



# BURKE SHIRE COUNCIL SPECIAL MEETING MINUTES 28 August 2008

*Minutes of the Special Meeting of the Burke Shire Council held in the Council Chamber Thursday 28 August 2008.*

**Present:-** Cr Annie Clarke (Mayor), Cr Ernie Camp (Deputy Mayor), Cr Bill Olive, Cr Tonya Murray, Cr Tracy Forshaw, Mr Dean Kneebone (Acting Chief Executive Officer), Jessica Gray (Minute Clerk)

*The meeting opened at 9:07*

## **1.0 Prayer**

*Cr Camp led Council in Prayer.*

## **2.0 In Committee**

STA/11

<b>Moved: Cr Murray</b>	<b>Seconded: Cr Forshaw</b>
<b>That Council move into Committee.</b>	
<b>CARRIED 01.080828</b>	

*Council moved into Committee at 9.10 am*

<b>Moved: Cr Forshaw</b>	<b>Seconded: Cr Olive</b>
<b>That Council move out of Committee.</b>	
<b>CARRIED 02.080828</b>	

*Council moved out of Committee at 12.10 pm*

*The Acting CEO exited the chambers at 12:10pm*

*The Acting Finance Manager, Thomas Ortiz entered the chamber to provide the Finance report at 12:11pm.*

## **3. Finance Report**

ACC01

### **3.1 Schedule of Payments – July 2008**

ACC01

Reporting Officer: Finance Manager

Report

---

**UNCONFIRMED**

The schedule of payments to be noted cover operating fund account cheques and direct debits as per the attached cheque & direct debits register, totalling \$1,014,632.42, for the period 1 June 2008 to 30 June 2008.

Council Policy

n/a

Legal Implications

n/a

Financial Implications

n/a

Recommendation

**That the payments as listed on the cheque & direct debits register for the period 1 July 2008 to 31 July 2008 be noted.**

The Acting CEO reentered the chambers at 12:15pm.

<b>Moved: Cr Forshaw</b>	<b>Seconded: Cr Murray</b>
<b>That Council accepts the payments listed on the cheque and direct debits register.</b>	
<b>CARRIED 01.080828</b>	

4.2 Financial Reports to 31 July 2008

ACC01

Reporting Officer: Finance Manager

Report

The following financial reports for the twelve months ended 30 June 2008 are attached under separate cover:-

1. Income Statement
2. Balance Sheet
3. Revenue and Expenditure Statement (Operating) - Summary
4. Revenue and Expenditure Statement (Operating) - Detail
5. Capital Expenditure – Detail
6. Significant Variances
7. Plant Operating Costs (year & life to date)
8. Summary of Cash Receipts (for the month of June 2008)

Council Policy

n/a

Legal Implications

Section 528 of Part 6, Chapter 7 of the *Local Government Act 1993* and the *Local Government Finance Standard 2005* apply.

Financial Implications

---

**UNCONFIRMED**

n/a

4.3 Financial Matters Report as at 30 June 2008

ACC01

Reporting Officer: Finance Manager

Report

**The attached report summarises some main financial matters as at 30 June 2008.**

Council Policy

n/a

Legal Implications

n/a

Financial Implications

As discussed in the report.

Recommendation

**For Council information.**

**Moved: Cr Olive**

**Seconded: Cr Camp**

**That Council accept the financial reports.**

**CARRIED 01.080828**

4.4 Queensland Treasury Corporation Cash Fund Account Statement June 2008

QTC01

Reporting Officer: Finance Manager

Report

**Attached is a copy of the June 2008 statement of Council's QTC Cash Fund Account. The statement provides a summary of transactions for the month plus details of the interest rate earned.**

As at 30 June 2008 Council had \$8,132,530 in investments with the QTC. Of this, \$4,926,558 relates to Reserves funds for 2007/08 and future capital works, \$312,947 relates to fully funded employee entitlements and \$1,115,713 relates to creditors owing as at 30 June 2008.

Net interest income from the QTC Cash Fund Account for the twelve months ended 30 June 2008 is \$588,380, which compares favourably with the budget of \$300,000 for the same period.

Council Policy

n/a

Legal Implications

n/a

---

**UNCONFIRMED**

Financial Implications

As discussed in the report.

Recommendation

**Noted by Council**

*The Acting Finance manager left the chambers at 12:22pm*

*The Works Manager, John Reeves entered the chambers at 12:24pm*

**5.0 ENGINEERING (WORKS) REPORT**

**5.1 Capital Works Progress Report**

Reporting Officer: Works Manager

There is no progress report this month a draft Capital Works Program will be provided for the September Council Meeting for Council's review and adoption.

Council Policy

n/a

Legal Implications

n/a

Financial Implications

n/a

Recommendation

## 5.2 Works Report - General

Reporting Officer: Works Manager

### Report

1. Works by Council Workforce:- Works Foreman, Rural Foreman, Town Works Manager and Utilities Manager Burketown

(i) Road works/Maintenance Crews:- Works Foreman

⇒ Flood damage Repairs, Road Maintenance and Private Works

<u>Location</u>	<u>Works Carried Out</u>
Wills Developmental Road	<ul style="list-style-type: none"> <li>• Monitor road condition.</li> <li>• Grading hasw been completed north of Brookdale to the bitumen 16km south of Burketown</li> <li>• Grading has commenced repairing the construction damage between Gregory and Running Creek.</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>• Monitor road conditions and document problem areas.</li> <li>• Replace missing guide posts</li> </ul>
Camooweal Road	<ul style="list-style-type: none"> <li>• Monitor road condition.</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>• Monitor road conditions and document problem areas.</li> <li>• Continue to highlight to Main Roads areas requiring attention.</li> </ul>
Doomadgee Road East	<ul style="list-style-type: none"> <li>• Road has been heavy Graded and subgrade prepared for the 10km seal section</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>• Further upgrade &amp; sealing re available TIDS &amp; Council funding.</li> <li>• Continue to monitor road conditions and replace missing guide posts (on going).</li> </ul>
Doomadgee Road West	<ul style="list-style-type: none"> <li>• Currently monitoring road condition.</li> <li>• Hauling for the upgrade section has been commenced with constrcution due to commence 26/8/08.</li> </ul>

---

**UNCONFIRMED**

<u>Location</u>	<u>Works Carried Out</u>
Floraville Road	<ul style="list-style-type: none"> <li>• Scours have been repaired at the Walford Jump Up</li> </ul> <u>Future Intentions:-</u> <ul style="list-style-type: none"> <li>• Monitor road condition.</li> </ul> <u>Future Intentions:-</u> <ul style="list-style-type: none"> <li>• Undertake Capping of Harris Creek and Millar’s Creek Causeway as soon as conditions allow. Review new cost on this project and refer increases back to council</li> <li>• Undertake the clearing works at Millars Creek causeway as soon as conditions allow.</li> </ul>
Escott Road	<ul style="list-style-type: none"> <li>• Continue monitoring conditions</li> </ul> <u>Future Intentions:-</u> <ul style="list-style-type: none"> <li>• Undertake heavy grade in between other works as a training project.</li> </ul>
Truganini Road	<ul style="list-style-type: none"> <li>• Currently monitoring road condition.</li> <li>• Contractor has commenced on repairs to China Wall.</li> </ul> <u>Future Intentions:-</u> <ul style="list-style-type: none"> <li>• Progress permanent repair to “China Wall” as part of the Concrete Works Tender closes end of June</li> </ul>
Gregory - Lawn Hill Road	<ul style="list-style-type: none"> <li>• Zinifex have been maintaining the road up to the mine access</li> <li>• Upgrade works of 11.5km has been completed by Zinifex and sealing is planned for 30/8/08</li> </ul> <u>Future Intentions:-</u> <ul style="list-style-type: none"> <li>• Prepare 5 year plan for works on the section of the road west of the Century feeder road.</li> <li>• Council to determine delivery method for the next stage of this road</li> </ul>
Lawn Hill National Park Access Road	<ul style="list-style-type: none"> <li>• Currently monitoring road condition.</li> </ul> <u>Future Intentions</u> <ul style="list-style-type: none"> <li>• Heavy grade has been completed to Adel’s Grove Construction of dust strip has not commenced as Adel’s Grove were unable to secure the gravel for the job. This is to be revisited at the next meeting</li> </ul>
Riversleigh (Zinc Hills Deviation) Road	<ul style="list-style-type: none"> <li>• Currently monitoring road condition</li> <li>• Heavy Grading has been completed</li> </ul> <u>Future Intentions</u> <ul style="list-style-type: none"> <li>• Heavy grade in section</li> </ul>
Punjab Road	<ul style="list-style-type: none"> <li>• Currently monitoring road condition</li> </ul> <u>Future Intentions:-</u> <ul style="list-style-type: none"> <li>• Monitor conditions.</li> </ul>
Bowthorn Road	<ul style="list-style-type: none"> <li>• Currently monitoring road condition</li> </ul>
Lawn Hill-Doomadgee Road	<ul style="list-style-type: none"> <li>• Currently monitoring road condition</li> <li>• Grading in sections has been commenced</li> </ul>
Nugaburra Road	<ul style="list-style-type: none"> <li>• Currently monitoring road condition</li> </ul>

---

**UNCONFIRMED**

<u>Location</u>	<u>Works Carried Out</u>
Morella Rd	<ul style="list-style-type: none"> <li>No further works planned.</li> </ul>
(ii) Roadworks, Utility Services and Town Maintenance - Works Foreman, Town Works Supervisor, Utilities Manager Burketown	

<u>Location</u>	<u>Works Carried Out</u>
Burketown Streets	<ul style="list-style-type: none"> <li>Continue to monitor and inspect the condition of the town streets.</li> <li>Some Pothole patching and bitumen repair works have been completed.</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>Prepare a full report of the entire short to medium term road works requirements for Council's endorsement.</li> <li>Undertake edge break repairs.</li> <li>Investigate drainage problems at Beames St/Firefly St intersection.</li> </ul>
Burketown Water Supply Reticulation, Water Treatment Plant, Nicholson River Pump Station and Rising Main	<ul style="list-style-type: none"> <li>Routine monitoring and maintenance continues</li> <li>Commenced monitoring the level of water behind the Escott Causeway, as it appears to be receding quickly</li> <li>Routine maintenance &amp; operations of system continue.</li> <li>New WTP (see item later in this report)</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>Desludge the eastern pond.</li> <li>Prepare water management plan if the storage at Escott continues to decrease at the current rate.</li> </ul>
Burketown Refuse Tip	<ul style="list-style-type: none"> <li>Routine weekly maintenance continues.</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>Implement plan to improve management of the tip</li> </ul>
Truganini Wharf and Boat Ramp	<ul style="list-style-type: none"> <li>Monitor conditions and advise change of conditions to Main Roads.</li> <li><u>Future Intentions:-</u></li> <li>Clearance diving team due in early September</li> <li>Negotiate with Main Roads for 2 solar lights to be installed at the boat ramp.</li> </ul>
Burketown Airport Access Road	<p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>No specific works planned</li> </ul>
Drainage	<p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>Monitor this drainage system and assess road damage. Prepare report on improvements to drainage around town for Council's consideration</li> </ul>

<u>Location</u>	<u>Works Carried Out</u>
Burketown Airport	<ul style="list-style-type: none"> <li>• Regular checks of the runway.</li> <li>• Routine maintenance.</li> <li>• Advised that funding has been forthcoming for the reseal of the runway and the modifications to the runway</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>• Under take a detailed inspection of the fence and undertake any urgent repairs to stop wallabies from entering the strip.</li> <li>• Develop the scope of works and estimate for long term mitigation of the scouring at the western end of the airport.</li> <li>• Prepare new plan for apron extension, parking, and taxiway as per discussions with CASA and submit to council for approval.</li> <li>• Commence planning for airport upgrade/relocation of runways etc.</li> </ul>
Parks and Gardens	<ul style="list-style-type: none"> <li>• General daily/weekly maintenance and mowing to parks and Council building lawns including nature strips and approaches to town.</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>• Routine maintenance</li> </ul>
Sewerage System and Lagoon	<ul style="list-style-type: none"> <li>• Daily/weekly inspections and cleaning to sewer pump stations, Blivet BL4000, and sewer lagoon.</li> <li>• Malfunctioning of the Blivet Unit has been repaired.</li> </ul> <p><u>Future Intentions:-</u></p> <ul style="list-style-type: none"> <li>• Complete the STP upgrading (refer item 11.4)</li> <li>• Add 100mm pipe to the discharge line of the Blivet Unit.</li> <li>• Clean out the existing lagoon and modify to allow the “clean” discharge water to be stored for future use, whilst allowing an overflow from the anaerobic chamber in event of a failure in the Blivet unit.</li> </ul>
Burketown Cemetery	<ul style="list-style-type: none"> <li>• General maintenance, vegetation control &amp; fence check</li> </ul>

## (iii) Workshop – Works Manager

Overall performance of plant has been good over the last month with general servicing and some minor breakdowns being the main work carried out.

2. Gregory Report - Gregory Caretaker and Works Manager

<u>Location/Item</u>	<u>Works Carried Out</u>
Tourism	<ul style="list-style-type: none"> <li>• Level of tourism has increased during the last month</li> </ul>
Water	<ul style="list-style-type: none"> <li>• For the previous month the plant has been performing with no major problems</li> </ul> <p><u>Future Intentions</u></p> <ul style="list-style-type: none"> <li>• Continue a mains flushing and quality testing program to eliminate odour and colour problems.</li> </ul>

---

**UNCONFIRMED**

<u>Location/Item</u>	<u>Works Carried Out</u>
	<ul style="list-style-type: none"> <li>• Complete the extensions to the shed and associated site works.</li> </ul>
Animal and Stock Control	<ul style="list-style-type: none"> <li>• Monitoring fence line and public areas.</li> <li>• Stock getting into town - believed to be through the fences at Biddungu.</li> </ul> <p><u>Future Intention</u></p> <ul style="list-style-type: none"> <li>• Monitor all fence lines to ensure that there are no areas for stock to enter the town area.</li> <li>• Contact to be made with Gregory Downs for them to check their fences.</li> </ul>
Airport	<ul style="list-style-type: none"> <li>• Airport is being monitored</li> </ul> <p><u>Future Intentions.</u></p> <ul style="list-style-type: none"> <li>• Monitor strip and fences.</li> <li>• Spray weed and sucker growth</li> </ul>
Parks and Gardens	<ul style="list-style-type: none"> <li>• Routine maintenance is continuing.</li> </ul> <p><u>Future Intentions</u></p> <ul style="list-style-type: none"> <li>• Installation of simple reticulation watering system for trees.</li> </ul>
Rubbish Dump and Collection	<ul style="list-style-type: none"> <li>• Works continue as scheduled.</li> </ul>

Recommendation**Noted by Council**5.3 Burke Shire Council/Zinifex Century Mine “Roads Partnership”

PAS01

Reporting Officer: Works ManagerReport

Zinifex have completed 11.48km of new work with the final section being sealed 29-30 August 2008

No further information is available to council at this stage regarding the possibilities of any continuation by Zinifex of this upgrading works. Further to the meeting at Gregory where it was indicated that council would be determining the future development of the section of the road west of the mine feeder inspections have been undertaken and a report is planned to be presented to council at the September Meeting .

Council still to determine the scoping of the new roads agreement with the possibility of linking the upgrade of the road to the agreement.

Council Policy

Resolution 02.070321 applies.

Legal Implications

n/a

---

**UNCONFIRMED**

### Financial Implications

The 2007/08 budget incorporates \$1,150,000 (\$660,000 Council funds and \$490,000 TIDS funds) allocated to the sealing of the first sections of the road between Gregory and the Mine Access Road. This funding is to be used for the bitumen seal whilst the gravel works are to be done by Zinifex.

### Recommendation

#### **Noted by Council**

5.4 Main Roads (MRD), RoadTek & Burke Shire “Partnership”; North West Queensland Regional Road Group (NWQRRG); & works on Wills Development Road (WDR) & Camooweal Road ROA/14; ROA/71, ROA/11

Reporting Officer: Works Manager

### Report

#### RMPC

I was advised at the RRG Technical Committee Meeting in Julia Creek 14<sup>th</sup> August that there is a strong possibility that Main Roads would be providing \$1.9 million in funding for resheeting works on the Camooweal Rd.

#### ROADTEK

Main roads have advised that they plan to prime approximately 4kms during the first week in September. The balance of the project is continuing and progression is tied to the supply of gravel to site.

#### RRG – Technical Committee Meeting

The meeting was held in Julia Creek 14th August 2008 and attended by Works Manager and RRG Coordinator.

### Recommendation

#### **Noted by Council**

5.5 Barramundi Fingerling Growout Facility FIS09

Reporting Officer: Works Manager

### Report

The shed is waiting to be clad strong winds have delayed this work occurring and the contractor has gone on leave, work will recommence on his return.

#### Council Policy

Resolution 16.080124 applies.

#### Legal Implications

n/a

### Financial Implications

---

**UNCONFIRMED**

The total cost of this project is estimated at \$75,000. This is being funded through a \$50,000 grant from the Federal Government's Recreational Fishing Community Grants Program and \$25,000 in Council funds. Expenditure to date totals \$378. The 2007/08 budget includes an allocation of \$74,622.

#### Recommendation

#### **Noted by Council**

#### 5.6 Repair of "China Wall" on Truganini Road

CAU11

Reporting Officer: Works Manager; Works Coordinator

#### Report

The contractor has commenced works on China Wall.

#### Council Policy

Resolutions 09.060316, 03.060720, and 03.070620 apply.

#### Legal Implications

n/a

#### Financial Implications

An allocation of \$225,000 has been approved in the funding provided for flood damage repairs arising from the 2006 flooding events. \$13,658 of this has been spent to date on the temporary repair undertaken in August 2006.

#### Recommendation

#### **Noted by Council**

#### 5.7 2008 Construction Programme

STA23

Reporting Officer: Works Manager

#### Report

Council is currently undertaking the following:-

- ⇒ Heavy Grading Gregory to Running Creek repairing the damaged caused by Roadtek during the construction of the next section of the Wills Development Rd.
- ⇒ Grading has been completed on the Doomadgee Rd East and the crew has moved to commence the 5km upgrade of the Doomadgee Rd West of Walford Jump Up.

Future proposed activities are:-

- ⇒ Upgrade 10 km on Doomadgee Road East 57-67 km
- ⇒ Continue with earthworks at the bridge
- ⇒ Undertake Shoulder Grading on Wills Development Road east of Gregory (RMPC)

#### Council Policy

n/a

#### Legal Implications

---

**UNCONFIRMED**

Financial Implications

n/a

Recommendation**Noted by Council**5.8 Tender 07/14 - New Packaged Water Treatment Plant Burketown

TEN01.07/14

Reporting Officer: Works ManagerReport**OUTSTANDING COUNCIL WORKS**

The following works to be completed:-

- connection of the overflow pipes from the tank to the retention lagoon
- connection of the scour valve to the retention lagoon
- connection of the filter backwash to the retention lagoons
- Excavation of the retention lagoon.

**NEW ELECTRICAL MAINS**

Quotes were requested by A3 Elecectrical to write a specification for the works but unfortunately that company was unable to provide this service to council. Ergon energy were requested to provide a specifiactation fo the works but again they declined and suggested that council contact an electrician in Mount Isa to quote on the wqorks

Byrne Electrics were contacted and visisted site on 21 August 2008 and provided a quote for the works.

<b>A Cubed Electrical</b>	<b>Byrne Electrics</b>
Price works with 1 CT Meter \$63,088 inc GST	\$29,730 inc GST
Price works with 2 CT Meters \$ 80.,608 inc GST	

Extra cost that council will incurr will be in the area of \$2-3000 allowing for extra labour and trenching.

ALUM DOSER

Quotes were calledfrom 6 suppliers for the supply and installation of a new automatic alum batcher and doser.

Two companies provided quotes: T.D Hatrick and Co and Enviro Concepts

T.D Hatrick and Co                    \$83,640 plus GST (\$92,004 Inc GST)

Enviro Concepts P/L                \$69,656 plus GST (\$76,516 Inc GST)

It is recommended that the unit from T.D. Hatrick be purchased on the following grounds

- The unit was designed by T.D Hatrick to be compatable with the exisiting WTP.
- Tom Hatrick has knowledge of the site and the requirements to connect to the system.
- TheWTP then will have been supplied by the one entity and all maintenance and warranty works will be looked after by T.D. Hatrick and Co.

Council Policy


---

**UNCONFIRMED**

Resolutions 03.071219 and 15.080124 apply.

Legal Implications

n/a

Financial Implications

Council has allocated funding of \$600,000 (excl. GST) towards this project.

Cost to 30/5/08 was \$566,021 leaving a balance of \$33,979 to complete the works above?  
Council hired T.D. Hatrick labour to the value of \$5,598 this could at Council's discretion is credited back to this project to cover a potential short fall in funding to cover the upgrade of the electrical mains.

Council will need to allow funds in the 200-2009 to pay for the upgrade of the electrical main and Alum Doser.

Proposed Costs Costs are

Electrical Mains: \$29,370 (Contract Works) and \$3,000 (council works –concrete pad and plant)  
Total \$32,370.00 Inc GST  
Alum Doser: \$92,004 Inc GST

Total Estimated Cost to complete Project:

Council	\$33,979
Electrical Mains	\$32,370
Alum Doser	\$92,004
Total estimated Cost	\$158,353

Balance of funds remaining from 2006-2007	\$33,979
Allocation in 2008-2009 Budget	\$100,000
SCADA Upgrade (this is not happening)	\$30,000
<b>Total Funds Available</b>	<b>\$163,979</b>

Recommendation

1. Council endorse engagement of Byrne electrics to undertake the electrical Main Upgrade
2. Council endorse the purchase and installation of a new Alum Dosing Unit from T.D Hatrick

<b>Moved: Cr Forshaw</b>	<b>Seconded: Cr Camp</b>
<b>That Council accept new Alum Dosing Unit from T.D Hatrick..</b>	
<b>CARRIED 01.080828</b>	

<b>Moved: Cr Forshaw</b>	<b>Seconded: Cr Murray</b>
<b>That Council endorse the engagement of Byrne electrics to undertake the electrical Main upgrade.</b>	
<b>CARRIED 01.080828</b>	

Cr Forshaw declaring a pecuniary interest and no input at 12:50pm

**UNCONFIRMED**

5.9 Tender 08/08 - 3 New 4WD Utes with Trade

TEN08/08

Reporting Officer: Works ManagerReport

Tender 08/07 was called to replace the following Utes;

- #490 – Ranger
- #495 – Works Forman
- #496 – Road Works Forman

At the same time residents and ratepayers were advised that they could place an expression of interest for the purchase. Both the expressions of interests and the tender closed on Friday 20 June 2008.

Only 2 dealers provided tenders being:

- Pacific Toyota – Cairns
- Scifleet Toyota – Brisbane

The expressions of interest are shown in the table below.

Expressions of Interest	Units		
	490	495	496
Forshaw Contracting	\$ 29,000	\$ 32,000	\$ 32,000
Cameron Jo-Liz	\$ 31,250	\$ 35,250	\$ 35,250
Dollard Kerry			\$ 35,000
Clark Sue	\$ 29,000	\$ 33,000	\$ 33,000
Burketown Caravan Park	\$ 32,000		
Savannah Aviation	\$ 37,427		

Scifleet Toyota tendered on basic trays whilst Pacifica Toyota provided council with a choice of two trays. One a standard dropside body and the other a tray that incorporates a back saving spare wheel carrying system.

The best Expression of Interest was:-

- #490 (Rangers Unit) \$37,427 by Savannah Aviation exceeding the trade in offers from both Scifleet and Pacific Toyota.
- #495 & #496 (Works Forman & Roadworks Forman) \$35,250 for each unit by Jo-Liz Cameron this was less than Pacific Toyota's trade in of \$40,100 for each vehicle.
- Jo-Liz Cameron was contacted on 14/7/08 and asked if she would meet the price of \$41,000 for unit #495 and \$40,100 for unit #496.

The offers from the dealers are outlined in the table below:-

**UNCONFIRMED**

Dealer	SCI Fleet includes delivery			Pacific Toyota						
Vehicle Type	Landcruiser			Landcruiser's			Hilux Dual Cab		Hilux Extra Cab	
Replacement	490	495	496	490	495	496	495	496	495	496
Vehicle	69020	60000	60000	53823	53823	53823	49201	49201	49743	49743
Tray Cost				10565	3150	3150	3105	3105	3105	3105
Vehicle Cost	69020	60000	60000	64388	56973	56973	52306	52306	52848	52848
Trade In	33000	40000	41000	34000	40100	40100	40100	40100	40100	40100
Change over	36020	20000	19000	30388	16873	16873	12206	12206	12748	12748
Total Change Over	75020			64134			24412		25496	
<b>Expression of Interest taken into account</b>										
<i>Best Expression of Interest</i>	37427	35250	35250	37427	35250	35250	35250	35250	35250	35250
Difference between best EOI and Dealer Trade	4427	-4750	-5750	3427	-4850	-4850	-4850	-4850	-4850	-4850
Vehicle plus tray	69020			64388						
EOI	37427			37427						
Delivery Cost	31593			26961						
Total Change Over Cost to Council	70593			60707			51373 (inc L/C)		52457 (inc L/c)	

Pacific Toyota has provided the most competitive pricing and trade in offers for units #495 & #496.

Pacific Toyota also provided prices on both the Hilux Dual Cab and Extra Cab units as alternatives to units #495 and #496. These units may only be suitable for the Works Forman and Road Works Forman. The heavier Landcruiser is appropriate for the ranger.

Pacific Toyota also offered an alternative body manufactured by Townsville Body Fabricator instead of the basic Drop Side Body. This body includes a spare wheel carrier that is mounted between the body and cab and locks the spare wheels away. This new system also uses springs and gas struts to raise and lower the tyre to the ground. This innovative approach ensures that the potential for back strains when changing tyres is minimised. Attachment 11.18 shows this new system.

The table below indicates the cost differences between the two types of bodies and the various options for council's deliberations

#### Comparison of Cost with Different Body Styles

Vehicle Options and cost less trade or EOI		Difference
Landcruiser with Backsaver Option (Ranger)	\$ 32,954	\$ 5,993
Landcruiser with standard tray (Ranger)	\$ 26,961	
Landcruiser with Backsaver Option (Standards)	\$ 20,318	\$ 3,445
Landcruiser with Standard Tray (Standards)	\$ 16,873	
Hilux Dual cab with Backsaver Option	\$ 15,696	\$ 3,490
Hilux Dual Cabs standard Tray	\$ 12,206	
Hilux Extra Cabs Backsaver Option	\$ 16,238	\$ 3,490
Hilux Extra Cabs Standard Tray	\$ 12,748	

UNCONFIRMED

### Options for Change Over

Schedule Options	Change Over Price
<b><i>Standard Trays</i></b>	
Option 1 All L/Cruisers	
	\$ 60,707
Option 2 1 Landcruiser + 2 D/C Hilux's	
	\$ 51,373
Option 3! Landcruiser + 2 Extra Cab Hilux's	
	\$ 52,457
Option 4 2 Landcruiser's and 1 Extra Cab Hilux	
	\$ 56,582
<b><i>With Backsaver Spare Wheel Carriers</i></b>	
Option 1 All L/Cruisers	
	\$ 73,590
Option 2 1 Landcruiser + 2 D/C Hilux's	
	\$ 64,346
Option 3 1 Landcruiser + 2 Extra Cab Hilux's	
	\$ 65,430
Option 4 2 Landcruiser's and 1 Extra Cab Hilux	
	\$ 69,510

The size of the tray on the dual cab Hilux is not practical for field supervisors so this option would not be recommended.

The option of adding more Hilux's to the fleet would mean a saving of around \$4000 on the initial purchase and possibly about \$2,000 per year in fuel due to the smaller motor. The new style of tray if purchased would benefit all of the operators as none of them are getting any younger and the traditional way of mounting tyres on the headboard increases the risk of back injuries whilst attempting to get a wheel back onto the ute.

Due to the poor response and the long delivery (10-14 weeks) Parry Nissan and Westco Motors were contacted on 14/7/08 and requested to provide quotes for Nissan Patrol Tray back Ute.

Parry Nissan and Westco Motors supplied pricing though Parry Nissan did not comply with the tender documentation.

	#490(Ranger)	#495 Works Forman	#496 Road Works Foreman
Cost of Vehicle	\$66,174	\$56,454	\$56,454
Trade In	\$30,000	\$40,000	\$40,000
EOI –	\$37,427	\$35,250	\$35,250
Cost Less Trade	\$36,174	\$16,454	\$16,454
Cost Less EOI	\$28,474	\$21,204	\$21,204

There is only a fractional difference between the Nissan Patrols and Toyota Landcruisers

#### Council Policy

Council's Purchasing Policy applies.

#### Financial Implications

2008/2009 Budget allocations should include the carryover from the 2007-2008 Budget to cover these items of plant.

**UNCONFIRMED**

Recommendation

- 1) That council consider the following purchase from Pacific Toyota with the back saver trays:
- a. New Landcruiser to replace #490 - Ranger's vehicle
  - b. New Landcruiser to replace #495 - Works Forman's Vehicle
  - c. Hilux Extra Cab to replace #496 - Roadworks Forman's Vehicle.

*Cr Forshaw exited the chambers at 1:01pm*

<b>Moved: Cr Camp</b>	<b>Seconded: Cr Olive</b>
<b>That Council accepts the recommendation of the following purchase from Pacific Toyota with the back saver trays.</b>	
<b>CARRIED 01.080828</b>	

<b>Moved: Cr Murray</b>	<b>Seconded: Cr Olive</b>
<b>That Council delegates the Works Manager to negotiate and finalise the buy back options on behalf of council.</b>	
<b>CARRIED 01.080828</b>	

*Cr Forshaw reentered the meeting at 1:08pm*

*Council adjourned for lunch at 1:10 pm.*

*Council re adjourned at 2:00pm*

**2.0 In Committee**

STA/11

<b>Moved: Cr Ernie Camp</b>	<b>Seconded: Cr Tonya Murray</b>
<b>That Council move into Committee.</b>	
<b>CARRIED 01.080828</b>	

*Council moved into Committee at 2.01 am*

<b>Moved: Cr Camp</b>	<b>Seconded: Cr Olive</b>
<b>That Council move out of Committee.</b>	
<b>CARRIED 02.080828</b>	

*Council moved out of Committee at 4.15 pm*

<b>Moved: Cr Murray</b>	<b>Seconded: Cr Olive</b>
<b>That Council offer Mr. Barry Evans the position of Chief Executive Officer.</b>	
<b>CARRIED 02.080828</b>	

## **5.0 General Business**