

ITEM NUMBER: 13.1

ATTACHMENT 3

CONFIDENTIAL MINUTES – AUDIT COMMITTEE 23 AUGUST 2017 (Report 303/17)

Pursuant to Section 83(5) of the Local Government Act 1999 the Report attached to this agenda and the accompanying documentation is delivered to the Audit Committee Members upon the basis that the Audit Committee consider the Report and the documents in confidence under Part 3 of the Act, specifically on the basis that the Audit Committee will receive, discuss or consider:

- d. commercial information of a confidential nature (not being a trade secret) the disclosure of which could reasonably be expected to prejudice the commercial position of the person who supplied the information, or to confer a commercial advantage on a third party; and would, on balance, be contrary to the public interest.**

Confidential Minutes of the Audit Committee Meeting of the City of Holdfast Bay held in the Mawson Room, Brighton Civic Centre, 24 Jetty Road, Brighton on Wednesday 23 August 2017.

14. ITEMS IN CONFIDENCE

14.1 Loan Receivables (Report No: 290/17)

Motion – Exclusion of the Public – Section 90(3)(d) Order

- 1 That pursuant to Section 90(2) of the *Local Government Act 1999* Audit Committee hereby orders that the public be excluded from attendance at this meeting with the exception of the Staff in attendance at the meeting in order to consider Report No: 290/17 Loan Receivables in confidence.**
- 2. That in accordance with Section 90(3) of the *Local Government Act 1999* Audit Committee is satisfied that it is necessary that the public be excluded to consider the information contained in Report No: 290/17 Loan Receivables on the following grounds:**
 - d. pursuant to section 90(3)(d) of the Act, the information to be received, discussed or considered in relation to this Agenda Item is commercial information of a confidential nature (not being a trade secret) the disclosure of which could reasonably be expected to prejudice the commercial position of the person who supplied the information, as this would prejudice the commercial position who supplied the information.**

In addition, the disclosure of this information would, on balance, be contrary to the public interest. The public interest in public access to the meeting has been balanced against the public interest in the continued non-disclosure of the information. The benefit to the public at large resulting from withholding the information outweighs the benefit to it of disclosure of the information.
- 3. The Audit Committee is satisfied, the principle that the meeting be conducted in a place open to the public, has been outweighed by the need to keep the information or discussion confidential.**

Moved Mr Spadavecchia, Seconded Mr Wood

Carried

In order to complete the financial statements for the year ended 30 June 2017 an assessment is required of community loans that are owed to Council and whether there is any objective evidence that they will not be fully repaid. This assessment has been done and it is presented to the Audit Committee for review.

Motion

That the Audit Committee advises Council that:

- 1. it has received and considered an assessment of community loans receivable as at 30 June 2017;**
- 2. the current impairment amount of \$400,000 be increased by \$117,780 to \$517,780 for impairment of community loans receivable as at 30 June 2017;**
- 3. in accordance with Accounting Standards the impairment amount be reviewed and updated annually.**

Moved Mr Tu, Seconded Mr Wood

Carried

RETAIN IN CONFIDENCE - Section 91(7) Order

That having considered Agenda Item 14.1 Loan Receivables (Report No: 290/17) in confidence under section 90(2) and (3)(d) of the *Local Government Act 1999*, the Audit Committee, pursuant to section 91(7) of that Act orders that the report, attachments and minutes be retained in confidence for a period of six months and the Chief Executive Officer is authorised to release the documents when the Audited Financial Statements are presented to Council.

Moved Mr Spadavecchia, Seconded Mr Wood

Carried

CONFIRMED

25 October 2017

CHAIRMAN