



BOARD MEETING SUMMARY
May 2012

A summary report of matters covered at
Gippsland Water's 25 May 2012 Board meeting.

Present: Richard McDowell Chairman
Duncan Malcolm Director – Deputy Chair
Janice van Reyk Director
Peter Day Director
Kevin McKenzie Director
Malcolm Eccles Director
Sarah Cumming Director
David Mawer Managing Director

In attendance: Tony Staley Corporation Secretary
Ann McCurley Executive Assistant
Svetla Petkova General Manager Asset Planning,
Management & Delivery
Peter Skeels General Manager Operations

Kevin Enguell Manager, Strategic Planning
(For Draft Water Plan 3 Discussion)
Council & Latrobe City Council
Management
Representatives
(for annual Latrobe City/Gippsland Water strategic discussions)

Apologies: Nil

Conflicts of Interest: Nil

Consent Agenda Items

- Documents for Signing and Sealing
- Dutson Downs Integrated Management Plan
- Monthly Financial Report
- Key Performance Indicators
- Loch Sport Sewer Scheme Update
- Coongulla/Glenmaggie Sewer Scheme Update
- Audit Committee Meeting Minutes

Consent agenda items are received without further discussion at the Board meeting. If Directors have any questions or require any further information about any consent agenda item they are required to request the information prior to the Board meeting. Management will address any issues prior to the Board meeting. Directors can request that an item be moved to the Discussion Agenda.

Discussion Agenda Items

- **Managing Director's Report**

The Managing Director provided the Board with an update on:

- Presentation of our 2012/17 Corporate Plan to DSE;
- Update on briefing to Department of Treasury & Finance and Department of Sustainability & Environment on GWF de-watering issues;
- GW Briefing to John Lenders. Meeting was arranged through the Minister's office;
- Visit by Philip Island Nature Park to GWF and Dutson Downs and synergies between both organisations in respect to environmental matters;
- Storage Operator Annual Source Charge, GW will have further discussion with Southern Rural Water in this regard;
- Government has advised that the Environmental Levy will be \$5M, the impact to GW was outlined;
- Tariffs for 2012/13 have been publically released, and has received favourable media coverage;
- Draft Water Plan 3 briefings will commence next week; and
- Clean Energy Regulator, GW response regarding our liability was discussed. No Regulator response has been received to date but we do not believe we will be liable.

- **Emerging Risks Register**

The Board received an update on our emergency risks and noted that the GWF has been removed as an emerging risk and is now included in our Risk Register. The Board noted the report.

- **Quarterly Risk Management Review**

The Board noted the quarterly risk management review process and commended management on how risk is actively managed.

- **Draft Water Plan 3 Consultation**

The Board noted the 31st May date for release of Water Plan 3 Fact Sheets and noted the Draft Water Plan 3 community contact plan.

- **Water Plan 3 Price Path**

The Board approved the release of Option A and Option B prices paths publically to support the Draft Water Plan 3 consultation process and resolved that outcomes from the consultation process be used to inform the Corporation's determination of a preferred price path for inclusion in the Final Water Plan 3 proposal to the ESC.

- **Gippsland Water Factory Presentation**

The Board received a presentation on the status of the project.

- The plant has returned to near normal following the impact of poor quality waste following a recent plant outage at Australian Paper.
- Sludge manganese issues continue.
- A number of odour complaints have been received, EPA has advised that it intends to issue a PAN for odours emanating from the emergency storage lagoons.
- GW is still awaiting a response from the loss adjuster regarding our insurance claim following the meeting held in April 2012.

- **Gippsland Water/Latrobe City Meeting**

The Board met with representatives of Latrobe City Council and management as part of Gippsland Water's annual program of discussions on key current and strategic issues with local councils.

**Next meeting:
22nd June 2012 in
Melbourne ■**