

Advancing Rural Queensland



Vegetation & Tenure Legislation: now and into the future

Lauren Hewitt
AgForce Policy Manager

Leasehold Land: where have we been?

2007

- •Delbessie starts
- •New rents = 1.5% UV with 20%/yr cap
- •Govt discu.ssion paper flags rural rents should be bought into line with other State Land rents (5-6% UV/ year)

08-11

- •20% pa rent increase
- Parliamentary Inquiry into Tenure commences

2012

- •108 submissions (>80 AgForce members)
- •Hearings Roma, Alpha, Cairns, Brisbane
- •Rents increase 20% pa

2013

- •Parliamentary Inquiry recommends freeholding
- Ministerial Rent Review
- Removal of National Park acquisitions through lease renewal
- •Rents increase 20% pa

2014

- •LOLA announced and implemented
- •
- New Rents
- •New Renewals process
- Freeholding
- •Removal Corporation & Aggregations restrictions

2015

Election



Leasehold Land: current framework

	Lease Renewal Process	Rental Methodology	Freehold Conversion Methodology	Other
leases on	New rolling lease framework will extend (roll over) terms for the original base term of that lease - for example, a 30-year lease will be rolled over for 30 years and there will be no limit as to the number of times a lease can be rolled over in this way.	0.75pc of most recent unimproved land value. Annual cap of 10pc pa	0.75pc of the current Unimproved land value multiplied by 13.1*^	
Rural Perpetual Lease	NA	1.5pc of most recent unimproved land value. Annual cap of 10pc applied from current rents	1.5pc of the current Unimproved land value multiplied by 13.1*	Corporations and aggregations restrictions removed
Other Term Leases, licences and permits	No change	0.75pc of most recent unimproved land value. Annual cap of 10pc pa	NA	



Leasehold Land: current framework

Arzendrie	Lease Renewal Process	Rental Methodology	Freehold Conversion Methodology	Other
leases on	New rolling lease framework will extend (roll over) terms for the original base term of that lease - for example, a 30-year lease will be rolled over for 30 years and there will be no limit as to the number of times a lease can be rolled over in this way.	0.75pc of most recent unimproved land value. Annual cap of 10pc pa	0.75pc of the current Unimproved land value multiplied by 13.1*^	
Rural Perpetual Lease	NA	1.5pc of most recent unimproved land value. Annual cap of 10pc applied from current rents	1.5pc of the current Unimproved land value multiplied by 13.1*	Corporations and aggregations restrictions removed
Other Term Leases, licences and permits	No change	0.75pc of most recent unimproved land value. Annual cap of 10pc pa	NA	

The fine print....

^{*}Term leases must address costs and compensation of Native Title.

^{*} All leases must pay out State-owned commercial timber on land or reserve the timber to the State under a Forest Consent Agreement registered on title.

^{*} All leases must survey land to freehold standard.

[^] State Forestry Leases and Timber Reserves will be ineligible for freeholding



Leasehold Land: working examples

Term Lease A (Land Act lease) -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$8,000/year (0.8% UV) - Term Lease B (Land Act Lease) -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Term Lease C (State Forestry Lease C (State Forestry Lease or Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Term Lease C (State Forestry Lease & Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Term Lease C (State Forestry Lease & Timber Reserve Reserves are not eligible to convert to freehold \$7,500 at a cap of 10% per year			
-Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$8,000/year (0.8% UV) - Term Lease B (Land Act Lease) -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Term Lease C (State Forestry Lease C (State Forestry Lease or Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Term Lease C (State Forestry Lease & Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$7,500 at a cap of 10% per year State Forestry Lease & Timber Reserves are not eligible to convert to freehold \$7,500 at a cap of 10% per year		Rent going forward	Freehold Conversion
\$1,000,000 -Currently paying rent of \$8,000/year (0.8% UV) - Term Lease B (Land Act Lease) -Unimproved value (UV) of \$5,000/year (0.5% UV) Term Lease C (State Forestry Lease or Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$1,000,000 -Currently paying rent of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Will experience a reduction in rent to 0.75 % of UV (\$7,500/year) Rent = 0.75*UV Rent will eventually increase to \$7,500 at a cap of 10% per year Rent = 0.75*UV State Forestry Lease & Timber Reserve Reserves are not eligible to convert to freehold \$7,500 at a cap of 10% per year		Rent = $0.75*UV$	Freehold = $(0.75\%*UV)*13.1$
\$8,000/year (0.8% UV) Term Lease B (Land Act Lease) -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Term Lease C (State Forestry Lease or Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$1,000,000 -Currently paying rent of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) State Forestry Lease & Timber Reserves are not eligible to convert to freehold \$7,500 at a cap of 10% per year	· · ·	•	Can be converted for \$98,250 + cost of obtaining survey + cost of pegotiating
-Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$7,500 at a cap of 10% per year Term Lease C (State Forestry Lease or Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Rent will eventually increase to \$7,500 at a cap of 10% per Reserves are not eligible to convert to \$7,500 at a cap of 10% per year State Forestry Lease & Timber Reserves are not eligible to convert to freehold			and paying compensation for native
\$1,000,000 Currently paying rent of \$5,000/year (0.5% UV) Rent will eventually increase to \$7,500 at a cap of 10% per year Rent = 0.75*UV Rease or Timber Reserve Unimproved value (UV) of \$1,000,000 Currently paying rent of \$5,000/year (0.5% UV) Rent will eventually increase to \$7,500 at a cap of 10% per year State Forestry Lease & Timber Reserves are not eligible to convert to freehold	-	Rent = 0.75*UV	
\$5,000/year (0.5% UV) Term Lease C (State Forestry Lease C (State Forestry Lease & Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) State Forestry Lease & Timber Reserves are not eligible to convert to freehold \$7,500 at a cap of 10% per year	\$1,000,000	•	
Lease or Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of \$5,000/year (0.5% UV) Rent will eventually increase to \$7,500 at a cap of 10% per year	, . , .		
Perpetual Lease D Rent = $1.5\%*$ UV with a 10% Freehold = $(1.5\%*$ UV)*13.1	Lease or Timber Reserve -Unimproved value (UV) of \$1,000,000 -Currently paying rent of	Rent will eventually increase to \$7,500 at a cap of 10% per	Reserves are not eligible to convert to
-Unimproved value (UV) of pa cap	Perpetual Lease D -Unimproved value (UV) of	Rent = 1.5%* UV with a 10% pa cap	Freehold = $(1.5\%*UV)*13.1$
\$1,000,000 Can be converted for \$196,500 + cost	\$1,000,000		· · ·
**Currently paying rent of **8,000/year (0.8% UV) Rent will continue to rise at 10% pa until it hits 1.5% commercial timber. (\$15,000)		10% pa until it hits 1.5%	,



Leasehold Land: Where to from here?

- Future of the program
- Finance
 - QRAA?
- Policy Issues
 - Survey
 - Forest Consent Areas (FCAs)
 - Native Title
 - Conditions on leases (forestry)



Overview of Reform (2013)

- New mapping
- Regrowth removed from freehold
- Self-assessable Codes
- Offence provision changes
 - Reversing the onus of proof
 - 'Mistake of Fact'
- New clearing purposes:
 - High Value and Irrigated High Value Agriculture
 - Environmental clearing



What can I do on my property?

Is the Vegetation assessable?



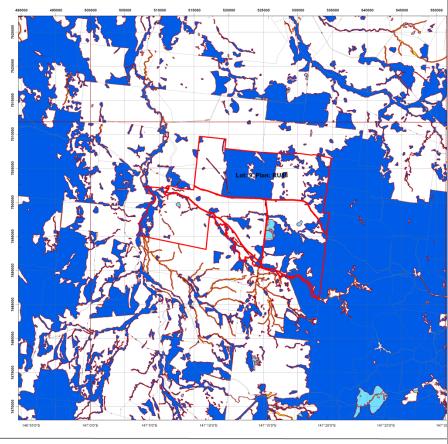
Self-assessable codes?



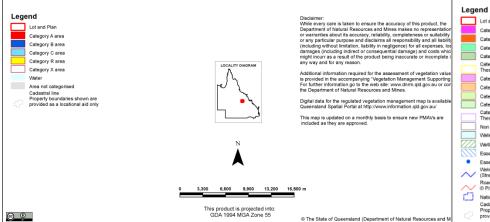
Area Management Plan?

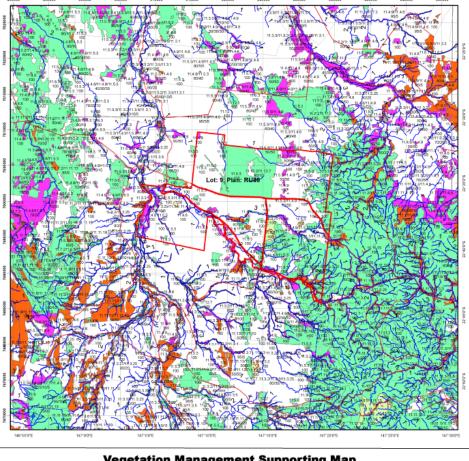


Further assessment.









Vegetation Management Supporting Map



Labels for Essential Habitat are centred on the area of enquiry.

Regional ecosystem linework has been compiled at a scale of 1:100 000, except in designated areas where a compilation scale of 1:50 000 is available. Linework should be used as a guide only. The positional accuracy of RE data mapped at a scale of 1:100 000 is +/- 100 metres.

Disclaimer

While every care is taken to ensure the accuracy of this product, the Department of Natural Resources and Mines and

Pitney Bowes Software, makes no representations or warranties about its accuracy, reliability, completeness or suitability or any particular purpose and disclaims all responsibility and all liability (including without limitation, liability in negligence) for all expenses, losses, damages (including indirect or consequential damage) and costs which you might incurr as a result of the product being inaccurate or incomplete in any way and for any reason

Additional information may be required for the purposes of land clearing or assessment of a regional ecosystem map or PMAV applications. For further information go to the web site: www.dnrm.qld.gov.au or contact the Department of Natural Resources and Mines.

Digital data for the vegetation management watercourse map, vegetation management wetlands map, essential habitat map and the vegetation management remnant and regional ecosystem map are available from the Queensland Spatial Portal at http://www.information.qid.gov.au/



GDA 1994 MGA Zone 55

Lot and Plan

Non Remnant

Cadastral line Property boundaries shown are provided as a locational aid only

Water

Category A or B area containing endangered regional ecosystems

Category A or B area containing remnant vegetation

Wetland on the vegetation management wetlands map Essential habitat on the essential habitat map Essential habitat species record

Vilatercourse on the vegetation management watercourse map (Stream order shown as black number against stream where available)

Category C area under Section 20AI

© Pitney Bowes Software Pty Ltd

National Parks, State Forest and other reserves



VMA: Exemptions

Common exemptions

Clearing purpose	Vegetation type	Details
All purposes	Category X	All clearing on this land is exempt.
Firebreaks	All	To establish or maintain a necessary firebreak to protect infrastructure (other than fences, roads and tracks) to a maximum width of 20m or 1.5 times the height of the tallest adjacent tree, whichever is the greater.
Fire management line	All	Clearing for a necessary fire management line to a maximum width of 10m .
Hazardous fuel load reduction	All	Clearing by fire to reduce hazardous fuel load under the <i>Fire and Rescue Service Act 1990.</i>
Risk to people or infrastructure	All	Clearing necessary to remove or reduce the imminent risk the vegetation poses to people or infrastructure.
Maintain existing infrastructure	All	Clearing necessary to maintain existing infrastructure, including buildings, fences, roads and watering points. Clearing to source construction timber to maintain existing infrastructure on the land.



VMA: self-assessable Codes

- Self-assessable codes for:
 - Thinning
 - Encroachment
 - Weeds
 - Fodder harvesting
 - Infrastructure
 - Improving operational efficiency
 - Category R and Category C

3. Notification and compliance

3.1 Notification

Practice

Landholders intending to thin remnant vegetation under this code must notify DNRM before thinning.

Guidance

Prior to clearing vegetation for thinning, you must notify DNRM. Refer to the DNRM website (www.dnrm.qld.gov.au) for options and instructions on how to notify DNRM. There is no notification fee. DNRM will give you a receipt of the notification.

If your property is sold, the new landholder must notify DNRM if they wish to manage thickened vegetation under this code.

3.2 Compliance

Practice

Landholders thinning remnant vegetation must comply with the practices in this code.

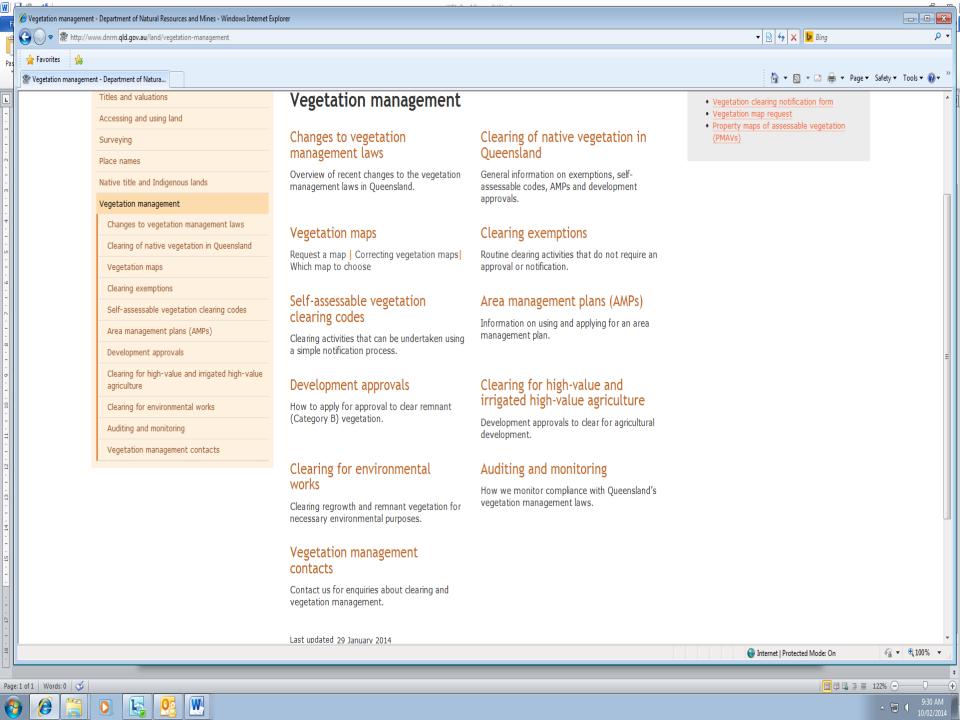
Guidance

You are required to comply with the practices specified in this code (shaded blue), and summarised in Appendix 1. Before thinning, you should consult the DNRM website to ensure you are operating under the current version of the code. Compliance with this code does not exempt land from requirements under other legislation (see Appendix 3 for a list of other relevant legislation).



Appendix 1: Summary of practices

Practice	Page	
Landholders intending to thin remnant vegetation under this Code must notify the Department of Natural Resources and Mines (DNRM) before thinning.		
Landholders thinning remnant vegetation are required to comply with the practices in this code.	3	
Thinning of trees and tall shrubs (greater than 2 metres) must only occur in the regional ecosystems	5	
listed in Table 1. The despite of mature and immeture trace must be measured prior to thinning.	6	
The density of mature and immature trees must be measured prior to thinning. Thinning of trees and tall shrubs must retain the density of trees specified in Table 3 for the regional	8	
ecosystem.	0	
Thinning of trees and tall shrubs:	9	
must retain all habitat trees		
 must retain all mature trees, unless the number of mature trees exceeds the tree retention requirement specified in Table 3 		
 must retain sufficient immature trees to satisfy the retained density (mature, habitat and immature trees listed in Table 3, Retained immature trees must; 		
 be comprised of all tree species in proportion to their natural occurrence in the regional ecosystem; 		
 be comprised of a range of sizes; and be spaced across the area as evenly as the natural distribution of immature trees 		
 permits must not clear all vegetation in one area, on the basis of leaving additional vegetation in 		
another area		
 may remove non-native species and native species which do not belong in that regional ecosystem. 		
Chemical thinning of trees and tall shrubs must not occur by aerial application or application of a soil absorbed, broad spectrum herbicide.	11	
Mechanical thinning of trees and tall shrubs must not:	12	
 involve the use of two tractors pulling a cable or chain 		
 occur within 5 metres of the trunk of a mature tree 		
damage a retained or habitat tree		
stack debris against a retained or habitat tree		
 in a regional ecosystem listed in Table 5, occur within 50 metres of a scarp or an area of instability 		
cause accelerated soil erosion		
 occur in a no machinery zone of a wetland or watercourse (in accordance with Table 6 and as shown in Figure 7). 		
Thinning of low shrubs (less than 2 metres high) and vegetation in the ground layer can only occur	20	
where their ground cover exceeds 50%.		
Mechanical thinning of low shrubs (less than 2 metres high) and the ground layer must:		
not involve the use of two tractors pulling a cable or chain		
not occur within 5 metres of a mature tree		
 not damage a mature or habitat tree or stack debris against a mature or habitat tree in a regional ecosystem listed in Table 5, not occur within 50 metres of a scarp or an area of 		
instability		
not cause accelerated soil erosion		
 not occur in a no machinery zone of a wetland or watercourse (as specified in Table 6 and shown in Figure 7). 		
Chemical thinning of low shrubs and vegetation in the ground layer must not occur by aerial application or application of a soil absorbed, broad spectrum herbicide.		





Area Management Plans

- An alternative approval system
- Use for specific vegetation management activities not covered by a SAC.
- Designed for groups of landholders wanting to undertake the same activity.
- AMPs have an application fee which varies depending on the number of properties involved.



VMA: High Value & Irrigated High Value Agriculture

Activity	High-value agriculture	Irrigated high-value agriculture
Broadacre cropping (including sugar cane)	Yes	Yes
Annual horticulture	Yes	Yes
Perennial horticulture	Yes	Yes
Grazing	No	Yes (irrigated pasture)
Plantation forestry	No	No

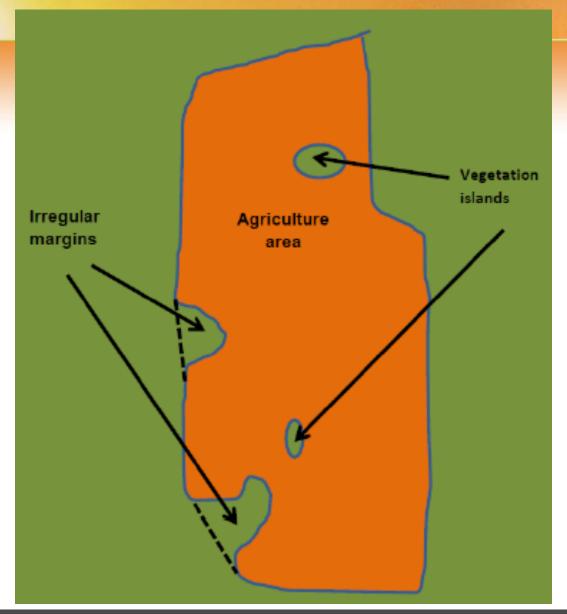


VMA: Improving Operational Efficiency SAC

- Limited to veg either within or adjacent to existing crop
- Similar soil type and slope to existing crop
- Limited to 5ha or 10% of existing crop up to 100ha
- Not in essential habitat, wetland or watercourse protection area
- Slope limits depending on cultivation type
- Endangered or of concern REs require an exchange area
- Must not cause accelerated soil erosion, release of acid sulphate soils or salinity.

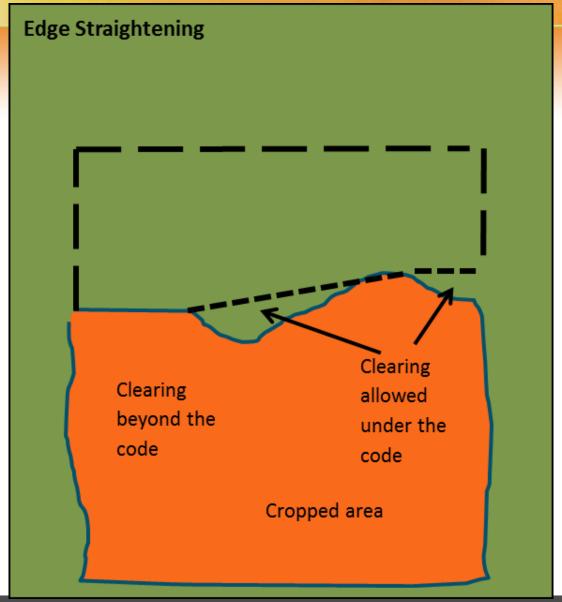
AGFORCE

Improving Operational Efficiency SAC



Improving Operational Efficiency SAC







Where to now?

- Regrowth
- High Value Agriculture
- PMAV security



Thank you

Questions?

Contact details:

Lauren Hewitt

3236 3100

hewittl@agforceqld.org.au