



Eastern Waste Management Authority Special Board Meeting

Agenda

Tuesday 28 July 2026

Notice is hereby given that a special meeting of the Board of the Eastern Waste Management Authority
will be held via MS Teams
on Tuesday 28 July 2026 commencing at 5:00 pm.

A handwritten signature in black ink, appearing to be 'L. Leyland'.

Leonard Leyland
General Manager

Acknowledgement of Country

We would like to acknowledge this land that we meet on today is the traditional lands for the Kurna people and that we respect their spiritual relationship with their country.

We also acknowledge the Kurna people as the custodians of the Adelaide region and that their cultural and heritage beliefs are as important to the living Kurna people today.



Agenda

Eastern Waste Management Authority Special Meeting of the Board of Management

Meeting to be held on Tuesday 28 July 2026 commencing at 5:00pm,
via MS Teams:

Microsoft Teams meeting

Join: <https://teams.microsoft.com/meet/48977091715971?p=eyF1clFXktceccGdBv>

Meeting ID: 489 770 917 159 71

Passcode: o2n6TL29

1. Present

2. Acknowledgement of Country

3. Apologies

4. Declarations of Interest

5. Reports

5.1 Legal Review of the East Waste Charter Page 4

6. Confidential Reports

6.1 2026/08 - Receipt and Processing of Recycling Material Tender Page 56

6.2 Review of East Waste Charter – Further Legal Opinion Page 102

7. Next Meeting of the Board

The next Ordinary Board Meeting is proposed to be held at 5.30 pm on :
Thursday 24 September 2026, at the Mayor's Parlour, City of Norwood, Payneham & St Peters,
175 The Parade, Norwood.

7. Closure of Meeting

5.1 Legal Review of the East Waste Charter

Report Author:	Executive Administration Officer
Responsible Officer:	General Manager
Attachments	A: East Waste Charter Amendment Tracking Table with Legal Opinion B: Clean Version of Draft Revised East Waste Charter

Purpose and Context

This report presents the East Waste Board (Board) with an update on the review of the East Waste Charter (Charter), confirming that in accordance with the Board's resolution of 25 June 2026, Norman Waterhouse Lawyers have reviewed and commented on the proposed amendments to the East Waste Charter.

It is recommended that the Board consider suspending Meeting Procedures in order to have a full and frank discussion on the legal advice received.

Recommendation/s of the Administration

That the East Waste Board

- 1. Notes that the draft revised East Waste Charter was provided to Norman Waterhouse Lawyers for formal consideration and opinion in accordance with the Local Government Act 1999 and the existing East Waste Charter.*
- 2. Endorses the draft revised East Waste Charter as provided in Attachment B (clean version) (Item 5.1, East Waste Special Board Meeting 28 July 2026) incorporating legal advice as outlined in this report.*
- 3. That Administration be authorised to make changes of a minor technical or formatting nature to the revised East Waste Charter.*

Strategic Link

Objective 5. Provide Leadership

Strategy 5.4 Quality and transparent Corporate (Governance and Financial) activities.

Background

At its meeting on 30 April 2026, the East Waste Board (Board) considered a report on the review of the East Waste Charter and endorsed a series of proposed amendments for consultation with the Chief Executive Officers of the Constituent Councils.

In accordance with that resolution, the draft amended Charter endorsed by the Board was distributed to the Chief Executive Officers (CEOs) for review and comment. Administration met with the CEOs on 26 May 2026 to receive and consider their feedback on the proposed amendments, as well as any additional amendments they considered appropriate.

The proposed amendments to the Charter, as identified by the Board (green text) and the CEOs (purple text), have been drafted and presented in table format at **Attachment A** for ease of reference. Final (proposed amendments) following review by NWL are included in blue text.

Discussion

At the Ordinary East Waste Board meeting of 25 June 2025, the Board resolved (in part):

That the East Waste Board:

1. *Authorises the General Manager to submit the revised East Waste Charter to Norman Waterhouse Lawyers for formal consideration and opinion in accordance with the Local Government Act 1999 and the existing East Waste Charter.*
2. *That Administration seek legal advice on the application of Clause 21.1.1 of the existing Charter regarding 'the appointment for a three year term'.*
3. *Requests that the General Manager on receipt of the requested legal advice circulate the advice and revised draft East Waste Charter to the East Waste Board of Directors for endorsement via circular resolution.*

In accordance with the above resolution legal opinion was sought from Felice D' Agostino, Partner, Norman Waterhouse Lawyers (NWL).

Legal Opinion regarding Clause 21.1.1 of the East Waste Charter.

Clause 21.1.1 of the East Waste Charter reads as follows:

Subject to the provisions of Clauses 33.1 and 33.2 the Board shall consist of nine Directors appointed as follows one person appointed by each Constituent Council which person may be an officer, employee, elected member of a Constituent Council or an independent person who will be appointed for a three-year term.

The Board sought clarity as to whom the 'three- year term' applied.

NWL advised as follows:

The reference to the three- year term applies to the Director appointed by each Constituent Council irrespective of whether that person (sic) is an officer, employee or elected member of a Constituent Council or an independent person. This does present a potential issue in the case of an elected member who is appointed a Director noting that Council member terms are 4 years. Therefore, a casual vacancy could arise where a Council member is appointed a Director for a 3 year term part way through their 4 year Council member term and is not re-elected.

It should be noted that the CEOs stated it is at the discretion of each Constituent Council as to the term of appointment for their Directors. A clearer amendment to clause 21.1.1 is proposed as follows:

*Subject to the provisions of clauses 33.1 and 33.2 the Board shall consist of nine Directors appointed as follows one person appointed by each Constituent Council which person may be an officer, employee, elected member of a Constituent Council or an independent person who will be appointed for a **term as determined by the Constituent Council**.*

Legal Review of the Proposed Amendments to the Draft Revised Charter.

Significant Amendments the Board Meeting of June 2025

A summary of significant proposed amendments to the draft revised Charter following legal review are detailed in the table below.

A copy of all proposed amendments as considered by the East Waste Board, the Constituent Council CEOs and NWL is included at **Attachment A** to this report.

Clause	Existing Text		
9.2	Purpose and Functions	Rationale for Amendment/ Inclusion	Amendment
	Two new sub clauses have been included to incorporate the change in costing model.	Two new sub clauses have been included to incorporate the change in costing model.	9.2.3 such functions as are specified and undertaken in accordance with a service level agreement adopted by the Authority for the particular service or work to be provided to one or more Constituent Councils on the basis that the service level agreement will be reviewed and updated annually by the Authority, or more frequently if required. 9.2.4 such functions as may be set out in a service level agreement that constitute additional services or works or extensions to existing services or works and undertaken in accordance with a service level agreement adopted by the Authority for the particular service or work to

			be provided to one or more Constituent Councils.
24	Register of Interests	Rationale for Amendment	Amendment
	A Director is required to submit returns to the Authority under Chapter 5, Part 4, Division 2 of the Act. This includes Constituent Councils being required to set the fee for a copy of the Register.	- Updated legislative reference. - Inclusion of notice of statutory suspension. - It is proposed that no fee be charged for a person to be provided with a copy of the Register. Constituent Councils did not have a unified view on the amount to be charged.	Clause 24 24.1 A Director is required to submit a return, to the Authority in accordance with Subdivision 2 Division 1 Part 4 Chapter 5 of the Act. 24.2 If a Director fails to submit a Return before the expiration of one month from the end of the period the return was to be submitted, the Directors is suspended from office until the return is submitted. 24.3 A person is entitled to a copy of the Register at no charge.
27	Board Performance	Rationale for Inclusion	Inclusion
		The CEOs were supportive of the Board and Board Committees undergoing a performance evaluation. They requested more rigour around the review and evaluation process.	Clause 27 27.1 The Board will review and evaluate its own performance as against, without limitation: a) the Business Plan

			b) the Annual Plan c) other adopted plans. 27.2 The Board will review the performance of its committees at least once each year. 27.3 The Board may determine the most appropriate method for assessment, which may include qualitative and quantitative measures such as self-assessment questionnaires, peer reviews, or one-on-one interviews with the Chair
31	Audit Committee	Rationale for Amendment	Amendment
	As a matter of record, the Authority is required to establish an audit committee and Schedule 2, Clause 30 of the Act governs the constitution and functions of the audit committee.	Given the administrative burden for the Constituent Councils to appoint a person to East Waste's Audit & Risk Management Committee the majority of the CEO's believe that the Constituent Councils would be willing to delegate this power.	Clause 31 In accordance with Section 44(1) of the Act, the power of the Constituent Councils pursuant to clause 30(3) Schedule 2 of the Act to determine or approve the members of the audit committee are delegated to the Authority subject to the Authority complying with the requirements applying to the membership of the audit committee

It is at the discretion of the Board as to which amendments are included in the revised draft Charter for presentation to the Constituent Councils.

Conclusion

The draft revised East Waste Charter (**Attachment B**) reflects the East Waste Board Constituent Council CEOs' feedback and legal opinion from Norman Waterhouse Lawyers. The content has been updated to reflect current business operations and legislative requirements. Ambiguous clauses have been removed to improve interpretation.

NEXT STEPS

It is recommended, subject to the endorsement of the East Waste Board, that the revised draft Charter as included at **Attachment B** to this report undergoes the process documented below:

1. Legal Review (Early July 2026)

The purpose of obtaining a legal review of the revised Charter is to confirm statutory compliance, strengthen the governance framework, and reduce legal and procedural risk before Constituent Council approvals. Key benefits include:

- ensuring the amendments align with the *Local Government Act 1999* and related instruments.
- validating delegations, financial and contracting limits, dispute resolution, and withdrawal/winding-up provisions.
- tightening drafting (definitions, cross-references, and clarity) to minimise ambiguity.
- confirming consistency with existing policies and instruments.
- providing an independent, defensible opinion that supports Board decision-making and Constituent Council confidence in the updated Charter.

2. Endorsement of Charter Following Legal Opinion (Mid July 2026)

Following the legal review of the revised Charter by legal representatives Administration proposes to circulate the updated Charter to Board Directors via circular resolution to seek feedback on the final draft Charter amendments.

Update to action: This is now being considered at the Special Board Meeting of 28 July 2026.

3. Consideration of updated Charter by Constituent Councils (August 2026)

The revised East Waste Charter will be formally circulated to Constituent Councils for consideration and approval in accordance with the requirements of the *Local Government Act 1999* and the existing Charter.

4. East Waste Board Meeting 24 September 2026

The East Waste Board considers the feedback on the updated Charter from the Constituent Councils. The updated East Waste Charter is adopted by the East Waste Board.

5. Statutory Process (October 2026)

Schedule 2, Part 19, Clause (5) of the Local Government Act 1999 sets out the process to be followed once the content of the Charter as has been agreed to by the Constituent Councils.

- A copy of the 'new' East Waste Charter is to be forwarded to the Minister for Local Government.
- A copy of the Charter, as amended, is to be placed on the East Waste website and the websites of the Constituent Councils.
- A notice of the fact of the amendment and a website address at which the Charter is available for review must be placed in the Government Gazette.

EAST WASTE 2026 CHARTER REVIEW – PROPOSED AMENDMENT TRACKING TABLE – LEGAL OPINION

Clause		Proposed Revision	Board Appetite	CEO Appetite	Comments	NWL Comment	Final Draft Amendment.
3.6	Notwithstanding Clause 3.5, the first review of this Charter is to be completed two years from the date of Gazettal of the Charter.	Notwithstanding Clause 3.5, the first review of this Charter is to be completed two years from the date of Gazettal of the Charter.	Support	Support			Clause 3.6 - Removed.
9.2	Details functions may be undertaken by the Authority but only where required or directed by one or more Constituent Councils and charged directly to the Council or Councils so requiring or directing:		Not raised	Amendment requested to align with Service Level Agreements.	The following two clauses are proposed to be included: 9.2.3 in accordance with the agreed Service Level Agreement, services will be delivered in line with the standard service offering. The Service Level Agreement is an operational document and will be reviewed and updated annually, or more frequently if required. 9.2.4 as set out in the Service Level Agreement, additional work or extensions to existing work may be undertaken under an on-charge arrangement, with direct invoicing to the relevant Constituent Council.	I am not clear as to the amendment that is sought to be made here. Clause 9.2 sets out functions that may be undertaken by the Authority. The proposed new clauses do not describe functions that may be undertaken by the Authority. These clauses appear to say the same things as other clauses. The Authority has the power to contract with any person (which I consider would include a Constituent Council). Clauses 10.20 and 10.21 empower the Authority to charge the Constituent Councils the costs of providing/ delivering services. In addition, clause 9.2 already states that the specified functions may be undertaken by the Authority to a Constituent Council and charged directly to that Constituent Council. What are the 'functions' and/or 'work' undertaken by the Authority in accordance with service level agreements? Are they different to 'services' referred to in clauses 10.20 and 10.21? The wording of the proposed new clauses 9.2.3 and 9.2.4 appear to state how services are to be delivered (ie, in accordance with the Service Level Agreement) and that there may be a charge for additional work and extensions to existing work (although it is not clear what is meant by 'work'). However, these proposed new clauses do not state the functions that may be undertaken which is what clause 9.2 is directed to, in my view. In addition, it is not clear if the service level agreement is an agreement between the Authority and a Constituent Council as the proposed new clauses refer to it being an	Clause 9.2 The following functions may be undertaken by the Authority but only where required or directed by one or more Constituent Councils and charged directly to the Council or Councils so requiring or directing: 9.2.1 to promote the minimisation of Waste in the areas of the Constituent Councils. 9.2.2 to promote the recycling of recyclable materials in the areas of the Constituent Councils. 9.2.3 such functions as are specified and undertaken in accordance with a service level agreement adopted by the Authority for the particular service or work to be provided to one or more Constituent Councils on the basis that the service level agreement will be reviewed and updated annually by the Authority, or more frequently if required. 9.2.4 such functions as may be set out in a service level agreement that constitute additional services or works or extensions to existing services or works and undertaken in accordance with a service level agreement adopted by the Authority for the particular service or work to be provided to one or more Constituent Councils.

Clause		Proposed Revision	Board Appetite	CEO Appetite	Comments	NWL Comment	Final Draft Amendment.
						operational document and subject to review. If what is intended is to state that the functions of the Authority include functions set out in a service level agreement, which is not an agreement per se but a document adopted by the Authority setting out services to be provided and service levels, then I suggest the following wording: <i>such functions as are specified and undertaken in accordance with a service level agreement adopted by the Authority for the particular service or work to be provided to one or more Constituent Councils on the basis that the service level agreement will be reviewed and updated annually by the Authority, or more frequently if required.</i> <i>such functions as may be set out in a service level agreement that constitute additional services or works or extensions to existing services or works and undertaken in accordance with a service level agreement adopted by the Authority for the particular service or work to be provided to one or more Constituent Councils.</i>	
19(d)(viii)	A Special Decision means any of the following: employ any employees.	employ any employees.	Supported	Supported	Removed	Nil.	Clause 19(d)(viii)- Removed
21.1.1	Subject to the provisions of Clauses 33.1 and 33.2 the Board shall consist of nine Directors appointed as follows: one person appointed by each Constituent Council which person may be an officer, employee, elected member of a Constituent Council or an independent person who will be	Subject to the provisions of Clauses 33.1 and 33.2 the Board shall consist of nine Directors appointed as follows: - one person appointed by each Constituent Council having regard for: - the skills, knowledge and experience required to support the Authority's strategic needs;	Supported	Role of Chair not supported. Filling skills gaps not supported.	This proposed amendment was well debated by the CEOs with the CEO's conceding that in an ideal world the amendments would be workable. However, the CEOs noted that appointments will be made by their Constituent Councils, which typically prefer to appoint from within. This consequently may restrict the appointee's skill set. A view was held that the Chair would be overstepping should they be involved in the process. However, it was agreed that the Chair or the Administration could write to the Constituent Councils prior to Board appointments highlighting desired skills, knowledge and experience of new appointees. It is proposed that Clause 21.1.1 be amended as follows:	I suggest slightly revised wording as follows to improve the readability of the clause and to avoid using strict language like 'required': <i>Subject to the provisions of Clauses 33.1 and 33.2 the Board shall consist of nine Directors appointed as follows:</i> <i>one person appointed by each Constituent Council for a three-year term:</i> <i>which person may be an officer, employee or elected member of a Constituent</i>	Clause 21.1.1 Subject to the provisions of Clauses 33.1 and 33.2 the Board shall consist of nine Directors appointed as follows: - one person appointed by each Constituent Council for a term as determined by the Constituent Councils.: - which person may be an officer, employee or elected member of a Constituent Council or an independent person; and

Clause		Proposed Revision	Board Appetite	CEO Appetite	Comments	NWL Comment	Final Draft Amendment.
	appointed for a three-year term.	- and any identified gaps in capability; and - following consultation with the Chair. one person appointed by each Constituent Council which person may be an officer, employee, elected member of a Constituent Council or an independent person who will be appointed for a three-year term.			Subject to the provisions of Clauses 33.1 and 33.2 the Board shall consist of nine Directors appointed as follows: one person appointed by each Constituent Council having regard for the skills, knowledge and experience required to support the Authority's strategic needs. with one person appointed by each Constituent Council which person may be an officer, employee, elected member of a Constituent Council or an independent person who will be appointed for a three-year term.	Council or an independent person; and having regard to the skills, knowledge and experience of a Director that would best support the Authority.	having regard to the skills, knowledge and experience of a Director that would best support the Authority.
21.1.2	one independent person (who shall be the Chair) appointed jointly by Absolute Majority of the Constituent Councils for a three-year term (and at the expiration of the term is eligible for re-appointment) who is not an officer, employee or elected member of a Constituent Council, but who has expertise in...	one independent person (who shall be the Chair) appointed jointly by Absolute Majority of the Constituent Councils for a three-year term (and at the expiration of the term is eligible for re-appointment for a further two three-year terms, being nine consecutive years in total) who is not an officer, employee or elected member of a Constituent Council, but who has expertise in:	Supported	Supported	Supported	I suggest slightly revised wording as follows to improve readability and also to provide flexibility in the event there was a desire to appoint the Chair as a Board Member at the conclusion of a 9 year term of office as Chair: <i>one independent person who is not an officer, employee or elected member of a Constituent Council appointed jointly by Absolute Majority of the Constituent Councils to be the Chair for a three-year term (and at the expiration of their term is eligible for re-appointment save that no person may be appointed the Chair for more than 9 consecutive years), and who has expertise in:</i>	<i>Clause 21.1.2</i> one independent person who is not an officer, employee or council member of a Constituent Council appointed jointly by Absolute Majority of the Constituent Councils to be the Chair for a three-year term (and at the expiration of their term is eligible for re-appointment save that no person may be appointed the Chair for more than 9 consecutive years), and who has expertise in:
22.5	The office of a Director becomes vacant if the Director...	The office of a Director becomes vacant if the Director...(include) - The Director is removed from office by the Constituent Councils by written notice. - Fails to submit a Return as required by the Charter.	Not supported	Supported	The CEOs found merit in both proposed amendments. - The ability for council to remove a Director and appoint another for a variety of reasons. - The penalty for failure to submit a Return was considered a valid inclusion as it aligns with the penalties for such a failure in the <i>Local Government Act 1999</i> (the Act). Administration have slightly amended the clause as put to align more closely with the Act. - The Director is removed from office by the Constituent Councils by written notice. - Fails to submit a Return as required by the Act.	Under the <i>Local Government Act 1999 (the Act)</i>, the consequences of a Council member failing to submit a return is they are suspended from office until they submit their return. If the Council member is suspended for a continuous period of 6 months, the Council is required to apply to SACAT for an order disqualifying the member. I suggest slightly revised wording as set out below to align more precisely with clause 20(4) Schedule 2 of the Act which sets out the circumstances when a vacancy arises. - is removed from office by the Constituent Councils by written notice; - fails to submit a return for the purposes of a Register of Interests in accordance with the Act.	<i>Clause 22.5</i> The office of a Director becomes vacant: - in any of the circumstances set out in the Act for when the office of a board member of a regional subsidiary becomes vacant; - if the Director is removed from office by the Constituent Council that appointed them; - if the Director was when appointed a council member or employee of the Constituent Council who appointed them and ceases to be a council member or

Clause		Proposed Revision	Board Appetite	CEO Appetite	Comments	NWL Comment	Final Draft Amendment.
						Alternatively, the Charter could more simply provide that the office of a Director becomes vacant: - in any of the circumstances set out in the Act for when the office of a board member of a regional subsidiary becomes vacant; - if the Director was when appointed a council member or employee of the Constituent Council who appointed them and ceases to be a council member or employee of that Constituent Council; - if the Director was appointed by a Constituent Council, which ceases to be a Constituent Council.	employee of that Constituent Council; if the Director was appointed by a Constituent Council, which ceases to be a Constituent Council.
24	Register of Interests A Director is required to submit returns to the Authority under Chapter 5, Part 4, Division 2 of the Act			Seek delegation for the setting of the fee for a copy of the Register of Returns. The CEOs were not supportive of delegating the power to the East Waste Board to set the fee to be paid by a person seeking a copy of the Register of Returns. However, they proposed that the fee be set at one dollar. 38.2 For the purposes of Section 72(4) of the Local Government Act 1999 the Constituent Councils set the fee for a copy of the Register at \$1.	- S72(4) of the Act states that a person is entitled on payment of a fee fixed by the subsidiary's constituent councils, a copy of the Register - The Constituent Councils did not agree on a set fee last year. If we could add in that a copy is available free of charge that would be good.	In relation to a failure to submit a return, as Subdivision 2 Division 1 Part 4 Chapter 5 applies to the Authority, if a Board member fails to submit a return before the expiration of one month from the end of the period the return was to be submitted, the Board member is suspended from office until the return is submitted. Please note there are other requirements/consequences that arise where a Board member fails to submit a return including: - the CEO (it is not clear if this is the Authority CEO or Constituent Council CEOs – therefore I suggest the Constituent Council CEOs authorise the Authority CEO to do this step and the following steps) must notify the Board member (by registered post) of their failure to comply and the consequences. - the Board member is not entitled to any allowance, reimbursement of expense, service or other form of support while suspended. - If a return is submitted the CEO must publish notice on a website of the date the return is submitted and the suspension is revoked. - If a Board member is suspended for more than 6 months the Authority must apply to SACAT for an order disqualifying the Board member from office.	Clause 24 24.1 A Director is required to submit a return, to the Authority in accordance with Subdivision 2 Division 1 Part 4 Chapter 5 of the Act. 24.2If a Director fails to submit a Return before the expiration of one month from the end of the period the return was to be submitted, the Directors is suspended from office until the return is submitted. 24.3 A person is entitled to a copy of the Register at no charge.

Clause		Proposed Revision	Board Appetite	CEO Appetite	Comments	NWL Comment	Final Draft Amendment.
27	Board Performance – no existing clause	The Board will review and evaluate its own performance and the performance of its committees at least once each year. The Board may determine the most appropriate method for assessment, which may include qualitative and quantitative measures such as self-assessment questionnaires, peer reviews, or one-on-one interviews with the Chair.	Supported	Supported	The CEOs were supportive of the Board and Board Committees undergoing a performance evaluation. They requested more rigour around the review and evaluation process. Accordingly, the clause below has been refined: The Board will review and evaluate its own performance against the objectives listed in East Waste's suite of strategic plans at least once per annum. Board committees will review and evaluate their own performance against the objectives listed in their Terms of Reference at least once per annum. The Board may determine the most appropriate method for assessment, which may include qualitative and quantitative measures such as self-assessment questionnaires, peer reviews, or one-on-one interviews with the Chair. Written copies of all performance evaluations shall be submitted to the Constituent Councils for information. Note: The performance of the Board and Committees is reported, in part, through East Waste's Annual Report.	The reference in the proposed new clause to East Waste's 'suite of strategic plans' is ambiguous, and I suggest more specificity should be provided. The Charter does not require the Authority to adopt a strategic plan, although I note the website for the Authority includes a strategic plan. Is this the suite of strategic plans referred to? In relation to committees, I suggest consideration be given to the review of the performance of committees being undertaken by the Board. Revised advice I suggest the following wording: The Board will review and evaluate its own performance as against, without limitation: - the Annual Plan - the Business Plan - other adopted plans I have drafted the above clause broadly by stating 'without limitation' and including 'other adopted plans'. The latter term is used in the Charter (see clause 30.8.8). Clause 44.3 of the Charter provides the LTFP and AMP forms part of the Business Plan. In relation to committees, I suggest consideration be given to the review of the performance of committees being undertaken by the Board.	Clause 27 27.1 The Board will review and evaluate its own performance as against, without limitation: a) the Business Plan b) the Annual Plan c) other adopted plans. 27.2 The Board will review the performance of its committees at least once each year. 27.3 The Board may determine the most appropriate method for assessment, which may include qualitative and quantitative measures such as self-assessment questionnaires, peer reviews, or one-on-one interviews with the Chair
31	Audit Committee	Seek appetite for delegation of appointment process			Given the administrative burden for the Constituent Councils to appoint a person to East Waste's Audit & Risk Management Committee the majority of the CEO's believe that the Constituent Councils would be willing to delegate this power. Accordingly, the following clause has been included in the clean version of the Charter: 32.2 The Constituent Councils delegate the power contained in Schedule 2, Part 30, Clause 3 of the Local Government Act 1999, to the East Waste Board to determine or approve persons as members of the East Waste Audit & Risk Management Committee.	Including in the Charter the delegation of the power to appoint persons to the Audit and Risk Committee reduces flexibility as there would likely need to be an amendment to the Charter in the event the Constituent Councils determined at any point in the future they no longer wish to delegate this power. This can be achieved by a simple resolution by each Constituent Council rather than including it in the Charter. In addition, the delegation would need to be expressed as being made to the Authority and not the Board as a council can delegate to a subsidiary not a board. The board is not	Clause 31 In accordance with Section 44(1) of the Act, the power of the Constituent Councils pursuant to clause 30(3) Schedule 2 of the Act to determine or approve the members of the audit committee are delegated to the Authority subject to the Authority complying with the requirements applying to the membership of the audit committee

Clause		Proposed Revision	Board Appetite	CEO Appetite	Comments	NWL Comment	Final Draft Amendment.
						the entity to which the delegation would be provided but is the vehicle through which the subsidiary makes decisions and exercises powers.	
45	ABOUT NON-CORE ACTIVITIES	Where before the date this Charter becomes effective the Authority has committed to a Non-core Activity: 45.1.1 a Non-core Plan for that Non-core Activity must be prepared by the Chief Executive Officer and approved by Board resolution no later than 30 June 2013, so far as that Non-core Activity at the time then remains to be performed; and 45.1.2 all the Constituent Councils are taken to be participants in that Non-core Activity with Non-core Shares equal to their Core Shares. 45.2 After the date this Charter becomes effective, the Authority must not tender for or commit to a Non-core Activity except in compliance with this Charter.	Not considered		The CEOs recommended removal of Clause 45 – Non Core activities as there appears no operative role for this clause beyond the draft related to a 2013 update. 1. ABOUT NON CORE ACTIVITY 1.1 Where before the date this Charter becomes effective the Authority has committed to a Non-core Activity: 1.1.1 a Non-core Plan for that Non-core Activity must be prepared by the Chief Executive Officer and approved by Board resolution no later than 30 June 2013, so far as that Non-core Activity at the time then remains to be performed; and 1.1.2 all the Constituent Councils are taken to be participants in that Non-core Activity with Non-core Shares equal to their Core Shares. 1.2 After the date this Charter becomes effective, the Authority must not tender for or commit to a Non-core Activity except in compliance with this Charter.	Nil.	Clauses 45.1.1 and 45.1.2 - Removed
67.2	If the Authority employs any person, it must register with the Local Government Superannuation Scheme and the Local Government Association Workers Compensation Scheme and comply with the rules of those Schemes.	The parties agree that the Employer will pay Employer superannuation contributions in respect of each Employee into Hostplus, or the Employee may nominate their own Superannuation Fund. Where an Employee does not nominate an alternate fund, the default shall be Hostplus Super. No Employee will be disadvantaged with the amount contributed	Supported	Supported	The CEOs requested that the proposed amendment be adjusted. The clause has been amended to read as follows. The parties agree that the Employer will pay Employer superannuation contributions in respect of each employee in accordance with the Employee Superannuation Guarantee (Administration) Act 1992. The CEOs suggested that this matter be listed under a unique heading. It is included under clause 34	I query the necessity to include this clause which appears just to state the law.	A specific clause dealing with superannuation was not included as it is included in other legislation.

Clause		Proposed Revision	Board Appetite	CEO Appetite	Comments	NWL Comment	Final Draft Amendment.
		to superannuation by the Employer regardless of superannuation fund.					
	Not existing	East Waste will indemnify its employees against any civil liability incurred by the employee for an honest act or omission in the exercise, performance or discharge or purported exercise performance or discharge of powers, functions and duties of the employee under the Local Government Act 1999 or any other Act.	Supported	Supported	The CEOs suggested that this matter be listed under a unique heading. It is included under clause 35.		Clause 33.3 East Waste will indemnify its employees against any civil liability incurred by the employee for an honest act or omission in the exercise, performance or discharge or purported exercise performance or discharge of powers, functions and duties of the employee under the Local Government Act 1999 or any other Act.



Eastern Waste Management Authority Charter

Review 2026

Contents

PART 1 - PRELIMINARY	6
1. DICTIONARY	6
2. INTERPRETATION	8
3. ABOUT THIS CHARTER	8
PART 2 - AUTHORITY	8
4. ABOUT THE AUTHORITY	8
5. NAME OF THE AUTHORITY	8
6. CORPORATE STATUS	8
PART 3 - FUNCTIONS AND POWERS.....	9
7. PROPERTY	9
8. AREA OF INTEREST	9
9. PURPOSE AND FUNCTIONS	9
10. POWERS	10
11. POWER OF DELEGATION	12
12. GUIDING PRINCIPLES	12
PART 4 – CONSTITUENT COUNCILS	13
13. CONSTITUENT COUNCILS MAY ACT INDEPENDENTLY	13
14. INCOMING CONSTITUENT COUNCILS.....	13
15. OUTGOING CONSTITUENT COUNCILS.....	13
16. NO TRANSFER OF MEMBERSHIP	14
17. CONSTITUENT COUNCILS MAY DIRECT THE AUTHORITY	14
18. CONSTITUENT COUNCILS ARE GUARANTORS OF THE AUTHORITY	14
19. SPECIAL DECISIONS FOR THE AUTHORITY.....	14
PART 5 – DIRECTORS	15
20. QUALIFICATIONS OF DIRECTORS	15
21. APPOINTMENT OF DIRECTORS	15
22. REMOVAL OF DIRECTORS	16
22A. REMOVAL OF DEPUTY DIRECTORS	17

23	REMUNERATION OF DIRECTORS	18
24	REGISTER OF INTERESTS	18
25	PROTECTION FROM LIABILITY	18
26	SAVING PROVISION	18
27	BOARD PERFORMANCE	18
PART 6 – OTHER OFFICERS		19
28	CHAIR	19
29	DEPUTY CHAIR	19
30	CHIEF EXECUTIVE OFFICER	19
PART 7 – AUDIT COMMITTEE		21
31	AUDITOR	21
32	AUDIT COMMITTEE	21
PART 8 – STAFF		22
33	STAFF	22
PART 9 – BOARD		22
34	BOARD	22
35	BOARD’S POWERS	22
36	BOARD MEETINGS	23
PART 10 – COMPETITIVE NEUTRALITY		25
37	COMPETITIVE NEUTRALITY	25
PART 11 – GOVERNANCE		25
38	DIRECTOR’S CONFLICT OF INTEREST	25
39	DIRECTOR’S DUTIES OF CARE	25
40	BOARD POLICIES AND CODES	25
41	BOARD DUTIES TO CONSTITUENT COUNCIL	26
42	BOARD DUTIES TO THE AUTHORITY	26
PART 12 – BUSINESS PLANS		26
43	BUSINESS PLANS	26
44	ABOUT A BUSINESS PLAN	26
PART 13 – NON-CORE ACTIVITY		27

45	NON-CORE ACTIVITY PROPOSALS	27
46	NON-CORE ACTIVITY CONSULTATION	27
47	NON-CORE PLAN REQUIREMENTS	27
48	CONDITIONS OF ADOPTION OF A NON-CORE PLAN.....	28
49	NON-CORE PLANS AS PART OF THE BUSINESS PLAN.....	28
50	REVIEW OF A NON-CORE PLAN.....	28
PART 14 – ANNUAL PLAN AND BUDGET		28
51	ANNUAL PLAN	28
52	ABOUT AN ANNUAL PLAN.....	29
53	BUDGETS.....	29
54	ABOUT A BUDGET	29
55	EXPENDITURE OUTSIDE A BUDGET	29
PART 15 – SHARES		30
56	ABOUT SHARES	30
57	VARIATION OF SHARES.....	30
PART 16 – FUNDING		30
58	FUNDING.....	30
59	CONSTITUENT COUNCIL CONTRIBUTIONS TO WORKING CAPITAL	30
60	DEBT FUNDING	31
61	DISTRIBUTIONS TO CONSTITUENT COUNCILS	31
62	CONTRIBUTIONS ON INSOLVENCY	31
PART 17 – ASSETS.....		32
63	ACQUISITION OF ASSETS.....	32
64	DISPOSAL OF ASSETS	32
65	INVESTMENTS.....	32
66	INTERESTS IN COMPANIES	32
PART 18 – INSURANCE.....		32
67	INSURANCE	32
PART 19 – FINANCIAL PRACTICES		32
68	ACCOUNTING RECORDS	32

69	ABOUT ACCOUNTING FOR SERVICES	32
70	OTHER FINANCIAL PRACTICES	33
PART 20 – ACCESS TO INFORMATION		33
71	ACCESS TO RECORDS	33
72	PROVISION OF INFORMATION	33
73	BOARD REPORTS	33
74	ANNUAL REPORTS	33
PART 21 – DISPUTE RESOLUTION		33
75	DISPUTE RESOLUTION	33
PART 22 – WINDING UP		36
77	WINDING UP	36
78	DISTRIBUTION OF ASSETS AND LIABILITIES ON WINDING UP	36
PART 23 – COMMITTEES		36
79	COMMITTEES	36
PART 24 – OTHER MATTERS		36
80	EXECUTION OF DOCUMENTS	36
81	PRINCIPAL OFFICE	36
82	SERVICE OF DOCUMENTS	37
83	CIRCUMSTANCES NOT PROVIDED FOR	37

PART 1 - PRELIMINARY

1. DICTIONARY

Term	Definition
Absolute Majority	means a majority of the whole number of the Constituent Councils.
Act	means Local Government Act 1999.
Annual Plan	means an Annual Plan that conforms to Part 14 and last adopted by the Board.
Authority	means Eastern Waste Management Authority ('East Waste').
Board	means the board of management of the Authority.
Borrowings Limit	means at any time the amount authorised in the current Annual Plan and Budget of the Authority.
Budget	means a budget that conforms to Part 14 and last adopted by the Board.
Business Plan	means a business plan that conforms to Part 12 and last adopted by the Board.
Chief Executive Officer	means at any time the chief executive officer of the Authority and includes that person's deputy or a person acting in that position.
Common Fleet Collection Percentage	means the proportion of the Authority's total time required to undertake waste collection activities for a Constituent Council (represented as a percentage) calculated in accordance with Clause 57.
Constituent Council	means at any time a constituent council in relation to the Authority and on the date of publication of this Charter in the Gazette means Adelaide Hills Council, City of Burnside, City of Campbelltown, City of Norwood Payneham and St Peters, City of Mitcham, City of Prospect, City of Unley, Corporation of the Town of Walkerville.
Core Activity	means activities associated with the collection, recycling and/or disposal of waste along with community behaviour change and ancillary services.
Deputy Director	means a deputy for a Director.
Director	means at any time a member of the Board.
Financial Year	means 1 July in each year to 30 June in the subsequent year.
Gazette	means the South Australian Government Gazette.
Non-core Activity	means an activity that is not a Core Activity.

Non-core Assets	means in relation to a Non-core Activity any assets of the Authority acquired for the purpose of that Non-core Activity and includes any revenue derived from that Non-core Activity. Where an asset or revenue is acquired or derived for both a Core Activity and a Non-core Activity, a fair allocation between those purposes must be made by the Board.
Non-core Liabilities	means in relation to a Non-core Activity any liabilities of the Authority incurred or assumed for the purpose of that Non-core Activity. Where a liability is incurred or assumed for both a Core Activity and a Non-core Activity, a fair allocation between those purposes must be made by the Board.
Non-core Plan	means a plan for a Non-core Activity that conforms to Part 13 and forms part of the Business Plan.
Share	means a Constituent Council's percentage share in the assets, liabilities and revenue of the Authority. On the date of Gazettal of this Charter, the shares are held between the Constituent Councils in equal proportions. The Shares may be varied by agreement in writing of all the Constituent Councils, and must be reviewed (and if necessary, varied) where a new Constituent Council is admitted or an existing Constituent Council resigns.
Simple Majority	means a majority of the Directors present at a Board Meeting and entitled to vote, or a majority decision of the Constituent Councils as the case may be.
Surplus Funds	means funds that are surplus to the long-term financial requirements of the Authority, as evidenced by its Business Plan.
Unanimous Decision	means a decision made by all of the Constituent Councils as voting in the same manner.
Waste	means any and all waste as approved by the Environment Protection Act 1993 Licence held by the Authority and includes domestic and commercial kerbside waste, kerbside green and food/organics, kerbside recyclable material, Council waste and Council depot waste

Subject to the above, words and expressions in this Charter have the same meaning as in a provision of the Act that deals with the same matter.

2. INTERPRETATION

In this Charter: The singular includes the plural and vice versa and words importing a gender include other genders; words importing natural persons include corporations; reference to a section(s) is to a section of the Act and includes any section that substantially replaces that section and deals with the same matter; headings are for ease of reference only and do not affect the construction of this Charter.

3. ABOUT THIS CHARTER

3.1 This Charter is the charter of the Authority.

3.2 This Charter binds the Authority and each Constituent Council.

3.3 Despite any other provision in this Charter:

3.3.1 if the Act prohibits a thing being done, the thing may not be done.

3.3.2 if the Act requires a thing to be done, Board approval is given for that thing to be done.

3.3.3 if a provision of this Charter is or becomes inconsistent with the Act, that provision must be read down or failing that severed from this Charter to the extent of the inconsistency.

3.4 This Charter may not be amended except as all the Constituent Councils may agree by each passing a resolution in the same terms. An amendment is not effective unless and until published in the Gazette.

3.5 The Constituent Councils may review this Charter at any time, but must in any event review this Charter at least once in every four years.

PART 2 - AUTHORITY

4. ABOUT THE AUTHORITY

The Authority is an Authority established under the Act.

5. NAME OF THE AUTHORITY

The name of the Authority is Eastern Waste Management Authority trading as 'East Waste'.

6. CORPORATE STATUS

The Authority is a body corporate.

PART 3 - FUNCTIONS AND POWERS

7. PROPERTY

The Authority holds its property and assets on behalf of the Constituent Councils.

8. AREA OF INTEREST

The Authority may only undertake a Non-core Activity outside the areas of the Constituent Councils where that activity has been approved by Unanimous Decision of the Constituent Councils as being necessary or expedient to the performance by the Authority of its functions and is an activity included in a Business Plan of the Authority.

9. PURPOSE AND FUNCTIONS

9.1 The Authority is established by the Constituent Councils for the purpose of the collection and disposal of Waste, primarily within the areas of the Constituent Councils and has the following functions in this regard:

9.1.1 to predominantly operate or obtain services for the collection of Waste on behalf of Constituent Councils and/or other approved Councils.

9.1.2 to provide waste management services whether in or (so far as the Act allows) outside the area of any of the Constituent Councils, including waste collection, recycling of organic and inorganic materials, disposal of waste along with community behaviour change and ancillary services.

9.1.3 to undertake management and collection of Waste (in accordance with regulatory approvals) and kerbside materials recovery, on behalf of Constituent Councils (and/or other approved councils) in an environmentally responsible, effective, efficient, economic and competitive manner.

9.2 The following functions may be undertaken by the Authority but only where required or directed by one or more Constituent Councils and charged directly to the Council or Councils so requiring or directing:

9.2.1 to promote the minimisation of Waste in the areas of the Constituent Councils.

9.2.2 to promote the recycling of recyclable materials in the areas of the Constituent Councils.

9.2.3 such functions as are specified and undertaken in accordance with a service level agreement adopted by the Authority for the particular service or work to be provided to one or more Constituent Councils on the basis that the service level agreement will be reviewed and updated annually by the Authority, or more frequently if required.

9.2.4 such functions as may be set out in a service level agreement that

constitute additional services or works or extensions to existing services or works and undertaken in accordance with a service level agreement adopted by the Authority for the particular service or work to be provided to one or more Constituent Councils.

- 9.2.5 on behalf of the Constituent Councils, provide a representative to any statutory board or statutory committee concerned with waste management that allows two or more of the Constituent Councils to nominate a representative.
- 9.2.6 on behalf of the Constituent Councils or on its own behalf, to make application for grants and other funding from the State of South Australia and the Commonwealth of Australia and their respective instrumentalities for the purposes of the Authority.
- 9.2.7 to keep Constituent Councils abreast of any emerging opportunities/trends/issues in waste management.
- 9.2.8 to undertake activities which result in a beneficial use of Waste on behalf of the Constituent Councils.
- 9.2.9 to conduct all activities in a manner which complies with all regulatory requirements and minimises risks to the Constituent Councils.
- 9.2.10 on behalf of the Constituent Councils or on its own behalf, to liaise with relevant State Government agencies such as Green Industries SA, Environment Protection Authority (or equivalent successor organisations), taking into account its approved Business Plan.
- 9.2.11 on behalf of the Constituent Councils, to perform and/or monitor the effectiveness and application of funding arrangements agreed by the Constituent Councils for waste management.
- 9.2.12 to provide a forum for discussion and consideration of topics relating to the Constituent Councils' responsibilities to manage waste particularly in the area of the Constituent Councils and the implications of that management beyond the area of the Constituent Councils.

10. POWERS

The Authority may do anything necessary, expedient or incidental to performing or discharging its functions including, without limitation:

- 10.1 become a member of and/or co-operate with any organisation with complementary functions.
- 10.2 receive gifts of money or property from any person.
- 10.3 make payable by a new Constituent Council any joining fee.
- 10.4 carry out its Annual Plan and Budget.

- 10.5 carry out its Business Plan and Non-core Plans.
- 10.6 make payable by Constituent Councils contributions to the Authority in proportion to their Core Shares.
- 10.7 employ and dismiss a Chief Executive Officer.
- 10.8 contract with any person.
- 10.9 acquire or dispose of any real or personal property in accordance with the Business Plan or otherwise with a Unanimous Decision of the Constituent Councils.
- 10.10 operate an account or accounts with a bank or with the Local Government Finance Authority, or both.
- 10.11 borrow or raise money within the Borrowings Limit.
- 10.12 lend money in accordance with the Business Plan or pursuant to a Unanimous Decision of the Constituent Council.
- 10.13 insure against any risk.
- 10.14 enter into a partnership or joint venture with any person in accordance with the Business Plan or pursuant to a Unanimous Decision of the Constituent Councils;
- 10.15 pay any cost or expense of the establishment, operation, administration or winding up of the Authority.
- 10.16 compromise, compound, abandon or settle a debt or claim owed to the Authority;
- 10.17 waive a legal or equitable or statutory right.
- 10.18 refer a dispute between the Authority and any third party (other than a Constituent Council) to arbitration.
- 10.19 allocate receipts and expenditure between Core Activity and Non-core Activities and between each Non-core Activity.
- 10.20 where the same services/activities are not being provided equally to all Constituent Councils, to charge the differential costs of those services/activities directly to the benefiting Councils.
- 10.21 charge Constituent Councils the full costs incurred in the delivery of the services to them, such costs being calculated on a user pays basis (including depreciation and other overheads for use of shared assets, and all other common expenses).
- 10.22 charge non-Constituent Councils a price, based on an estimate of costs incurred in providing the service plus a margin for profit and risk.
- 10.23 make any election for the purpose of any tax.

- 10.24 delegate the exercise of any of its functions or other powers (including the receipt and payment of money) to any person.
- 10.25 those powers given to trustees by law, equity or statute and not necessarily inconsistent with this Charter or the functions of the Authority.
- 10.26 pay to the Constituent Councils or accumulate as reserves for up to such period as the law allows any surplus funds.
- 10.27 such other powers as the Act or this Charter may confer upon the Authority.
- 10.28 all things incidental to the exercise of any other power of the Authority.

11 POWER OF DELEGATION

As a matter of record, Schedule 2, Clause 36 of the Act vests a power of delegation in the Authority. The Authority may not delegate the following powers or functions:

- 11.1 the power to impose charges.
- 11.2 the power to enter into transactions in excess of \$50 000 unless authorised in an Annual Plan.
- 11.3 the power to borrow money or obtain any other form of financial accommodation unless authorised in an Annual Plan.
- 11.4 the power to approve expenditure of money on the works, services or operations of the Authority not set out in a Budget approved by the Authority or where required by this Charter approved by the Constituent Councils.
- 11.5 the power to approve the reimbursement of expenses or payment of allowances to members of the Board of Management.
- 11.6 the power to adopt a Budget.
- 11.7 the power to adopt an Annual Plan.
- 11.8 the power to adopt a Business Plan (or any component thereof).
- 11.9 the power to adopt or revise financial estimates and reports.
- 11.10 the power to make any application or recommendation to the Minister.

12 GUIDING PRINCIPLES

The Authority must in the performance of its functions and in all of its plans, policies and activities give due weight to economic, social and environmental considerations.

PART 4 – CONSTITUENT COUNCILS

13 CONSTITUENT COUNCILS MAY ACT INDEPENDENTLY

A Constituent Council may perform for itself the same functions and powers as the Authority could on behalf of that Constituent Council.

14 INCOMING CONSTITUENT COUNCILS

14.1 Any council may become a Constituent Council (an Incoming Constituent Council) if:

- 14.1.1 it makes written application (in a form approved by the Board) to become a Constituent Council and agrees to be bound by this Charter (noting that Shares will change).
- 14.1.2 its application is supported by a thorough, realistic, independent, and diligent Business Case analysis.
- 14.1.3 it pays any joining fee or other payment as may be required by the Board.
- 14.1.4 the Constituent Councils approve the application and revised Shares by Unanimous Decision.
- 14.1.5 the Minister approves.

14.2 An incoming Constituent Council:

- 14.2.1 is jointly and severally liable with the other Constituent Councils for the debts and liabilities of the Authority incurred before or after the date it becomes a Constituent Council, or as otherwise agreed.
- 14.2.2 is bound by a decision made or step taken by the Board in the affairs of the Authority before it became a Constituent Council to the extent such decision or step was recorded in minutes of the Board's meetings or otherwise notified to the Incoming Constituent Council before it made application to become a Constituent Council.
- 14.2.3 upon becoming a Constituent Council has the Share agreed between the Incoming Constituent Council and the Constituent Councils.

15 OUTGOING CONSTITUENT COUNCILS

15.1 A Constituent Council may resign if and only if:

- 15.1.1 the Constituent Council gives at least 24 months' written notice of resignation to each Constituent Council, which notice is effective on the next 30 June on or after expiry of that period.
- 15.1.2 the Board by majority vote approves.
- 15.1.3 the Minister approves.

15.2 A former Constituent Council remains liable to contribute to the debts and liabilities of the Authority incurred while it was a Constituent Council including by contributing to the

depreciated value of any asset acquired during that time, and for a share of any future losses on contracts entered into whilst a Constituent Council.

15.3 A former Constituent Council:

15.3.1 is not entitled to any refund of contributions made.

15.3.2 relinquishes any beneficial interest in the assets of the Authority.

15.3.3 remains bound by any separate contract in force between the Authority and the former Constituent Council.

15.4 This clause is to be read conjunctively with Clause 57 of this Charter.

16 NO TRANSFER OF MEMBERSHIP

Membership of the Authority is personal to the Constituent Council and is not transferable.

17 CONSTITUENT COUNCILS MAY DIRECT THE AUTHORITY

17.1 The Authority is subject to the joint direction and control of the Constituent Councils.

17.2 To be effective, a determination or direction or other decision of the Constituent Councils must be a Unanimous Decision and evidenced by either:

17.2.1 a minute signed by the Chair of a meeting of authorised delegates of the Constituent Councils that at such meeting a decision was duly made by each delegate on behalf of their Constituent Council.

17.2.2 a resolution in the same terms in favour of that decision passed individually by each of the Constituent Councils.

18 CONSTITUENT COUNCILS ARE GUARANTORS OF THE AUTHORITY

18.1 As a matter of record, Schedule 2, Clause 31 (1) of the Act is that liabilities incurred or assumed by the Authority are guaranteed by the Constituent Councils.

18.2 As between the Constituent Councils, they share in the liabilities of the Authority in proportion to their respective Share.

19 SPECIAL DECISIONS FOR THE AUTHORITY

Neither the Authority nor any person on its behalf may give effect to a Special Decision unless the Constituent Councils vote in favour of a resolution for the Special Decision by Absolute Majority.

For these purposes, a Special Decision means any of the following:

(a) adopt or vary a Business Plan.

(b) adopt or vary an Annual Plan.

(c) delegate the authority of the Board to any person other than the Chief Executive Officer.

(d) to any extent not provided for in a Business Plan or Annual Plan and Budget.

(i) call on Constituent Councils to contribute funds.

- (ii) grant or vary a guarantee/indemnity of the obligations of another person.
- (iii) apply for government funding.
- (iv) obtain credit except in the ordinary course of the activities of the Authority.
- (v) acquire (by purchase or finance lease) a capital asset.
- (vi) dispose of a capital asset except at the end of its effective life.
- (vii) take a lease or tenancy of any premises.

The Authority must promptly give effect to Special Decision made in conformity with this clause.

PART 5 – DIRECTORS

20 QUALIFICATIONS OF DIRECTORS

A Director must be a natural person.

21 APPOINTMENT OF DIRECTORS

21.1 Subject to the provisions of clauses 33.1 and 33.2 the Board shall consist of nine Directors appointed as follows:

21.1.1 one person appointed by each Constituent Council for a term as determined by the Constituent Council;

21.1.1.1 which person may be an officer, employee or council member of a Constituent Council or an independent person;

having regard to the skills, knowledge and experience of a Director that would best support the Authority.

21.1.2 one person appointed by each Constituent Council having regard for the skills, knowledge and experience required to support the Authority's strategic needs.

with one person appointed by each Constituent Council which person may be an officer, employee, council member of a Constituent Council or an independent person who will be appointed for a three-year term.

21.1.3 one independent person who is not an officer, employee or council member of a Constituent Council appointed jointly by Absolute Majority of the Constituent Councils to be the Chair for a three-year term (and at the expiration of their term is eligible for re-appointment save that no person may be appointed the Chair for more than nine (9) consecutive years), and who has expertise in:

- (a) corporate financial management and/or
- (b) general management and/or
- (c) waste management and/or
- (d) transport fleet management and/or
- (e) public sector governance and/or
- (f) marketing and/or
- (g) economics and/or

(h) environmental management.

- 21.2 Each Constituent Council must give to the Authority a written notice of appointment of the Director appointed under clause 21.1.1 and written confirmation of their agreement with the proposed appointment of the Director under clause 21.1.2.
- 21.3 Each Director must give to the Authority a signed written consent to act as a Director.
- 21.4 Each Constituent Council must appoint a person to be a Deputy Director for such term as determined by that Constituent Council who may act in place of that Constituent Council's Director and will have the same powers as a Director pursuant to the Charter, if the Director is unable for any reason to be present at a meeting of the Board.
 - 21.4.1 If at any time a Deputy Director is removed from their office pursuant to clause 22A, the Constituent Council must appoint another person to be a Deputy Director.

22 REMOVAL OF DIRECTORS

- 22.1 Neither the Authority nor the Board may remove a Director.
- 22.2 A Constituent Council which appointed a person as a Director may remove that person from office by giving to the Authority a written notice of removal of the Director, signed by the Chief Executive Officer of the Constituent Council.
- 22.3 The Director appointed pursuant to clause 21.1.2 may be removed by a decision being a resolution in the same or similar terms passed by an Absolute Majority of the Constituent Councils.
- 22.4 The Board may recommend to Constituent Councils, that the appointment of a Director be terminated in the event of:
 - 22.4.1 behaviour of the Director which in the opinion of the Board amounts to impropriety.
 - 22.4.2 serious neglect of duty in attending to the responsibilities of Director.
 - 22.4.3 breach of fiduciary duty to the Board.
 - 22.4.4 breach of the duty of confidentiality to the Board.
 - 22.4.5 breach of the conflict of interest rules of the Board.
 - 22.4.6 any other behaviour which may discredit the Board.
- 22.5 The office of a Director becomes vacant:
 - 22.5.1 in any of the circumstances set out in the Act for when the office of a Director of a regional subsidiary becomes vacant.
 - 22.5.2 if the Director is removed from office by the Constituent Council that appointed them.

- 22.5.3 if the Director was when appointed a council member or employee of the Constituent Council who appointed them and ceases to be a council member or employee of that Constituent Council.
- 22.5.8 if the Director was appointed by a Constituent Council, which ceases to be a Constituent Council.

22A. REMOVAL OF DEPUTY DIRECTORS

- 22A.1 Neither the Authority nor the Board may remove a Deputy Director.
- 22A.2 A Constituent Council which appointed a person as a Deputy Director may remove that person from their office by giving the Board a written notice of removal of the Deputy Director, signed by the Chief Executive Officer of the Constituent Council.
- 22A.3 The Board may recommend to Constituent Councils that the appointment of a Deputy Director may be terminated in the event of:
 - 22A.3.1 behaviour of the Deputy Director which in the opinion of the Board amounts to impropriety.
 - 22A.3.2 serious neglect of duty in attending to the responsibilities of the Deputy Director.
 - 22A.3.3 breach of fiduciary duty to the Board.
 - 22A.3.4 breach of duty of confidentiality to the Board.
 - 22A.3.5 breach of the conflict of interest rules of the Board.
 - 22A.3.6 any other behaviour which may discredit the Board.
- 22A.4 The office of a Deputy Director becomes vacant:
 - 22A.4.1 in any of the circumstances set out in the Act for when the office of a Deputy Director of a regional subsidiary becomes vacant.
 - 22A.4.2 if the Deputy Director is removed from office by the Constituent Council that appointed them.
 - 22A.4.5 if the Deputy Director was when appointed a council member or employee of the Constituent Council who appointed them and ceases to be a council member or employee of that Constituent Council.
 - 22A.4.6 if the Deputy Director was appointed by a Constituent Council, which ceases to be a Constituent Council.

23 REMUNERATION OF DIRECTORS

- 23.1 The Authority will only remunerate the Independent Director/Chair appointed under clause 21.1.2.
- 23.2 The Board will determine the level of the remuneration (no matter how it is classified) of the Independent Director/Chair, by having regard to its Director/Chair Remuneration Policy.
- 23.3 The Authority can pay a Director's travelling and other expenses that they properly incur in connection with the Authority's business and with the prior approval of the Board as recorded in minutes of Board meetings.

24 REGISTER OF INTERESTS

- 24.1 A Director is required to submit a Return, to the Authority in accordance with Subdivision 2 Division 1 Part 4 Chapter 5 of the Act.
- 24.2 If a Director fails to submit a Return before the expiration of one month from the end of the period the return was to be submitted, the Directors is suspended from office until the return is submitted.
- 24.3 A person is entitled to a copy of the Register at no charge.

25 PROTECTION FROM LIABILITY

As a matter of record, Schedule 2, clause 38 of the Act protects a Director from certain civil liabilities.

26 SAVING PROVISION

As a matter of record, Schedule 2, clause 40 of the Act is that no act or proceeding of the Authority is invalid by reason of:

- 26.1 a vacancy or vacancies in the membership of the Board.
- 26.2 a defect in the appointment of a Director.

27 BOARD PERFORMANCE

- 27.1 The Board will review and evaluate its own performance as against, without limitation:
 - a) the Business Plan
 - b) the Annual Plan
 - c) other adopted plans.
- 27.2 The Board will review the performance of its committees at least once each year.
- 27.3 The Board may determine the most appropriate method for assessment, which may include qualitative and quantitative measures such as self-assessment questionnaires, peer reviews, or one-on-one interviews with the Chair.

PART 6 – OTHER OFFICERS

28 CHAIR

- 28.1 At all times, the Authority must have a Chair, who will be the independent Director appointed under clause 2 1.1.2.
- 28.2 The Chair's functions are:
 - 28.2.1 to preside at all meetings of the Board.
 - 28.2.2 to serve as an ex officio member of all committees established by the Board.
 - 28.2.3 to represent the Authority in relations with the media and the public generally.
 - 28.2.4 to exercise other functions as the Board determines.

29 DEPUTY CHAIR

- 29.1 At all times, the Authority must have a Deputy Chair, who must be a Board Member.
- 29.2 The Board appoints the Deputy Chair and may at any time remove from office the Deputy Chair and appoint a replacement Deputy Chair.
- 29.3 The Deputy Chair's functions are:
 - 29.3.1 to assist the Chair.
 - 29.3.2 to exercise the Chair's functions whenever the Chair is unable to do so.
- 29.4 A person ceases to be Deputy Chair if they cease to be a Board Member.

30 CHIEF EXECUTIVE OFFICER

- 30.1 At all times so far as practicable, the Authority must have a Chief Executive Officer.
- 30.2 At any time the Board may give a new title to the position of Chief Executive Officer in which case this Charter is taken to refer to the same position under a new title.
- 30.3 The Board shall appoint a Chief Executive Officer on a fixed term performance based employment contract, which does not exceed five years in duration.
- 30.4 The Board may at the end of the contract term, enter into a new contract not exceeding five years in duration with the same person.
- 30.5 The Board may revoke or vary an appointment of a Chief Executive Officer, subject to any agreement made between the Chief Executive Officer and the Authority.
- 30.6 In the absence of the Chief Executive Officer for any period exceeding one week, the Chief Executive Officer shall appoint a suitable person as Acting Chief Executive Officer. If the Chief Executive Officer does not make or is incapable of making such an appointment, a suitable person must be appointed by the Board.
- 30.7 The Board delegates responsibility for day to day management of the Authority to the Chief Executive Officer, who will ensure that sound business, risk minimisation, financial and human resource management practices are applied in the efficient and effective management of the operations of the Authority.
- 30.8 The functions of the Chief Executive Officer shall include:

- 30.8.1 ensuring that the decisions of the Board are implemented in a timely and efficient manner.
- 30.8.2 providing information to assist the Board to assess the Authority's performance against its Business Plan.
- 30.8.3 appointing, managing, suspending and dismissing other employees of the Authority.
- 30.8.4 providing advice and reports to the Board on the exercise and performance of its powers and functions under this Charter or any Act.
- 30.8.5 coordinating and initiating proposals for consideration of the Board including but not limited to continuing improvement of the operations of the Authority.
- 30.8.6 ensuring that the assets and resources of the Authority are properly managed and maintained.
- 30.8.7 ensuring that records required under the Act or any other legislation are properly kept and maintained.
- 30.8.8 exercising, performing or discharging other powers, functions or duties conferred on the Chief Executive Officer by or under the Act or any other Act, and performing other functions lawfully directed by the Board, and achieving financial outcomes in accordance with adopted plans and budgets.
- 30.8.9 issuing notices calling Board meetings.
- 30.8.10 attending all Board meetings and keeping correct minutes of the proceedings unless excluded by resolution of the Board.
- 30.8.11 managing all other employees of the Authority.
- 30.8.12 receiving and answering correspondence and notices to the Authority.
- 30.8.13 keeping all documents and records belonging to the Authority.
- 30.8.14 supervising the handling of money by or for the Authority and the keeping of financial records.
- 30.8.15 issuing receipts for moneys received and keep a correct account of all receipts and expenditure.
- 30.8.16 operating the Authority's bank account (including sign cheques and other negotiable instruments and make payments over the Internet within the delegations to the position) together with one other signatory appointed by the Board. Unless the Board determines otherwise, that other person must be the Chair.
- 30.8.17 having custody and safekeeping of the records of the Authority.
- 30.8.18 preparing draft Annual and Business Plans for consideration of the Board.

- 30.8.19 monitoring the financial performance of the Authority against an adopted Annual and Business Plan and promptly reporting to the Board any material discrepancies known or anticipated.
- 30.8.20 preparing such statements, reports, returns or other written information as the Act or any law requires the Authority to lodge with the government.
- 30.8.21 preparing draft financial statements.
- 30.8.22 such other functions as the Board may vest in the Chief Executive Officer.
- 30.9 The Board may delegate to the Chief Executive Officer any of the powers that the Board can exercise where those powers are not restricted from delegation by the Act or this Charter, noting that:
 - 30.9.1 the Chief Executive Officer may delegate or sub-delegate to an employee of the Authority or a committee comprising employees of the Authority, any power or function vested in the Chief Executive Officer. Such delegation or sub-delegation may be subject to conditions or limitations as determined by the Chief Executive Officer.
 - 30.9.2 where a power or function is delegated to an employee, the employee is responsible to the Chief Executive Officer for the efficient and effective exercise or performance of that power or function.
 - 30.9.3 a written record of delegations and sub-delegations must be kept by the Chief Executive Officer at all times.
- 30.10 The Chief Executive Officer enjoys functions and responsibilities set out at section 99 (1) (a), (b), (c), (d), (e) and (h) and 103 of the Act as if the Authority were a council and the Chief Executive Officer were a chief executive officer of a council.
- 30.11 The Chief Executive Officer may establish an Operations Assistance Committee consisting of one appropriately qualified senior officer from each Constituent Council.
- 30.12 The Chief Executive Officer will, at least annually, hold a meeting collectively with each of the Mayors and CEOs of the Constituent Councils at a venue to be notified to the Constituent Councils at least 14 days prior to the date of the meeting.

PART 7 – AUDIT COMMITTEE

31 AUDITOR

The Authority must have an auditor. Subject to the Act an auditor holds office on the terms and conditions (including as to remuneration) that the Board determines.

32 AUDIT COMMITTEE

- 32.1 As a matter of record, the Authority is required to establish an audit committee and Schedule 2, clause 30 of the Act governs the constitution and functions of the audit committee.

- 32.2 In accordance with section 44(1) of the Act, the power of the Constituent Councils pursuant to clause 30(3) Schedule 2 of the Act to determine or approve the members of the audit committee are delegated to the Authority subject to the Authority complying with the requirements applying to the membership of the audit committee.

PART 8 – STAFF

33 STAFF

- 33.1 In addition to a Chief Executive Officer, the Authority may employ other staff subject to the Board making appropriate financial provision.
- 33.2 The Board and a Constituent Council may arrange for that Constituent Council to make available its staff in connection with the Authority's affairs for such remuneration (if any) as those parties may agree.
- 33.3 East Waste will indemnify its employees against any civil liability incurred by the employee for an honest act or omission in the exercise, performance or discharge or purported exercise performance or discharge of powers, functions and duties of the employee under the Local Government Act 1999 or any other Act.

PART 9 – BOARD

34 BOARD

The Authority must at all times have a Board comprised of Directors.

- 34.1 The Constituent Councils acknowledge and accept that the Directors will act and take decisions in the best interest of the Authority.
- 34.2 The Constituent Councils understand that each Director nominated by a Constituent Council will bring to discussion a perspective from the Council which nominated that Director but that shall not interfere with the obligations of Directors in respect of clause 33.1.

35 BOARD'S POWERS

- 35.1 As a matter of record, Schedule 2, clause 22 (1) of the Act is that the Board is responsible for the administration of the affairs of the Authority.
- 35.2 As a matter of record, Schedule 2, clause 22 (3) of the Act is that anything done by the Board in the administration of the Authority's affairs is binding on the Authority.
- 35.3 The Board may exercise all the powers of the Authority except any powers that the Act or this Charter requires the Constituent Councils to exercise.
- 35.4 As a matter of record, Schedule 2, clause 36 (1) of the Act authorises the Board to delegate powers or functions conferred under this or another Act.
- 35.4.1 A delegation of powers by the Board:
- (a) may authorise the delegate to sub-delegate all or any of the powers vested in the delegate.
 - (b) is concurrent with the exercise by the Board of those powers.

- (c) is subject to any specified conditions and limitations.
- (d) is revocable at will.

36 BOARD MEETINGS

- 36.1 Subject to Schedule 2, clause 21 of the Act, to a direction of the Constituent Councils and to the other provisions of this Charter.
 - 36.1.1 the Board must determine its own procedures for meetings, which must be fair and contribute to free and open decision making.
 - 36.1.2 the Board must set out the adopted meeting procedures in a meeting procedure code of practice which will be available to the public for inspection (without charge) and by way of a copy (on payment of a fee fixed by the Board).
 - 36.1.3 the code of practice may be reviewed by the Board at any time but must be reviewed at least once in every three years.
- 36.2 An ordinary meeting of the Board must be held at least every three calendar months.
- 36.3 Ordinary meeting of the Board must take place at such times and places as may be fixed by the Board or absent any decision of the Board the Chief Executive Officer of the Authority. Meetings shall not be held before 5.00 p.m. unless the Board resolves otherwise by resolution supported unanimously by all Board Members.
- 36.4 An ordinary meeting of the Board will constitute an ordinary meeting of the Authority. The Board shall administer the business of the ordinary meeting.
- 36.5 Notice of ordinary meetings of the Board must be given by the Chief Executive Officer to each Board Member and to each Constituent Council not less than three clear days prior to the holding of the meeting and shall be accompanied by the agenda for the meeting and any written reports.
- 36.6 The Chair or any two Directors may call a special meeting of the Board.
- 36.7 A special meeting of the Board must be held at a reasonable time and if the meeting is to be held in person, at a reasonable place.
- 36.8 Unless all Directors entitled to vote at the meeting agree otherwise, the persons calling a special Board meeting must give to the Chief Executive Officer a notice of meeting that:
 - 36.8.1 sets out the place, date and time for the meeting.
 - 36.8.2 states the general nature of the business of the meeting.
 - 36.8.3 is accompanied by relevant information so far as reasonably available (if not already given to the Directors).
 - 36.8.4 is provided at least one clear business day before the special meeting (or such other period as all the Directors in office may as a matter of general policy determine otherwise).

- 36.9 A notice of special meeting provided to Directors by the Chief Executive Officer will at the same time be placed on public on the website display at the principal office of the Authority and of each Constituent Council.
- 36.10 As a matter of record, Schedule 2, clause 21 (5) of the Act permits a virtual Board meeting.
- 36.10.1 For the purposes of this subclause, the contemporary linking together by telephone, audio-visual or other instantaneous means ('telecommunications meeting') of a number of the Directors provided that at least a quorum is present, is deemed to constitute a meeting of the Board. Each of the Directors taking part in the meeting, must at all times during the telecommunications meeting be able to hear and be heard by each of the other Directors present. At the commencement of the meeting, each Director must announce their presence to all other Directors taking part in the meeting. A Director must not leave a telecommunications meeting by disconnecting their telephone, audio visual or other communication equipment, unless that Director has previously notified the Chair of the meeting.
- 36.11 As a matter of record, Schedule 2, clause 21 (6) of the Act permits a decision of the Board to be made in writing and not at a meeting.
- 36.11.1 A proposed resolution in writing and given to all Directors in accordance with proceedings determined by the Board will be a valid decision of the Board where a simple majority of Directors vote in favour of the resolution by signing and returning the resolution to the Chief Executive Officer or otherwise giving written notice of their consent and setting out the terms of the resolution to the Chief Executive Officer. The resolution shall thereupon be as valid and effectual as if it had been passed at the meeting of the Board duly convened and held.
- 36.12 Chapter 6, Parts 3 and 4 (public access to meetings and minutes) of the Act (to the extent that Part 4 is not inconsistent with this Charter) apply to Board meetings as if the Authority were a council and the Directors were members of a council.
- 36.13 Unless the Directors determine otherwise, the quorum for a Board meeting is a number ascertained by dividing the total number of members of the committee by two, ignoring any fraction resulting from the division and adding one.
- 36.14 At any time, the Board may agree to invite a person to attend a Board meeting as an observer or adviser.
- 36.15 As a matter of record, Schedule 2, clauses 21(4) (one vote per Director, no casting vote) and 21 (3) (majority vote) of the Act govern voting at a Board meeting.
- 36.16 As a matter of record, Schedule 2, clause 21(11) of the Act obliges the Board to keep minutes of its proceedings. All minutes must be prepared and distributed to both Directors and also to Constituent Councils within seven business days of the meeting to which they relate.

PART 10 – COMPETITIVE NEUTRALITY

37 COMPETITIVE NEUTRALITY

- 37.1 For the purposes of Schedule 2, clause 32 of the Act, the Authority is not involved in a significant business activity in undertaking its Core Activity.
- 37.2 In respect of any Non-core Activity that is a significant business activity, the Authority must at all times have current a National Competition Policy Statement in relation to competitive neutrality which it will adhere to in undertaking that Non- core Activity.

PART 11 – GOVERNANCE

38 DIRECTOR'S CONFLICT OF INTEREST

By operation of section 75D of the Act, the conflict of interest provisions at Chapter 5, Part 4, Division 1 of the Act apply to Directors as if they were a member of a council.

39 DIRECTOR'S DUTIES OF CARE

As a matter of record, Schedule 2, clause 23 of the Act (care and diligence) and Schedule 2, clause 34 of the Act (honesty, use of information, use of position) set out certain statutory duties that apply to a Director.

40 BOARD POLICIES AND CODES

- 40.1 The Authority must, in consultation with the Constituent Councils, prepare and adopt and thereafter keep under review policies on:
- 40.1.1 procedures for meetings of the Board (in accordance with clause 35.1 of this Charter).
 - 40.1.2 contracts and tenders, as would conform to section 49 of the Act.
 - 40.1.3 public consultation, as would conform to section 50 of the Act.
 - 40.1.4 governance including as concerns:
 - (a) the operation of any account with a bank or Local Government Finance Authority.
 - (b) human resource management.
 - (c) improper assistance to a prospective contract party.
 - (d) improper offering of inducements to Directors or to staff of the Authority.
 - (e) improper lobbying of Directors or staff of the Authority.
 - 40.1.5 occupational health and safety.
 - 40.1.6 protection of the environment.
- 40.2 To the extent it is able, the Board must ensure that such policies as above are complied with in the affairs of the Authority.
- 40.3 The Board must prepare and adopt within six months after the Gazettal of this Charter, a code of conduct to be observed by Directors.

41 BOARD DUTIES TO CONSTITUENT COUNCIL

As a matter of record, Schedule 2, clause 22(2) of the Act is that the Board must ensure as far as practicable:

- 41.1 that the Authority observes all plans, targets, structures, systems and practices required or applied to the Authority by the Constituent Councils.
- 41.2 that all information furnished to a Constituent Council is accurate.
- 41.3 that the Constituent Councils are advised, as soon as practicable, of any material development that affects the financial or operating capacity of the Authority or gives rise to the expectation that the Authority may not be able to meet its debts as and when they fall due.

42 BOARD DUTIES TO THE AUTHORITY

The Board must ensure:

- 42.1 that the Authority acts in accordance with applicable laws, mandatory codes of practice, this Charter, Business Plan, Annual Plan and achieves the financial outcomes projected in its Budget.
- 42.2 that the Authority acts ethically and with integrity.
- 42.3 that the activities of the Authority are conducted efficiently and effectively and that any assets of the Authority are properly managed and maintained.
- 42.4 that, subject to any overriding duty of confidence, the affairs of the Authority are undertaken in an open and transparent manner.

PART 12 – BUSINESS PLANS

43 BUSINESS PLANS

As a matter of record, Schedule 2, clause 24 of the Act sets out requirements for Business Plans. The following provisions of this Part are in addition to and not in derogation of the requirements of the Act.

44 ABOUT A BUSINESS PLAN

- 44.1 The Board must prepare at least a ten-year Business Plan for the region, in a collaborative manner with Constituent Councils which cannot be in conflict with this Charter.
- 44.2 The Board must also prepare a ten-year Long Term Financial Plan (which, must include principles detailing the actual distribution of overheads between the Constituent Councils and any other matter required by the Constituent Councils or determined by the Board to be included therein) and an Asset Management Plan.
- 44.3 The Long Term Financial and Asset Management Plans form part of the Business Plan.
- 44.4 In preparing and when reviewing a Business Plan, the Board must at a minimum have regard to the following:

- 44.4.1 any State Government Agency Waste plan then in force in relation to the area of a Constituent Council and any proposed changes to such plan.
- 44.4.2 any initiatives proposed by the Commonwealth of Australia or the State Government as may impact upon or affect proper waste management in the area of an individual Constituent Council or Constituent Councils collectively.
- 44.4.3 any plan or policy of a Constituent Council for waste management then in force, and any proposed changes to such plan or policy.
- 44.4.4 the strategic management plans of each Constituent Council then in force.
- 44.4.5 the annual business plan and budget of each Constituent Council then in force.

PART 13 – NON-CORE ACTIVITY

45 NON-CORE ACTIVITY PROPOSALS

The Chief Executive Officer, the Board or any Constituent Council may propose the Authority adopt a Non-core Plan.

46 NON-CORE ACTIVITY CONSULTATION

A proposer of a draft Non-core Plan must consult all the Constituent Councils in developing the draft.

47 NON-CORE PLAN REQUIREMENTS

A draft Non-core Plan must set out in reasonable detail in relation to the Non-core Activity it concerns:

- 47.1 the kind of service to which it relates.
- 47.2 its priority in relation to other existing or proposed Core Activity and Non-core Activity.
- 47.3 its expected duration.
- 47.4 a timetable for its full implementation.
- 47.5 its anticipated effect on the resources of the Authority (including financial, technological, physical and human resources) and in particular and without limiting the generality of the foregoing:
 - 47.5.1 personnel requirements over time, and how those requirements are to be satisfied.
 - 47.5.2 plant and equipment requirements over time, and how those requirements are to be satisfied.
 - 47.5.3 fuel and other consumables requirements over time, and how those requirements are to be satisfied.
 - 47.5.4 access to weigh-stations, recycling premises, and waste dump premises over time, and how those requirements are to be satisfied.
- 47.6 its anticipated expenditure, revenue and cash-flow outcomes over time (on a calendar monthly basis).

- 47.7 the sources of funds and when those funds need be sourced.
- 47.8 whether and if so what resources of a Constituent Council are required to be available to the Non-core Activity.
- 47.9 whether the Local Government Mutual Liability Scheme has forecast any peculiar liability issues for the Non-core Activity, and the advice given in relation to those liability issues.
- 47.10 whether the lawyers for the Authority have forecast any peculiar legal issues for the Non-core Activity, and the advice given in relation to those legal issues.
- 47.11 whether the auditors of the Authority have forecast any peculiar accounting or audit issues for the Non-core Activity.
- 47.12 governance issues, including whether and what delegations are required.
- 47.13 whether the Non-core Activity is a significant business activity and if so, how adherence to the National Competition Policy will be assured.
- 47.14 how the Non-core Plan may change over time.

48 CONDITIONS OF ADOPTION OF A NON-CORE PLAN

A Non-core Plan is not effective unless and until all of the following are satisfied:

- 48.1 the Board resolves to adopt the Non-core Plan:
- 48.2 the Constituent Councils have each resolved to:
 - 48.2.1 approve their Council's participation in the Non-core Activity.
 - 48.2.2 make any necessary consequential changes to their Council's strategic management plans, annual business plan and budget.

49 NON-CORE PLANS AS PART OF THE BUSINESS PLAN

A Non-core Plan adopted by the Authority forms part of the Business Plan.

50 REVIEW OF A NON-CORE PLAN

As part of a Business Plan, a Non-core Plan is subject to review by the Authority at the same times as the remainder of the Business Plan.

PART 14 – ANNUAL PLAN AND BUDGET

51 ANNUAL PLAN

The Authority must, for each financial year, have an Annual Plan which supports and informs its Budget. The Annual Plan must:

- 51.1 include an outline of the Authority's objectives for the financial year, the activities that the Authority intends to undertake to achieve those objectives and the measures that the Authority intends to use to assess its performance against its objectives over the financial year.

- 51.2 assess the financial requirements of the Authority for the financial year and, taking those requirements into account, set out a summary of the Authority's proposed operating expenditure, capital expenditure and sources of revenue.
- 51.3 take into account the objectives set out in the Business Plan and, in particular, the Long-Term Financial Plan and issues relevant to the management of assets and resources by the Authority.
- 51.4 set out proposals for the recovery of overheads over the financial year from the Constituent Councils.
- 51.5 address or include any other matter prescribed by the Constituent Councils or determined to be relevant by the Board.

52 ABOUT AN ANNUAL PLAN

- 52.1 An adopted Annual Plan binds the Authority and is the basis upon which the Budget is prepared.
- 52.2 Before the Authority adopts its Annual Plan it must prepare a draft Annual Plan and obtain the consent of an Absolute Majority of the Constituent Councils to that Plan.
- 52.3 The Authority must prepare the draft Annual Plan and provide it to the Constituent Councils by a date determined by the Councils for the purpose of obtaining the consent of the Councils on or before 31 May in each financial year.

53 BUDGETS

As a matter of record, Schedule 2, clause 25 of the Act sets out requirements for Budgets, and the Authority must advise Constituent Councils of the proposed fees for the next financial year by 1 April in the preceding financial year.

54 ABOUT A BUDGET

- 54.1 An adopted Budget (prepared in a manner consistent with the Annual Plan) binds the Authority and is authority for the Authority to perform work and incur debts and meet obligations according to its own terms without reference back to the Board or to a Constituent Council (except to any extent the Budget or the Annual Plan otherwise requires).
- 54.2 Each Budget of the Authority must be adopted:
 - 54.2.1 after the Authority has adopted its Annual Plan.
 - 54.2.2 must be consistent with that Plan.
 - 54.2.3 before 30 June in each financial year.

55 EXPENDITURE OUTSIDE A BUDGET

- 56.1 As a matter of record, Schedule 2, clause 25(4) is that the Authority may incur, for the purpose of genuine emergency or hardship, spending that is not authorised by its Budget without consulting with and seeking approval from the Constituent Councils.
- 56.2 As a matter of record, Schedule 2, clause 25 (5) is that the Authority may, in a financial year, after consultation with the Constituent Councils, incur spending before adoption

of its Budget for the year, but the spending must be provided for in the appropriate Budget for the year.

PART 15 – SHARES

56 ABOUT SHARES

A Share means a Constituent Council's percentage share in the assets, liabilities and revenue of the Authority (after deducting Non-core Assets and Non-core Liabilities) as between all the Constituent Councils in accordance with this Part 15.

To avoid doubt, a third party dealing with the Authority is entitled to have recourse to all the Constituent Councils jointly and severally, regardless of the Shares of the Constituent Councils.

57 VARIATION OF SHARES

- 57.1 At the date of operation of this Charter the Constituent Councils' shares in the Authority are equal.
- 57.2 At any time, all the Constituent Councils may in writing agree to vary the Share of one or more of them.
- 57.3 The Shares must be reviewed and, as necessary, varied each time:
 - 58.3.1 a council is admitted to the Authority as a Constituent Council.
 - 58.3.2 a Constituent Council amalgamates with another council.
 - 58.3.3 a Constituent Council resigns from the Authority.

PART 16 – FUNDING

58 FUNDING

The Authority may decline to take any action where funds then available to the Authority are in the Board's opinion insufficient to defray the costs of such action and any debt or liability that may result.

59 CONSTITUENT COUNCIL CONTRIBUTIONS TO WORKING CAPITAL

- 59.1 This Clause applies only to a Core Activity.
- 59.2 A Constituent Council must contribute to the Authority such amounts at such times as the Budget requires (after deducting from the Budget any amounts identified as Non-core Assets and Non-Core Liabilities).
- 59.3 If the Budget does not specify a fixed dollar amount to be payable by the Contributor, the Constituent Council may require as a condition of payment that the Authority first provide an itemised estimate of the Core Activity expenditure reasonably expected to be incurred and which that contribution is to defray (after adjustments for payments previously made by that Constituent Council).
- 59.4 The Authority must use contributions received from a Constituent Council only for the purposes of a Core Activity as set out in the Budget.

- 59.5 If a Constituent Council (a Defaulter) fails to pay its full contribution so required when due:
- 59.5.1 the Defaulter must pay to the Authority interest on that amount at the official Reserve Bank Cash Rate Target plus 10% per annum from the due date to the date of actual payment.
 - 59.5.2 the Authority may recover that amount and that interest from the Defaulter as a debt.
 - 59.5.3 the Authority may, without prejudicing its other rights, set off any moneys otherwise payable by the Authority to the Defaulter against that amount and interest.
 - 59.5.4 if the default continues for at least 14 days:
 - (a) the Authority must notify all Constituent Councils (including the Defaulter) of the fact and details of the default; and
 - (b) Constituent Councils other than the Defaulter must together lend to the Authority an amount (equal to the amount not paid by the Defaulter) in such proportions as they may agree or failing agreement between themselves, in the proportion that their Share bears to the total Shares held by those Constituent Councils making such loan, for repayment when and to the extent the Defaulter makes good the contribution and accrued interest.

60 DEBT FUNDING

The Authority may borrow or raise money from the Local Government Finance Authority or a bank of such amount(s) as provided for in a Business Plan and Budget approved by the Constituent Councils.

61 DISTRIBUTIONS TO CONSTITUENT COUNCILS

The Authority must pay or credit surplus funds to the Constituent Councils in proportion to their Common Fleet Collection Percentages to the extent the Board determines the Authority can afford to pay having regard to future expenditure the Business Plan anticipates be incurred.

62 CONTRIBUTIONS ON INSOLVENCY

On the insolvency of the Authority, and subject to Clause 57 of this Charter, each Constituent Council must contribute in proportion to their Share to the debts and liabilities of the Authority and otherwise as incurred while the Constituent Council is a Constituent Council.

PART 17 – ASSETS

63 ACQUISITION OF ASSETS

The Authority may in accordance with this Charter acquire such assets (real or personal) as its Business Plan provides or otherwise pursuant to a Unanimous Decision of the Constituent Councils.

64 DISPOSAL OF ASSETS

The Authority may dispose of (personal) assets as its Business Plan provides, or at the end of the asset's economic life.

65 INVESTMENTS

In accordance with its Business Plan and Budget the Authority may invest in the items below:

- 65.1 in waste management infrastructure and ancillary land.
- 65.2 in plant and equipment to store, transfer and/or treat waste.
- 65.3 in plant and equipment to transport waste from properties to an appropriate place of storage and/or disposal.
- 65.4 cash on interest-bearing deposit with any bank.

66 INTERESTS IN COMPANIES

As a matter of record, Schedule 2, clause 39 of the Act prohibits the Authority from having an interest in most companies.

PART 18 – INSURANCE

67 INSURANCE

- 67.1 The Authority must register with the Local Government Association Mutual Liability Scheme and comply with the rules of that Scheme.
- 67.2 East Waste will indemnify its employees against any civil liability incurred by the employee for an honest act or omission in the exercise, performance or discharge or purported exercise performance or discharge of powers, functions and duties of the employee under the Local Government Act 1999 or any other Act.

PART 19 – FINANCIAL PRACTICES

68 ACCOUNTING RECORDS

The Authority must comply with section 124 of the Act as if the Authority were a council.

69 ABOUT ACCOUNTING FOR SERVICES

The Authority must keep accounting records in relation to services in such manner as will enable the calculation of Constituent Councils' contributions to, expenditure on and revenue from that service separately.

70 OTHER FINANCIAL PRACTICES

Except as may be stated elsewhere in this Charter or required by law, there are no special accounting, internal auditing or financial systems or practices to be established or observed by the Authority.

PART 20 – ACCESS TO INFORMATION

71 ACCESS TO RECORDS

A Constituent Council and a Director each has a right to inspect and take copies of the books and records of the Authority for any proper purpose.

72 PROVISION OF INFORMATION

As a matter of record Schedule 2, clause 27 of the Act entitles each Constituent Council to be furnished with information or records of the Authority.

73 BOARD REPORTS

The Authority must provide Board reports to the Directors and Constituent Councils in accordance with this Charter and otherwise at such times, in such format and with such content as the Board may determine.

74 ANNUAL REPORTS

- 74.1 As a matter of record, Schedule 2, clause 28 of the Act requires the Authority to furnish an annual report to the Constituent Councils.
- 74.2 The annual report will be in such format and include such content as the Constituent Councils may prescribe by Absolute Majority.
- 74.3 The annual report must be delivered to the Councils on or before 30 September in each year subsequent to the financial year to which the report relates.

PART 21 – DISPUTE RESOLUTION

75 DISPUTE RESOLUTION

75.1 About this clause:

- 75.1.1 The procedure in this clause must be applied to any dispute that arises between the Authority and a Constituent Council concerning the affairs of the Authority, or between Constituent Councils concerning the affairs of the Authority, including a dispute as to the meaning or effect of this Charter and whether the dispute concerns a claim in common law, equity or under statute.
- 75.1.2 The Authority and a Constituent Council must continue to observe and perform this Charter despite the application or operation of this clause.
- 75.1.3 This clause does not prejudice the right of a party:
 - (a) to require the continuing observance and performance of this Charter by all parties; or

- (b) to institute proceedings to enforce payment due under this Charter or to seek injunctive relief to prevent immediate and irreparable harm.
- 75.1.4 Pending completion of the procedure set out in this clause, and subject to this clause, a dispute must not be the subject of legal proceedings between any of the parties in dispute. If legal proceedings are initiated or continued in breach of this provision, a party to the dispute is entitled to apply for and be granted an order of the court adjourning those proceedings pending completion of the procedure set out in this clause.
- 75.2 **Step 1: Notice of dispute:** A party to the dispute must promptly notify each other party to the dispute:
 - 76.2.1 the nature of the dispute, giving reasonable details.
 - 76.2.2 what action (if any) the party giving notice thinks will resolve the dispute; and but a failure to give such notice does not entitle any other party to damages.
- 75.3 **Step 2: Meeting of the parties:** A party to the dispute who complies with the previous step may at the same or a later time notify each other party to the dispute that the first party requires a meeting within 14 business days after the giving of such notice. In that case, each party to the dispute must send to the meeting a senior manager of that party with the Board to resolve the dispute and at the meeting make a good faith attempt to resolve the dispute.
- 75.4 **Step 3: Mediation:** Despite whether any previous step was taken, a dispute not resolved within 30 days must be referred to mediation, as to which:
 - 75.4.1 the mediator must be a person agreed by the parties in dispute or, if they cannot agree within 14 business days, a mediator nominated by the then President of the South Australian Bar Association (or equivalent officer of any successor organisation).
 - 75.4.2 the role of a mediator is to assist in negotiating a resolution of a dispute. A mediator may not make a decision binding on a party unless that party has so agreed in writing.
 - 75.4.3 the mediation must take place in a location in Adelaide agreed by the parties.
 - 75.4.4 a party in dispute must co-operate in arranging and expediting mediation.
 - 75.4.5 a party in dispute must send to the mediation a senior manager with authority to resolve the dispute.
 - 75.4.6 the mediator may exclude lawyers acting for the parties in dispute and may co-opt expert assistance as the mediator thinks fit.
 - 75.4.7 a party in dispute may withdraw from mediation if there is reason to believe the mediator is not acting in confidence, or with good faith or is acting for a purpose other than resolving the dispute.
 - 75.4.8 unless otherwise agreed in writing.

- (a) everything that occurs before the mediator is in confidence and in closed session.
- (b) discussions (including admissions and concessions) are without prejudice and may not be called into evidence in any subsequent litigation by a party.
- (c) documents brought into existence specifically for the purpose of the mediation may not be admitted in evidence in any subsequent legal proceedings by a party.
- (d) the parties in dispute must report back to the mediator within 14 business days on actions taken, based on the outcome of the mediation.

75.4.9 a party in dispute need not spend more than one day in mediation for a matter under dispute;

75.4.10 a party in dispute must bear an equal share of the costs and expenses of the mediator and otherwise bears their own costs.

75.5 **Step 4: Arbitration:** Despite whether any previous step was taken, a dispute not resolved within 60 days must be referred to arbitration, as to which:

75.5.1 there must be only one arbitrator and who is a natural person agreed by the parties or, if they cannot agree within 14 business days, an arbitrator nominated by the then Chairperson of The Institute of Arbitrators and Mediators Australia (South Australian Chapter).

75.5.2 the role of the arbitrator is to resolve the dispute and make decisions binding on the parties.

75.5.3 the arbitration must take place in an agreed location in Adelaide.

75.5.4 a party must co-operate in arranging and expediting arbitration.

75.5.5 a party must send to the arbitration a senior manager with authority to resolve the dispute.

75.5.6 the parties may provide evidence and given written and verbal submissions to the arbitrator within the time set by the arbitrator.

75.5.7 the arbitrator must:

- (a) consider the evidence and submissions.
- (b) decide the dispute.
- (c) give written reasons to each party.

75.5.8 subject to this clause, the arbitration must take place under Rules 5 to 18 (inclusive) of the Rules of The Institute of Arbitrators and Mediators for the Conduct of Commercial Arbitrations and the provisions of the Commercial Arbitration Act 2011 (S.A.) and which Rules are taken to be incorporated by reference into this clause or subject to this clause, the arbitrator must fix the rules of arbitration.

- 75.5.9 the costs and expenses of the arbitrator and of each party must be borne as the arbitrator decides.

PART 22 – WINDING UP

77 WINDING UP

The Authority may be wound up in circumstances as Schedule 2, clause 33(1) of the Act allows or requires.

78 DISTRIBUTION OF ASSETS AND LIABILITIES ON WINDING UP

In the event the Authority commences to wind up and except to any extent the Board unanimously determines otherwise, the Authority must divide among the Constituent Councils in kind all of the Authority's assets and liabilities in proportion to their Shares or as otherwise agreed by Unanimous Decision of the Constituent Councils.

PART 23 – COMMITTEES

79 COMMITTEES

- 79.1 The Board may establish a committee of Directors for the purpose of enquiring into and reporting to the Board on any matter within the Authority's functions and powers and as detailed in the terms of reference given by the Board to the committee.
- 79.2 A member of a committee established under this clause holds office at the pleasure of the Board.
- 79.3 The Board may establish advisory committees consisting of or including persons who are not Directors for enquiring into and reporting to the Board on any matter within the Authority's functions and powers and as detailed in the terms of reference which must be given by the Board to the advisory committee.
- 79.4 A member of an advisory committee established under this clause holds office at the pleasure of the Board.

PART 24 – OTHER MATTERS

80 EXECUTION OF DOCUMENTS

The Chief Executive Officer must maintain a register of use of the Common Seal. As a matter of record, Schedule 2, clause 37 of the Act governs the execution of documents by the Authority.

81 PRINCIPAL OFFICE

The Authority's principal office is at 1 Temple Court, Ottoway, S.A. 5013 or as the Board may determine otherwise.

82 SERVICE OF DOCUMENTS

A document to be given by the Authority to a Constituent Council, or by a Constituent Council to the Authority may be given in a manner Section 280 of the Act permits. A written notice given by the Authority to a Constituent Council must be marked, 'Attention: Chief Executive Officer'.

83 CIRCUMSTANCES NOT PROVIDED FOR

If any circumstances arise about which this Charter is silent, incapable of taking effect or being implemented according to its terms, the Board may consider the circumstances and determine the action to be taken.

The undersigned (being each Council specified in the Charter) agree to the above as the Charter of the Authority.

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General Manager East Waste

EastWaste



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