

Policy Title	Disposal of Council Land
Council Resolution	Item 15 (30 July 2018) as per Council Minutes
Responsible Directorate	Infrastructure and Works
Due for Review	Four (4) years from Council Resolution Date
Strategic Plan Reference	Making Lives Better
	1.1 Know our communities and what they value.
	1.1.1 Guide decision making through continued community
	engagement based on our community plan.
	Leading our community
	4.1 Govern in an open and responsible matter in the best interests of the community.
	4.1.1 Manage Council for maximum efficiency, accountability and transparency.
	4.1.2 Manage the City's assets soundly for the long-term benefit of the community
	4.1.3 Maximise regulatory compliance in Council and the community through our systems and processes.
ECM	Council policy

### **PURPOSE**

The purpose of this policy is to ensure that, when deciding whether to dispose of Council Land, Council explores possible options for the use of the land, applies processes that are demonstrably equitable, consistent and transparent, complies with appropriate legislative requirements and obtains the best outcome for the Glenorchy community.

## **S**COPE

This policy applies to all land owned by Council. It does not apply to land managed or administered by Council that is not owned by Council (e.g. Crown land).

# **STATUTORY REQUIREMENTS**

Council's obligations with respect to the sale of Council Land are set out in Part 12, Division 1 of the *Local Government Act 1993*.

Acts	Local Government Act 1993
Regulations	N/A
Australian/International Standards	N/A

### **DEFINITIONS**

Council Land	Land owned by Council.
Dispose	Includes sell, lease, donate, exchange or otherwise dispose of, and 'disposal' has the corresponding meaning.



Public Land	'public land' as defined in section 177A of the Act.
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### **POLICY STATEMENT**

#### 1. Introduction

Council has fundamental duties to act in the best interests of its community and comply with its obligations under the Act. These duties include the prudent management of the Community's assets and Council's finances.

This policy aims to ensure that those obligations are met when disposing of Council Land.

#### 2. Treatment of Council Land as Public Land

For the purpose of this section 177A(1)(f) of the Act, Council considers all Council Land to be Public Land. Council will follow the procedure set out in section 178 of the Act when disposing of Council Land.

### 3. Matters to be Considered

#### 3.1 Fundamental principles

Council must have regard to the following fundamental principles when disposing of Council Land:

#### **Transparency**

Council will be open and transparent in how it undertakes the sale of Council Land.

#### Consistency

Council will take a similar approach in similar matters to achieve similar outcomes.

#### **Accountability**

Council will explain decisions and make avenues of comment or appeal available.

#### **Public Interest**

Any decision to sell Council Land will be in the best interests of the community and provide the best result for both Council and the community.

#### **Compliance**

Council will ensure any sale of Council Land complies with its statutory obligations.

#### 3.2 Other Matters

In addition to the fundamental principles, Council must ensure that:

- the Council Land can be disposed of in a way which:
  - $\circ$  transparently demonstrates achievement of the best value for the community, and
  - $\circ$   $\,$  does not expose Council or the community to unacceptable risks around the process or the outcome
- any transaction can be justified if questions are asked about market testing and competition



- the community is given the opportunity to provide feedback about any potential alienation of Public Land
- the disposal of the Council Land would be consistent with Council's Open Space Strategy
- access to areas to and connectivity with any adjacent Public Land is maintained to a level that is acceptable and in keeping with reasonable community expectations
- any cost associated with creating saleable parcels of land is considered
- compliance with all applicable planning requirements is achieved, and
- any other relevant matters are considered.

### 4. Procedure

#### 4.1 Identification of disposable Council Land

The identification of Council Land potentially suitable for disposal may come from the public, a property developer or potential purchaser, or through an internal Council assessment process.

If Council Land potentially suitable for disposal is identified, an assessment of the identified Council Land will be undertaken by appropriate Council staff, with assistance from external consultants if required.

If the assessment determines that the disposal is appropriate, a report is to be submitted to Council, recommending that Council forms an intention to dispose of the Council Land to commence the public consultation process set out in section 178 of the Act.

The report to Council must contain information about how the matters in clause 3.2 (above) been considered and addressed.

#### 4.2 Valuation

Council must obtain a valuation of any Council Land being recommended for sale from the Valuer-General or a person who is qualified to practise as a land valuer under Section 4 of the *Land Valuers Act 2001*.

For the avoidance of doubt, this requirement applies to Council Land which is Public Land, even though this is not expressly provided for in the Act.

### 4.3 Community consultation

A community engagement strategy must be developed and implemented for each Council Land disposal project. This consultation will be undertaken in accordance with Council's Community Engagement Framework and must comply with section 178 of the Act.

#### 4.4 Public notification

In addition to the notification requirements prescribed in section 1781, the General Manager will:

- display a plan and relevant property information on the community notice board in Council's chambers (near the chambers' rear public entrance), and
- notify the owners of neighbouring and affected properties advising of the proposed disposal.

<sup>&</sup>lt;sup>1</sup> See section 178(4)



#### 4.5 Report to Council

Following the completion of the statutory twenty-one (21) day advertising period, a report is to be presented to Council, which is to contain the following information:

- the current use and history of the Council Land
- details of the cultural, heritage, environmental, recreation, landscape values of the Council Land
- The results of the valuation of the Council Land (obtained under 4.2)
- any statutory or legal considerations
- the consultation process undertaken and consideration and response to every objection lodged
- the rationale for the recommended disposal, including details of any internal referrals
- the recommended method of sale
- the recommended sale price range
- any encumbrances on the Council Land (easements, mortgages etc)
- the estimated timeframe for the disposal
- any other relevant matters in the circumstances, and
- the recommended course of action.

In accordance with section 15(3)(c) of the *Local Government (Meeting Procedures) Regulations 2015*, Council must not close part of a meeting when it is considering proposals to deal with Council Land.

# 4.6 Method of disposal

Council will determine a method of disposal for any land identified as being appropriate for disposal that achieves the best value for the community in the circumstances.

This may include public tender, auction, listing with a real estate agent or a negotiated private sale.

### **BACKGROUND**

Council currently owns or controls many properties ranging from small road widening strips through to the large reserves bordering Wellington Park.

Council, through the development of a property strategy, will identify surplus land no longer required for community use or future operational requirements and may consider disposing of those properties to raise revenue.

When considering whether to dispose of Council Land, Council must ensure that it meets its obligations to prudently manage its assets and finances for the benefit of the community.