Roads & Bridges</i>				
	Depreciated Replacement Cost		275,553	233,696
<i>divided by</i>	Current Replacement Cost		444,405	499,022
<i>equals</i>	Asset consumption ratio	40% - 80%	62.0%	46.8%
 <i>Other Structures</i>				
	Depreciated Replacement Cost		-	104,704
<i>divided by</i>	Current Replacement Cost		-	208,776
<i>equals</i>	Asset consumption ratio	40% - 80%	0.0%	50.2%

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	2020–21 \$'000	2019–20 \$'000
	Planned capital renewals		881,501	748,218
<i>divided by</i>	Required capital renewals		881,501	748,218
<i>equals</i>	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.

51. FAIR VALUE MEASUREMENTS

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

Property and infrastructure

- Land
- Buildings
- Land Improvements
- Infrastructure Plant
- Pathways and Cycleways
- Stormwater
- Roads and Bridges
- Other Property

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

(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	2020–21			TOTAL
		LEVEL 1 \$'000	LEVEL 2 \$'000	LEVEL 3 \$'000	
<u>Recurring fair value measurements</u>					
Land	22	-	1,377,099	-	1,377,099
Buildings	22	102,066	2,732	60,111	164,909
Land Improvements	23	-	-	123,556	123,556
Infrastructure Plant	24	-	-	-	-
Pathways and Cycleways	25	-	-	92,620	92,620
Stormwater	26	-	-	182,460	182,460
Roads and Bridges	27	-	-	275,553	275,553
Other Structures	28	-	-	-	-
Other Property	29	-	-	3,638	3,638
		102,066	1,379,831	737,938	2,219,835

	NOTE	2019–20			TOTAL
		LEVEL 1 \$'000	LEVEL 2 \$'000	LEVEL 3 \$'000	
<u>Recurring fair value measurements</u>					
Land	22	-	1,146,504	-	1,146,504
Buildings	22	102,066	2,732	56,578	161,376
Land Improvements	23	-	-	27,485	27,485
Infrastructure Plant	24	-	-	6,575	6,575
Pathways and Cycleways	25	-	-	-	-
Stormwater	26	-	-	178,060	178,060
Roads and Bridges	27	-	-	233,696	233,696
Other Structures	28	-	-	104,704	104,704
Other Property	29	-	-	1,152	1,152
		102,066	1,149,236	608,250	1,859,552

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 subsequently have been indexed annually by the land value adjustment factors published by the Valuer-General.

The Valuer-General was scheduled to complete a fresh valuation of land in the Hobart municipality effective 1 July 2020, however due to COVID-19 this valuation has been delayed until 1 July 2022.

Land under roads was updated in July 2019 to reflect the most recent roads data provided by the Valuer-General, and this period has been indexed using land value adjustment factors published 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 / m²) 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, and
- 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 an appropriate index.

Land Improvements

Land Improvements are a diverse range of asset types that do not fall under any other asset class. 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 current replacement cost

(CRC) for these assets is then calculated as the unit rate multiplied by the asset quantity.

Land Improvements were last revalued at 30 June 2019, and subsequently have been indexed annually using an appropriate index.

Infrastructure Plant

All infrastructure assets have been valued using written down 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.

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.

Pathways and Cycleways

Council has pathways and one cycleway representing approximately 465 kilometres, together with approximately 150 kilometres of walking tracks.

Pathways comprise six different material types, the most common being concrete, and are valued based on a unit rate for the material multiplied by the area of the pathway asset. 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.

Pathways and Cycleways were last revalued at 30 June 2017, and subsequently have been indexed annually using an appropriate index.

Stormwater

Stormwater assets 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 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 sewer and water mains 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 determined by the Asset Manager.

Stormwater was last revalued at 30 June 2020, and this period has been indexed using an appropriate index.

Roads and Bridges

Sealed Roads, 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, and kerb and channel. 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 are developed through an analysis of quantity surveyors' advices, actual project costs, internal estimators' workings and comparison with other local councils. Assets are further broken down by location category in order to reflect the increased cost of undertaking works in higher traffic areas. For this purpose, the revaluation calculations devised unit rate for each material type and location type more accurately capture the replacement costs of these works.

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 percent, regardless of location, for bridges with abutments higher than three metres to reflect the additional complexity of construction.

Road and Bridges were revalued at 30 June 2021.

Other Property

Other Property includes fine art, antique furniture and other valuables.

Two external valuers were engaged to value the majority of the assets. The variance between the two valuers was minimal and therefore an average of the valuations has been used to value these assets.

A specialist valuer was engaged where the attributes of the assets were outside of the expertise for the standard valuers and these assets were valued at the recommended rate.

Other Property was revalued at 30 June 2021.

(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 20 (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 17).

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 17 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).

52. 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

	2020–21 ACTUAL \$'000	2020–21 BUDGET \$'000	2019–20 ACTUAL \$'000
REVENUES			
User Fees and Charges	9,353	9,442	9,137
Grants and Donations	-	-	5
Rental Income	(1)	347	(1)
	9,352	9,789	9,141
EXPENSES			
Employee Costs	(555)	(877)	(1,107)
Energy Costs	(165)	(148)	(134)
Materials and Contracts	(1,309)	(2,732)	(1,542)
Finance Lease Interest	(312)	-	(329)
Land Tax	(14)	(443)	(344)
Engineering and Administrative Overheads	(813)	(813)	(813)
	(3,168)	(5,013)	(4,269)
OPERATING PROFIT / (LOSS) BEFORE DEPRECIATION	6,184	4,776	4,872
Depreciation	(1,907)	(736)	(1,646)
	(1,907)	(736)	(1,646)
OPERATING PROFIT / (LOSS)	4,277	4,040	3,226
COMPETITIVE NEUTRALITY COSTS			
Opportunity Cost of Capital	(4,659)	(4,659)	(3,734)
Income Tax	(983)	(933)	(752)
Council Rates	(495)	(452)	(491)
	(6,137)	(6,044)	(4,977)

On-Street Parking

	2020–21 ACTUAL \$'000	2020–21 BUDGET \$'000	2019–20 ACTUAL \$'000
REVENUES			
User Fees and Charges	5,823	5,270	6,122
Fines	5,945	5,836	6,388
Other Income	1	-	2
	11,769	11,106	12,512
EXPENSES			
Employee Costs	(3,337)	(3,351)	(3,581)
Materials and Contracts	(1,902)	(1,979)	(1,873)
Bad debts	255	(350)	(240)
Engineering and Administrative Overheads	(703)	(703)	(703)
	(5,687)	(6,383)	(6,397)
OPERATING PROFIT / (LOSS) BEFORE DEPRECIATION	6,082	4,723	6,115
Depreciation	(375)	(195)	(550)
	(375)	(195)	(550)
OPERATING PROFIT / (LOSS)	5,707	4,528	5,565
COMPETITIVE NEUTRALITY COSTS			
Opportunity Cost of Capital	(94)	(94)	(98)
Income Tax	(1,484)	(1,177)	(1,531)
	(1,578)	(1,271)	(1,629)

Doone Kennedy Hobart Aquatic Centre

	2020–21 ACTUAL \$'000	2020–21 BUDGET \$'000	2019–20 ACTUAL \$'000
REVENUES			
User Fees and Charges	3,214	4,385	3,816
Other Income	167	2	170
	3,381	4,387	3,986
EXPENSES			
Employee Costs	(3,092)	(3,818)	(3,184)
Energy Costs	(479)	(451)	(330)
Materials and Contracts	(1,361)	(1,793)	(1,415)
Insurance	(42)	-	(42)
Interest	(1)	(60)	-
Other	-	-	(1)
	(4,975)	(6,122)	(4,972)
OPERATING PROFIT / (LOSS) BEFORE DEPRECIATION	(1,594)	(1,735)	(986)
Depreciation	(1,092)	(887)	(1,010)
Profit / (Loss) on sale of Plant and Equipment	-	-	(3)
	(1,092)	(887)	(1,013)
OPERATING PROFIT / (LOSS)	(2,686)	(2,622)	(1,999)
COMPETITIVE NEUTRALITY COSTS			
Opportunity Cost of Capital	(1,636)	(1,636)	(1,493)
Council Rates	(82)	(82)	(82)
	(1,718)	(1,718)	(1,575)

Tasmanian Travel and Information Centre

	2020–21 ACTUAL \$'000	2020–21 BUDGET \$'000	2019–20 ACTUAL \$'000
REVENUES			
User Fees and Charges	199	874	687
Tasmanian Government Grant	155	150	150
Other Income	59	9	85
	413	1,033	922
EXPENSES			
Employee Costs	(361)	(453)	(987)
Materials and Contracts	(84)	(235)	(259)
	(445)	(688)	(1,246)
OPERATING PROFIT / (LOSS) BEFORE DEPRECIATION	(32)	345	(324)
Depreciation	(6)	(9)	(9)
	(6)	(9)	(9)
OPERATING PROFIT / (LOSS)	(38)	336	(333)
COMPETITIVE NEUTRALITY COSTS			
Opportunity Cost of Capital	(8)	(8)	(7)
Council Rates	(8)	(8)	(8)
	(16)	(16)	(15)

AUDIT REPORT



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 2021 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 2021 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 50, nor the Significant Business Activities disclosed in note 52 to the financial report and accordingly, I express no opinion on them.

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
Property and infrastructure Refer to notes 1(i), 20 to 30 and 51	
<p>Property, and infrastructure includes land, buildings, land improvements, roads, bridges, pathways, cycleways and other property recognised at fair value totalling \$2.20bn at 30 June 2021. The fair values of these assets are based on market value 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 2020-21, Council revalued roads, bridges and other property based on current replacement cost valuations determined by both internal and external experts. All other asset classes were indexed. These valuations are highly dependent upon a range of assumptions and estimated 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 additions in 2020-21 totalled \$20.51m to 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 costs between capital and</p>	<ul style="list-style-type: none"> • Assess the scope, expertise and independence of experts involved in the valuations. • Evaluating the appropriateness of the valuation methodology applied to determine fair values. • Testing, on a sample basis, the mathematical accuracy of the indexation calculations. • Evaluating management’s assessment of the useful lives. • Performing substantive detailed and analytical procedures on depreciation expenses. • Evaluating management’s assessment of the stage of completion for capital work in progress to ensure that active projects will result in usable assets and that assets commissioned are transferred in a timely manner. • Testing, on a sample basis, the allocation of costs between capital and operating expenditure, including costs capitalised to work in progress. • Reviewing the reconciliation of movements through capitalised work-in-progress for the year. • Testing a selection of significant completed capital work-in-progress

Why this matter is considered to be one of the most significant matters in the audit	Audit procedures to address the matter included
operating expenditure is inherently judgemental.	<p>projects to ensure commissioned assets are appropriately recorded in the fixed asset register.</p> <ul style="list-style-type: none"> Assessing the adequacy of disclosures made in the financial report, including those regarding key assumptions used.

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 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, 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 represent 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.



Jeff Tongs
Assistant Auditor-General - Audit
Delegate of the Auditor-General
Tasmanian Audit Office

25 October 2021
Hobart

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