PARTIES

THE COORONG DISTRICT COUNCIL of 95 Railway Terrace, Tailem Bend SA 5260 (Council)

The party named as the Applicant on the Application Form (**Applicant**)

BACKGROUND

- A. The Council is a council constituted under the *Local Government Act* 1999 (**LG Act**) and it is entitled to exercise the powers conferred on it under the LG Act.
- B. The Council is vested with the fee simple of the whole of the roads within the Council's area.
- C. The Applicant wishes to use the Road for the Business Purpose for the Permit Period.
- D. The Applicant is not permitted to use the Road for the Business Purpose without a permit from the Council issued in accordance with the LG Act.
- E. The Council has received the Application from the Applicant under Section 222 of the LG Act.
- F. The Council has, if required, complied with the public consultation requirements of Sections 223(1) and 223(2) of the LG Act.
- G. The Council has agreed to grant a permit to the Applicant to use the Road for the Business Purpose in accordance with the terms and conditions of this Agreement.

AGREED TERMS

1. DEFINITIONS AND INTERPRETATION

1.1 Definitions

In this Agreement:

Applicant means the party described as the Applicant on the Application Form and where the context permits includes employees, contractors, agents, authorised representative and other invitees.

Application means the application made by the Applicant for the granting of the Permit.

Business Purpose means the use described on the Application Form.

Commencement Date means the date described on the Application Form.

Council means the party described as "Council" in this Agreement and where the context permits includes its members, employees, contractors, agents, authorised representative and other invitees.

Fee means the fee in as set out in the Coorong District Council's Fees and Charges Register or such other amount as the Council may notify to the Applicant.

Legislation includes any relevant Statute or Act of Parliament (whether State or Federal) and any regulation or by-law, including any by-laws issued by any local government body or authority.

LG Act means the Local Government Act 1999.

Permit means this permit granted by the Council to the Applicant to use the Road for the Business Purpose in accordance with Section 222 of the LG

Permit Period means the period specified on the Application Form.

Plans means the plans attached as Annexure A as approved or amended and approved by the Council.

Road means that the portion of public road described on the Application Form .

Statutory Requirements means all relevant and applicable Legislation and all lawful conditions, requirements, notices and directives issued or applicable under any such Legislation.

1.2 Interpretation

Unless the contrary intention appears:

- 1.2.1 a reference to the Application Form is a reference to the Application Form to which these General Conditions are attached;
- 1.2.2 a reference to a Schedule is a reference to a schedule forming part of this Agreement;
- 1.2.3 a reference to an Annexure is a reference to an annexure attached to this Agreement;
- 1.2.4 a reference to a Statute shall include all amendments for the time being in force and any other statute enacted in substitution thereof and regulations and by-laws for the time being under the statute and any notice demand order direction requirement or obligation under or pursuant to that statute or those regulations or by-laws and the expressions "statute" "act" "by-laws" shall mean any federal state or local government statute act regulation or bylaw from time to time in force and any notice demand or direction requirement or obligation issued made given or imposed under or pursuant to the same;
- 1.2.5 words importing the singular embrace the plural and words importing one gender shall embrace the other gender and vice versa respectively;
- 1.2.6 any reference to a person shall be deemed to include a corporate body and vice versa;
- 1.2.7 headings are for convenience of reference only and shall not affect the construction or interpretation of this Agreement;
- 1.2.8 any special condition in the Schedule will apply to this Agreement and in the event of any inconsistency with the terms and conditions in the body of this Agreement then those special conditions will prevail.

2. GRANT OF PERMIT

- 2.1 In consideration of payment of the Fee, the Council permits the Applicant pursuant to Section 222 of the LG Act, to use the Road for the Business Purpose during the Permit Period.
- 2.2 The rights conferred in this Agreement rest in contract only and do not create or confer upon the Applicant, any tenancy, estate or interest in or over the Road and the rights of the Applicant under this Agreement shall be those of a licensee only and do not comprise or include any further or other rights.

3. APPLICANT'S COVENANTS

The Applicant expressly covenants and agrees with the Council that during the Permit Period the Applicant shall comply with the covenants, terms and conditions of this Agreement as follows:

3.1 **Fee**

To pay to the Council the Fee.

3.2 Additional Charges

To pay any taxes, rates, or charges levied by any government civic or municipal authority whether federal, state or local in respect of the Applicant's use of the Road, or otherwise in connection with the Permit.

3.3 Permits, Certificates, Licences, Authorisations, etc

To provide to the Council, prior to using the Road under the Permit, a copy of all permits, certificates and any other authorisations which may be required by the Council or some other governmental, civic, or municipal authority or otherwise to use the Road under the Permit.

3.4 Indemnity & Release

- 3.4.1 To indemnify the Council from and against all actions, costs, claims and damages, which may be brought or claimed against the Council arising out of or in relation to the granting of the Permit, the use of the Road for the Business Purpose, except where any action, cost claim or damage is caused by the negligence or default of the Council.
- 3.4.2 Without limiting clause 3.4.1, the Applicant acknowledges and agrees that the Council is in no way responsible or liable for any loss or damage caused as a result of the Applicant's use of the Road and the Applicant releases the Council from any liability or claim resulting directly or indirectly from any accident, damage, loss or injury occurring or arising from the use of the Road for the Business Purpose.

3.5 **Public Risk Insurance**

3.5.1 To effect and maintain during the Permit Period a public risk insurance policy in the amount of **TWENTY MILLION DOLLARS** (\$20,000,000.00) per claim or such other amount as the Council may reasonably

require from time to time and such policy must:

- 3.5.1.1 be with an insurer and on terms approved by the Council;
- 3.5.1.2 be in the name of the Applicant and note the interest of the Council;
- 3.5.1.3 have no limit on the number of claims that can be made under it;
- 3.5.1.4 cover events occurring during the policy's currency regardless of which claims are made; and
- 3.5.1.5 note that despite any similar policies of the Council, the Applicant's policy will be the primary policy.
- 3.5.2 The Applicant must use the Road pursuant to the Permit until the Applicant has provided to the Council a copy of the public risk insurance policy specified in clause 3.5.1.
- 3.5.3 Evidence of the public risk insurance policy specified in clause 3.5.1 must be provided to the Council on each anniversary of the Commencement Date during the Permit Period.

3.6 Alcohol

The Applicant must not:

- 3.6.1 serve, sell or provide to persons; or
- 3.6.2 consume or allow persons to consume;

alcohol or alcoholic beverages on the Road without the consent of the Council.

3.7 Compliance with Statutory Requirements

At its own cost and expense to comply with all Statutory Requirements relating to the use of the Road under the Permit, including but not limited to the operation of the Business Purpose pursuant to the Permit.

3.8 Compliance with Direction of Government Department or Authority

- B.8.1 To ensure that the use of the Road for the Business Purpose under the Permit by the Applicant and those permitted by the Applicant does not interfere with or cause damage to or affect in any way any adjoining property or any wire, post, cable, pipe or other property or infrastructure belonging to Council and/or a service provider including but not limited to Telstra, SA Water and/or United Water, Boral, Origin Energy Limited or any other federal, state or local government department or authority or any other adjoining property owner.
- 3.8.2 If any damage specified in clause 3.8.1 does occur, without limiting the provisions contained in clause 3.4, the Applicant

agrees to indemnify the Council to the full extent permitted by law against any claim made against the Council for such damage and the Applicant agrees to make good any such damage or to reimburse the Council for any cost or expense it incurs in making good the damage.

3.9 Permitted Use

Not to use of the Road for a business purpose (as defined Section 222 of the LG Act) other than in accordance with the Permit.

3.10 Notification of Damage

- 3.10.1 The Applicant must when using the Road pursuant to the Permit take all reasonable precautions to avoid damage to the Road and any part of the Road in the immediate vicinity of the permit.
- 3.10.2 If the Applicant does cause any damage to the Road or any part of the Road, or any of Council's property as a result of the Applicant's use or misuse of the Road, the Applicant must at its own cost and expense immediately rectify the damage and reinstate the Road to the reasonable satisfaction of the Council.
- 3.10.3 If the Applicant fails to rectify and repair any such damage to the Road, or any Council owned property pursuant to clause 3.10.2, the Council may undertake the rectification and repairs itself, without formal notice having been given to the Applicant and the Council shall be entitled to recover from the Applicant as a liquidated debt any costs incurred in doing so.

4. MUTUAL COVENANTS

4.1 Warranty

The Applicant acknowledges that the Council does not warrant that the Road will, for the duration of the Permit, be structurally or otherwise suitable for the Business Purpose.

4.2 Agreement Not Transferable

This Agreement is not transferable.

4.3 Execution of Agreement

The Permit is not effective until the Applicant has received a copy of this Agreement signed by the Council.

4.4 Contractual Rights Only

This Agreement does not confer on the Applicant any exclusive right, entitlement or proprietorial interest in the Road.

4.5 Termination of Permit

The Permit will immediately cancel on the earlier of:

4.5.1 the expiration of the Permit Period; or

4.5.2 the termination of the Permit by the Council as permitted under this Agreement.

4.6 Consequences of Termination or Expiry

Upon the expiration or earlier termination of the Permit and subject to the Applicant being granted a new permit pursuant to Section 222 of the LG Act, the Applicant must return the Road to its condition at the granting of the permit to the satisfaction of the Council.

4.7 Breach

- 4.7.1 If the Applicant breaches a provision of the Permit, and such breach is capable of remedy, it will have 7 days from the receipt of a notice from Council advising of the breach (**Notice**) and if the Applicant fails to remedy the breach within 7 days of the Notice, the Council may give the Applicant a written notice in respect of the breach and the proposed termination of the Permit.
- 4.7.2 If the Council does give the Application a Notice, such Notice must advise the Applicant:
 - 4.7.2.1 that it is in breach of the Permit;
 - 4.7.2.2 the grounds on which the Council proposes to terminate the Permit: and
 - 4.7.2.3 allow the Applicant a reasonable time period within which it may give the Council written representations on the proposed termination.
- 4.7.3 If the Council receives written representations from the Applicant with respect to the proposed termination of the Permit, the Council must consider all representations.
- 4.7.4 The Council must, after having considered all representations from the Applicant confirm in writing to the Applicant that:
 - 4.7.4.1 the Council accepts the written representations made by the Applicant and that the Permit will not be terminated; or
 - 4.7.4.2 the Council does not accept the written representations and that the Permit is terminated, effective immediately.
- 4.7.5 If the Council serves a notice on the Applicant in accordance with clause 4.7.2, the time period specified in the notice must be at least 1 month, unless the Council determines that a shorter period should apply to protect the health or safety of the public or otherwise to protect the public interest.

4.8 **GST**

4.8.1 For the purposes of this clause 4.8;

- 4.8.1.1 **the GST Act** means the A New Tax System (Goods and Services Tax) Act 1999 ("GST Act").
- 4.8.1.2 **GST** has the same meaning as that term in Section 195-1 of the GST Act.
- 4.8.1.3 **Tax Invoice** has the same meaning as that term in Section 195-1 of the GST Act.
- 4.8.1.4 **Taxable Supply** means a taxable supply and has the same meaning as that term in the GST Act.
- 4.8.2 All monies payable by the Applicant to the Council pursuant to the Permit (Payments) do not include any GST.
- 4.8.3 If when making a Payment to the Council, such Payment constitutes a Taxable Supply within the meaning of the GST Act, the Applicant shall also pay an amount on account of GST equal to the Payment multiplied by the current GST rate (GST Amount).
- 4.8.4 Upon receipt of the Payment and the GST Amount, the Council will provide the Applicant with a Tax Invoice in a form compliant with the GST Act.
- 4.8.5 Clause 4.8.2 does not apply to the extent that the Fee is expressly stated to already include an amount on account of GST.

4.9 **Costs**

- 4.9.1 The Applicant is responsible for the costs incurred by the Council in preparing this Agreement.
- 4.9.2 The Applicant is responsible for all costs incurred by the Council as a consequence of any actual or threatened breach by the Applicant.

5. **FEE REVIEW**

5.1 **CPI**

5.1.1 The Fee will be reviewed and adjusted effective from the dates specified on the Application Form (each called the **Relevant Review Date**) so that the Fee shall be recalculated and adjusted by a proportion equivalent to the proportional change in the Consumer Price Index (**the CPI**) over the Review Period.

For the purposes of this clause 5.1:

- 5.1.1.1 **CPI** means the consumer price index for Adelaide, All Groups, published from time to time by the Commonwealth Bureau of Statistics.
- 5.1.1.2 A reference to the CPI at a particular point in time means the CPI which has been published and is then current.

- 5.1.1.3 The **Review Period** means the period from the day immediately preceding the Relevant Review Date to the day immediately preceding the date on which the Fee was last reviewed and in the case of the first review of the Fee, then the Commencement Date.
- 5.1.2 If there is any delay in ascertaining any adjustment of the Fee, the Applicant will continue to pay the Fee payable immediately before the Relevant Review Date and upon ascertainment of the Fee to apply as from the Relevant Review Date, any necessary adjustment will be made between the Applicant and the Council and thereafter the Fee will be paid at the new rate.

5.2 Fixed Review

- 5.2.1 The Fee will be reviewed and adjusted effective from the dates specified on the Application Form (each called the **Relevant Review Date**) and by the rate on the Application Form .
- 5.2.2 The Fee on and from the Relevant Review Date is calculated as follows:

$$R_2 = R_1 \times (1+F)$$

5.2.3 For the purposes of clause 5.2.2:

R2 is the Fee after the Relevant Review Date;

R1 is the Fee immediately before the Relevant Review Date (disregarding any abatements, incentives or reductions); and

F is the rate set out in on the Application Form in relation to that Relevant Review Date.

5.3 General

- 5.3.1 The Fee may be reviewed at any time from a Relevant Review Date even if the review is instituted after the Relevant Review Date.
- 5.3.2 Regardless of the outcome of any review under this clause 5, the Fee as reviewed hereunder will not decrease.
- 5.3.3 Nothing in the Permit shall prevent the parties from negotiating and agreeing upon the Fee to apply from the Relevant Review Date without following the above procedures.