

## **COUNCIL MEETING**

**Minutes of the Corporation of the City of Unley  
Council Meeting  
Held on Monday 23 July 2012 at 7.00pm  
in the Goodwood Community Centre  
Rosa Street Goodwood**

### **PRESENT**

His Worship the Mayor, Mr L Clyne (Presiding Member)

Councillors	J Koumi	M Hudson
	R Sangster	M Saies
	J Boisvert	D Palmer
	A Lapidge	P Hughes
	D Tipper	B Schnell
	R Salaman	M Hewitson

### **OFFICERS PRESENT**

Chief Executive Officer, Mr P Tsokas  
General Manager Economic Development & Planning, Mr D Litchfield  
General Manager People & Governance, Mr S Faulkner  
A/General Manager Community, Ms N Tinning  
A/General Manager Asset & Infrastructure, Mr M Clarke  
Manager Governance & Strategic Projects, Ms V MacKirdy  
A/Community Development Manager, Mr C Linnell  
A/Executive Assistant to CEO & Mayor, Ms C Gowland

### **ACKNOWLEDGEMENT**

The Presiding Member opened the meeting with the Aboriginal Acknowledgement.

### **PRAYER AND SERVICE ACKNOWLEDGEMENT**

Members stood in silence in memory of those who had made the Supreme Sacrifice in the service of their country, at sea, on land and in the air.

## **WELCOME**

The Presiding Member welcomed Members of the Gallery, Council, Senior Staff and the media to the July 2012 meeting of the Unley City Council.

## **APOLOGIES:**

Nil

## **ITEM 471**

### **CONFIRMATION OF MINUTES**

MOVED Councillor Koumi

SECONDED Councillor Palmer

That:

1. The minutes of the Council Meeting held on Monday 25 June 2012, as printed and circulated, be taken as read and signed as a correct record.

**CARRIED UNANIMOUSLY**

## **RECOMMENDATIONS ADOPTED EN BLOC**

MOVED Councillor Boisvert

SECONDED Councillor Lapidge

That Items 472, 473 and 495 be adopted en bloc.

## **ITEM 472**

### **PETITION RE REMOVAL OF TREES – 26 PORTER STREET PARKSIDE**

1. The petition be received.
2. The principal petitioner be notified the petition has been received.

## **ITEM 473**

### **PETITION RE PROPERTY FAIRFAX AVENUE MILLSWOOD**

1. The petition be received.
2. The principal petitioner be notified the petition has been received.

**LATE ITEM 495**  
**PETITION RE OWEN STREET GOODWOOD**

1. The petition be received.
2. The principal petitioner be notified the petition has been received.

**CARRIED UNANIMOUSLY**

The Presiding Member advised the Council that he would like to bring forward Item 483 for the benefit of the Gallery. This was supported with a two thirds majority.

**ITEM 483**  
**FENCING OPTIONS AT UNLEY OVAL**

MOVED Councillor Lapidge  
SECONDED Councillor Palmer

That:

1. The report be received.
2. The request from the Unley Oval Advisory Group to erect fencing at Unley Oval in accordance with Attachment 1 to Item 483/12, for a two-month trial be noted.
3. The Unley Oval Advisory Group be advised that Council does not support a two month trial of fencing at this time and that the issue of oval perimeter fencing will be considered as part of the Master Plan for the Unley Oval precinct comprising the land bounded by Frederick Street, Langham Terrace, Edmund Avenue and Trimmer Terrace.

Councillor Saies MOVED as an AMENDMENT, SECONDED Councillor Boisvert

That:

1. The report be received.
2. The request from the Unley Oval Advisory Group to erect fencing at Unley Oval in accordance with Attachment 1 to Item 483/12, for a two-month trial be noted.
3. The Unley Oval Advisory Group be advised that Council does not support a two month trial of fencing at this time and that the issue of oval perimeter fencing will be considered as part of the Master Plan for the Unley Oval

precinct comprising the land bounded by Frederick Street, Langham Terrace, Edmund Avenue and Trimmer Terrace.

4. The Master Plan for the Unley Oval precinct be prepared in time for consideration by the full Council at its April 2013 Meeting.

The AMENDMENT on being put was **CARRIED**

The AMENDMENT then became part of the MOTION which was put and **CARRIED**

A Division was called and the previous decision put aside.

#### **DIVISION**

Those voting in the affirmative:

Councillors Hudson, Koumi, Saies, Boisvert, Palmer, Lapidge, Hughes, Tipper, Schnell, Salaman and Hewitson.

Those voting in the negative:

Councillor Sangster.

The Motion was then declared **CARRIED**

**ITEM 474**

**CITY STRATEGY AND POLICY COMMITTEE MEETING**

MOVED Councillor Boisvert

SECONDED Councillor Salaman

That:

1. The minutes of the City Strategy and Policy Committee Meeting held on Monday 9 July 2012, be received.
2. The recommendations listed under Items 118 - 121 inclusive and Item 123, be adopted.
3. The following items be reserved:

Item 117- Options for 39 and 41 Oxford Terrace Unley, Reserved by Councillor Hudson.

**CARRIED UNANIMOUSLY**

MOVED Councillor Boisvert

SECONDED Councillor Salaman

Councillor Saies declared a non-pecuniary conflict of interest in the Item and left the meeting at 7.45pm.

1. The recommendation listed under Item 122 – Confidential Item – Unauthorised Street Tree Removal be adopted.

**CARRIED UNANIMOUSLY**

Councillor Saies returned to the meeting at 7.46pm.

**RESERVED ITEM 117**

**OPTIONS FOR 39 AND 41 OXFORD TERRACE UNLEY**

MOVED Councillor Boisvert  
SECONDED Councillor Tipper

That:

1. The report be received.
2. The Administration explores opportunities for short-term leasing, including a Redevelopment Clause, (up to three years) for 39 and 41 Oxford Terrace, Unley, until the outcome of the Master Plan for Unley Oval and Unley Central Precinct has been completed.

**CARRIED**

**ITEM 475**

**CITY OF UNLEY ROAD SAFETY COMMITTEE**

MOVED Councillor Tipper  
SECONDED Councillor Hewitson

That:

1. The minutes of the City of Unley Road Safety Committee meeting held on Wednesday 11 July 2012, be received.
2. The recommendations listed under Items 73 – 74 inclusive, be adopted.

**CARRIED UNANIMOUSLY**

**ITEM 476**

**CEO PERFORMANCE REVIEW COMMITTEE**

MOVED Councillor Boisvert  
SECONDED Councillor Sangster

That:

1. The minutes of the CEO Performance Review Committee Meeting held on Monday 16 July 2012, be received.
2. The recommendations listed under Items 4 – 6 inclusive, be adopted.

**CARRIED UNANIMOUSLY**

**ITEM 477**  
**MAYOR'S REPORT**

MOVED Councillor Palmer  
SECONDED Councillor Hewitson

That:

1. The report be received.

**CARRIED UNANIMOUSLY**

**ITEM 478**  
**REPORTS OF MEMBERS**

**(a) Items of particular interest, concern or urgency**

Councillor Hudson – Sturt Football Club – requested a copy of his notes (or a summary of his notes) be attached to the Council Minutes.

**Extension of Debating Time**

MOVED Councillor Saies  
SECONDED Councillor Lapidge

That Councillor Hudson be given an extension to debating time.

**CARRIED**

Councillor Boisvert – Preservation of trees on a section of property at Black Forest.  
Report to be prepared in next couple of months to look at options.

Use of consultants for advertising vacancies.

Councillor Saies – Street closure for SALA. Dr Such promoting amalgamation of councils.

Councillor Sangster – Unley Park Sporting Complex – new lights installed – funded through Sport and Recreation.

Councillor Salaman – Committee meetings – representatives on each.

Councillor Koumi – Shebang – Community of Possibilities. CEO Performance Review – KRAs and KPIs.

Councillor Hudson – Congratulations to staff on Shebang.

Councillor Hewitson – Shebang – attended with grandson.

Councillor Schnell – Letter to editor from Councillor Hewitson.

**(b) Centennial Park Cemetery Authority**

Councillor Lapidge provided Members with an overview of the June meeting.  
Operations Complex slightly behind schedule. Conference will be held at Centennial Park in October.

**(c) Development Matters**

Nil.

**ITEM 479**

**ADJOURNED ITEM 449 COUNCIL JUNE 2012 – APPOINTMENT OF  
DEVELOPMENT ASSESSMENT PANEL (DAP) MEMBERS**

MOVED Councillor Palmer  
SECONDED Councillor Schnell

That:

1. Adjourned Item 449 – Appointment of Development Assessment Panel Members (DAP) be withdrawn.

**CARRIED UNANIMOUSLY**

**ITEM 480**

**APPOINTMENT OF DEVELOPMENT ASSESSMENT PANEL (DAP) MEMBERS  
FOR THE NEXT TERM OF THE PANEL**

MOVED Councillor Boisvert  
SECONDED Councillor Salaman

That:

1. The report be received.
2. The Administration be authorised to advertise in the Advertiser and Messenger newspapers seeking Expressions of Interest from persons interested in being appointed as independent members of the City of Unley Development Assessment Panel.
3. A selection panel comprising one Elected Member being Councillor Palmer from the existing DAP, two Elected Members who are not currently on DAP, Councillor Tipper and Councillor Koumi, and have indicated they are not proposing to nominate for the next term of the DAP, and one senior staff member not involved in Development Assessment activity be appointed to the Panel.
4. A further report be provided to Council in October 2012, advising the names of the persons recommended for appointment as the presiding member and independent members for the next term of the DAP.
5. Following the notification in Recommendation 4 above, three Elected Members be appointed for the next term of the DAP.

**CARRIED UNANIMOUSLY**



**ITEM 481**

**ANCILLARY MATTERS RELATING TO THE DEVELOPMENT ASSESSMENT  
PANEL**

MOVED Councillor Hughes

SECONDED Councillor Lapidge

That:

1. The report be received.
2. The proposed Terms of Reference (Attachment 1 to Item 481/12) be received and adopted for the next term of DAP commencing December 2012.
3. The sitting fees for the next term of the DAP for the Presiding Member be set at \$520 per meeting. The sitting fees for the three independent members be set at \$416 per meeting and the sitting fees for the three Elected Members remain at \$400 per meeting. In addition independent members be paid \$150 for attendance at formal Council training and workshop sessions.
4. The General Manager People and Governance, or their nominee, be appointed as the DAP public officer.
5. The current DAP be formally requested to consider changing the DAP meeting night from Monday to another night of the week for the remainder of the current term.

Councillor Salaman MOVED as an AMENDMENT SECONDED Councillor Sangster

That:

1. The report be received.
2. The proposed Terms of Reference (Attachment 1 to Item 481/12) be received and adopted for the next term of DAP commencing December 2012.
3. The sitting fees for the next term of the DAP for the Presiding Member be set at \$520 per meeting. The sitting fees for the three independent members be set at \$416 per meeting and the sitting fees for the three Elected Members remain at \$400 per meeting. In addition independent members be paid \$150 for attendance at formal Council training and workshop sessions.
4. The General Manager People and Governance, or their nominee, be appointed as the DAP public officer.

The AMENDMENT was put and **LOST**

The original MOTION was put and **CARRIED**

**ITEM 482**

**UNLEY BUSINESS AND ECONOMIC DEVELOPMENT COMMITTEE TERMS OF REFERENCE**

MOVED Councillor Salaman  
SECONDED Councillor Hughes

That:

1. The report be received.
2. The Unley Business and Economic Development Committee Terms of Reference as it appears in Attachment 2 to Item 482/12, be endorsed.
3. Councillor Koumi be appointed as the third Elected Member representative on the Unley Business and Economic Development Committee until the 13 December 2012, unless such appointment is revoked by the Council.
4. The formation of a new Business Leaders Group be supported.

**CARRIED UNANIMOUSLY**

**ITEM 483**

**FENCING OPTIONS AT UNLEY OVAL**

See Page 3 of these Minutes.

**ITEM 484**

**COMMUNITY ASSET REVIEW STAKEHOLDER FEEDBACK AND NEXT STAGE OF CONSULTATION**

MOVED Councillor Palmer  
SECONDED Councillor Tipper

That:

1. The report be received.
2. The Draft Community Asset Action Plan 2012 – 2015 (Attachment 2 to item 484/12) be endorsed for stage two of the Community Asset Review community consultation.

**CARRIED UNANIMOUSLY**

**ITEM 485**

**VESTING OF ACCESS ROAD – NORMAN TERRACE BLACK FOREST**

MOVED Councillor Schnell

SECONDED Councillor Palmer

That:

1. The report be received.
2. The Mayor and Chief Executive Officer be authorised to sign under Seal the Certificate Of Consent For The Deposit Of A Plan Of Division, thereby accepting from the Government of South Australia the vesting of Allotment 2 in DP 88061 Certificate of Title Volume 5407 Folio 637 as a public road – being Norman Terrace, Black Forest.

**CARRIED UNANIMOUSLY**

**ITEM 486**

**CENTENNIAL PARK CEMETERY AUTHORITY – APPROVAL OF INDEPENDENT MEMBER AUDIT COMMITTEE**

MOVED Councillor Hudson

SECONDED Councillor Lapidge

That:

1. The report be received.
2. The CPCA Board of Management's nomination of Mr Grant Martinella as an independent member of the Audit and Risk Committee be endorsed for a term of two years, effective as of August 2012.

**CARRIED UNANIMOUSLY**

**RECOMMENDATIONS ADOPTED EN BLOCK**

MOVED Councillor Sangster  
SECONDED Councillor Schnell

That Items 487 – 489 inclusive, be adopted en bloc,

**ITEM 487**

**END OF MONTH FINANCIAL REPORT**

1. The report be received.

**ITEM 488**

**COUNCIL ACTION RECORDS**

1. The report be received.

**ITEM 489**

**CHIEF EXECUTIVE OFFICER REPORT**

1. The report be received.

**CARRIED UNANIMOUSLY**

**ITEM 490**

**QUESTIONS ON NOTICE FROM COUNCILLOR HUDSON RE 41 OXFORD TERRACE**

The following Questions on Notice have been received from Councillor Hudson and the answers are provided:

**Questions**

1. How long has the City of Unley been the owner of 41 Oxford Terrace?

**Answer**

The property was transferred to Council on 14 February 2001.

2. Who was the previous owner?

**Answer**

Council purchased the property from Kirinari Community School.

3. What was the purchase price paid by Council?

**Answer**

The land was purchased for \$140,000.

4. What is the estimated current sale value of the land?

**Answer**

This was provided to Council in September 2011, as follows:

*"The property area and current market value as at August 2011 is outlined below.*

<i>Allotment</i>	<i>Land Area</i>	<i>Building Area</i>	<i>Current Market Value</i>
<i>41 Oxford Terrace</i>	<i>408 m<sup>2</sup></i>	<i>vacant</i>	<i>\$ 470 000</i>

5. How long has Kirinari School had use of the land?

**Answer**

The commencement date for the lease of 41 Oxford Terrace was 31 October 2000, for a term of two years. Two years unrestricted use was included in the sale document.

Correspondence between the School and the Administration indicates that the arrangement was formally continued until 28 February 2003 while the future use of the land was reviewed. Since this time no formal agreement has been established and the school has continued to use the land for free.

6. Why, despite the matter been drawn to the situation on numerous occasions in the past decade, has no move been made to obtain rental from the land?

Answer

There have been numerous reports and discussion regarding this property including consideration of use as a car park as well as a potential sale.

In March 2010 (639/10) Council resolved not to offer a long term lease to Kirinari School.

In June 2011 (item 44/11) Council resolved to enter into a short term agreement with the School but also resolved to consider the sale of the property in the short term.

In October 2011 (item 275/11) Council resolved to offer the property at 39 Oxford Terrace for sale to Unley Community Sports Club Inc in the first instance, and if this was declined, in the second instance to the Sturt Football Club Inc. Both parties declined the offer to purchase 39 Oxford Terrace.

The original recommendations for (item 275/11) outlined a proposal for 41 Oxford Terrace; however this was changed with amendments to the recommendations. The new recommendations focused on 39 Oxford Terrace as mentioned above, and if the sale did not proceed then a report would be prepared for Council on alternative options for the use of both 39 and 41 Oxford Terrace, Unley.

7. Are there other instances of Council owned land being used by a commercial concern free of charge?

Answer

There are no other instances of Council-owned land being used by a commercial concern free of charge.

8. If so, what are the details of such arrangement(s)?

Answer

See Question 7.

9. Why, given that No 41 Oxford Terrace was a major component of the recommendation put forward by the Administration at the July Council Strategy Committee meeting, were none of the above matters raised by the Administration?

### Answer

In July 2012 (Item 117/12) an update was provided to the City Strategy & Policy Committee on proposed options for the future of 39 and 41 Oxford Terrace, Unley in accordance with the recommendations resolved in October 2011 (item 275/11).

### **ITEM 491**

### **QUESTIONS ON NOTICE FROM COUNCILLOR HUDSON RE STURT FOOTBALL CLUB**

The following Questions on Notice have been received from Councillor Hudson and the answers are provided:

### **Questions**

1. In June 2008 Council discussed correspondence from Sturt Football Club seeking Council's agreement to return the ground floor of the leased premises at 39 Oxford Terrace ("Jack's Club") and the potential for entering a new lease for the office space currently occupied by the Club on the first floor. Given my continued strong support of this idea over a period of seven or eight years at least, I request information of any negotiations which have occurred between Sturt and the Administration on the possibility of such an arrangement.

### Answer

A discussion was held with the CEO of the Sturt Football Club early in 2012 and subsequently a letter was received from them as reported in the July 2012 City Strategy and Policy meeting, requesting the opportunity to lease a smaller area.

2. Council, at its last meeting, was informed of a considerable state of rental arrears on "Jack's". What negotiations, if any have been undertaken between Council and Sturt to address these arrears?

### Answer

Administration has had an initial meeting with the debtor for the purpose of developing a payment plan.

3. Is it true that this is not the first time that Sturt have been in considerable rental arrears? For example, in May 2007 did not the Council discuss a City Services Committee Item (No 39) which dealt with a shortfall of rental payments in later 2005?

### Answer

This is correct.

4. Is it true that in May 2007, arrears of \$5 000 were still in place?

Answer

The outstanding lease amount as of May 2007 was \$18 638.90.

5. Given Sturt's current financial situation, what conditions can be put in place in a new lease agreement that will ensure that such arrears will not occur again?

Answer

A number of items can be considered to encourage meeting financial obligations but none will guarantee payment within agreed payment terms. These can include:- extended payment terms, annualising the license, penalties for non payment, review of payments to match cash flow or reduction of lease space commensurate with affordability. All of these will be explored during lease negotiations.

6. What arrangements have been made for a reduction in the arrears reported at the June Council meeting?

Answer

Refer to Question 2.

7. In the time since Sturt returned to Unley from Adelaide Oval, the number of home games has increased from an initial four (in 1997), to six, then to eight and now double figures. Are we aware of any plans by Sturt to seek to change this figure once again?

Answer

Administration is not aware of any proposed changes in the future.

8. Is it true that one of the major conditions of Sturt's return to Unley, was an undertaking that there would be no outlets for alcohol within the Oval area?

Answer

This item is being investigated and Administration will provide a response to this question at the August Council meeting.

9. What is the current situation with the sale and purchase of alcoholic beverages within the fenced area of the Oval during home games?

Answer

Administration will provide a response to this question at the August Council meeting.



10. When was the land at 41 Oxford Terrace purchased from Kirinari?

Answer

The property was transferred to Council on 14 February 2001.

11. What were the terms of the purchase regarding "lease-back"?

Answer

The commencement date for the lease of 41 Oxford Terrace was 31 October 2000, for a term of two years. Two years unrestricted use was included in the sale document.

12. What was the original intention in purchasing the land?

Answer

The potential for a carpark.

13. How much money was spent on preparing proposals to utilize the land?

Answer

This question is being investigated and Administration will provide a response to this question at the August Council meeting.

14. In June 2011 Council determined that a short-term lease agreement for the use of 41 Oxford Terrace by Kirinari be negotiated. What has transpired from this determination?

Answer

In June 2011 (item 44/11) Council resolved to enter into a short term agreement with the School but also resolved to consider the sale of the property in the short term.

In October 2011 (item 275/11) Council resolved to offer the property at 39 Oxford Terrace for sale to Unley Community Sports Club Inc in the first instance, and if this was declined, in the second instance to the Sturt Football Club Inc. Both parties declined the offer to purchase 39 Oxford Terrace.

The original recommendations for (item 275/11) outlined a proposal for 41 Oxford Terrace; however this was changed with amendments to the recommendations. The new recommendations focused on 39 Oxford Terrace as mentioned above, and if the sale did not proceed then a report would be prepared for Council on alternative options for the use of both 39 and 41 Oxford Terrace, Unley.

15. Has Kirinari progressed any further in its expression of interest in the long-term future of 41 Oxford Terrace. i.e. in relation to their possible buy-back of the land?

### Answer

An informal meeting was held with the school following the October 2011 report to Council (item 275/11), in which the school outlined some proposed plans for the use of the site. No further discussion has occurred with the school since then.

### **ITEM 492**

#### **QUESTIONS WITHOUT NOTICE**

Councillor Koumi asked the following Questions Without Notice which will be answered at the next Council meeting.

1. How many Council owned street name signs on poles are there in the City of Unley?
2. For each of the last three (3) years, what has been the maintenance cost for the City's street name signs (include salaries/wages/overheads)?
3. What is the cost of replacing street name signs?
4. How many members of staff are employed to maintain and replace street name signs?
5. Are staff members solely or predominantly involved in replacing and maintaining street name signs?

Councillor Boisvert asked a question regarding a comment in Councillor Hewitson's newsletter regarding the planting of fruit and nut trees in a park. What process was undertaken to make this decision? The answer will be provided at the next meeting of Council.

### **ITEM 493**

#### **CORRESPONDENCE**

The correspondence from

- FOCUS re CEO Presentation
- Steph Key MP
- Greg Hunt MP
- Hon Russell Wortley MLC

be noted.

**MOTIONS OF WHICH NOTICE HAS BEEN GIVEN**

Nil

**MOTIONS WITHOUT NOTICE**

Nil

**ITEM 494****UNRESOLVED ITEMS**

<b>Meeting Date</b>	<b>Item</b>	<b>Status</b>
Council 27/10/08	Item 363  Notice of Motion from Councillor Hewitson re Sturt Football Club. (copy attached)	The question remain laid on the table.
Council 22/3/10	Item 622 (UBED Item 46  Adjourned Debate – Item 46 – Unley Business and Economic Development Committee – Glen Osmond Road Separate Rate Negotiation. (copy attached)	The Item lie on the table.
Council 28/11/11	Item 301  Appointment of Deputy Mayor (copy attached)	The Item lie on the table.

**ITEM 495****PETITION RE OWEN STREET GOODWOOD**

See page 3 of these minutes.

## **CLOSURE**

The Presiding Member closed the meeting at 9.20pm

.....  
**PRESIDING MEMBER**

.....

**Summary of statement by Councillor Hudson regarding Sturt Football Club and Jack's – Council – 23 July 2012.**

I believe it is essential that before we embark on ANY further dealings with Sturt we need a clear picture of what has happened in the past and what could happen in the future.

History shows that Council, ie ratepayers, paid out the sum of \$270 000 for grandstand renovations and months later Sturt left Unley and held their "home games" at Adelaide Oval. A move which was later described by club officials as 'detrimental'.

In the meantime, I and other Councillors saw the fences, barbed wire and walls surrounding the Oval, torn down and the area returned to the public of Unley.

After a failed attempt in 1993 to re-establish their hold on the Oval, Sturt eventually returned and Unley once again hosted home games. It was at this point things began to go horribly wrong. Games increased, promises broken and the Club started on the downhill slope.

The Original lease which bound Sturt paying for the fencing was altered to enable ratepayers to have the privilege of footing the cost.

In September 1996 the then club president, promised the area would be 'dry' – the Club later managed to obtain a liquor licence, which is still in existence. A financial return to Unley Council of 10% of takings from grandstand seating receipts went the way of other promises.

Unley ratepayers were made to pay for the erection and dismantling of the perimeter and oval fencing. Annual cost approaching \$60 000.

Another subject to be discussed this evening.... circumstances surrounding Jack's. I would say that had Sturt acted upon my suggestion and one from its own members, to share the facility, considerable savings could have been made on their horrendous debt level.

Council, somewhat reluctantly, purchased the building to regain control of its use, and to hand over \$400,000 to bail Sturt out of yet another debt crisis. Within a short time the mutually agreed commercial rental was halved. Over the years that's cost ratepayers more than \$250 000 in lost revenue. Not to mention the matter of internal upkeep, for which Council also picked up what was originally the Club's tab.

I believe Sturt is on the brink of extinction unless a white knight, in whatever form rides to the rescue. And I contend that it is NOT the ratepayers who once again should be in the saddle.

My claim of looming financial catastrophe is based on information from the club's own auditors PKF:

"Without modifying our opinion we draw attention to Note 1(o) in the financial report, which indicates that the consolidated entity has made an operating loss of \$412, 754

for the year ended 31 October 2011, produced a shortfall of cash from operating activities of \$79, 522, has a deficiency of net assets of \$272,690 and a deficiency of net current assets of \$3,506, 707.

These conditions indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business."

I will not be supporting either of the Sturt items on tonight's agenda.

What I would support is a vitally needed emergency meeting of the 3,000 strong Sturt membership to come to grips with the way their finances are being handled.