

## DEVELOPER CHARGES PRICING POLICY

### 1. Aim

The Corporation is committed to providing clarity to developers in regard to the application of Developer Charges.

### 2. Legislation

Water and Sewerage Industry Act 2008

### 3. Background

Prior to the formation of the Corporation, owner Councils had differing approaches to the levying of Developer Charges.

Clause 6.5 of the Interim Price Order (IPO) requires the Corporation to provide a submission to the Treasurer regarding its view on the appropriate principles for the setting of developer charges by 30 September 2009.

However, Clause 6.3 of the IPO requires the Corporation to publish on its website by 1 August 2009 the developer charges pricing policy for the first year of the IPO (ie 2009/10).

### 4. Policy

The Corporation will honour any permits issued or agreements made in respect of developer charges prior to 1 July 2009.

Developer charges for 2009/10 are to be as follows: -

- All in subdivision infrastructure is to be provided by the developer at the developer's cost and passed to the Corporation;
- All external infrastructure solely required to service the development is to be provided at the developer's cost; and
- An infrastructure contribution (headworks charge) shall be payable by the developer prior to the issuing of the Certificate for Registration of Legal Document. The contribution will be calculated by Cradle Mountain Water and be based on the economic burden the development places on the infrastructure.

### 5. Responsibilities

The Chief Executive Officer is responsible for implementing the policy.

### 6. References

Interim Price Order



Approved by the Board on 6/05/2010

Signed: \_\_\_\_\_

A handwritten signature in blue ink, appearing to read "Andrew Kneebone", written over a horizontal line.

Andrew Kneebone  
Chief Executive Officer (Acting)