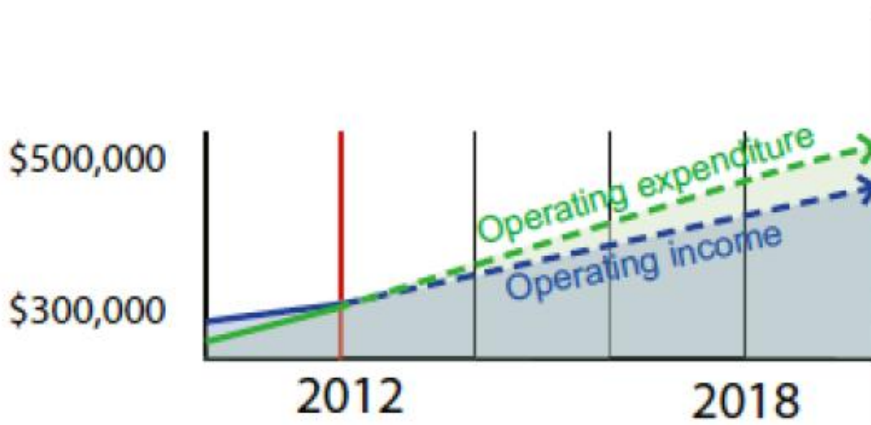




### #5 Forecast Results for Hanging Rock were completely distorted

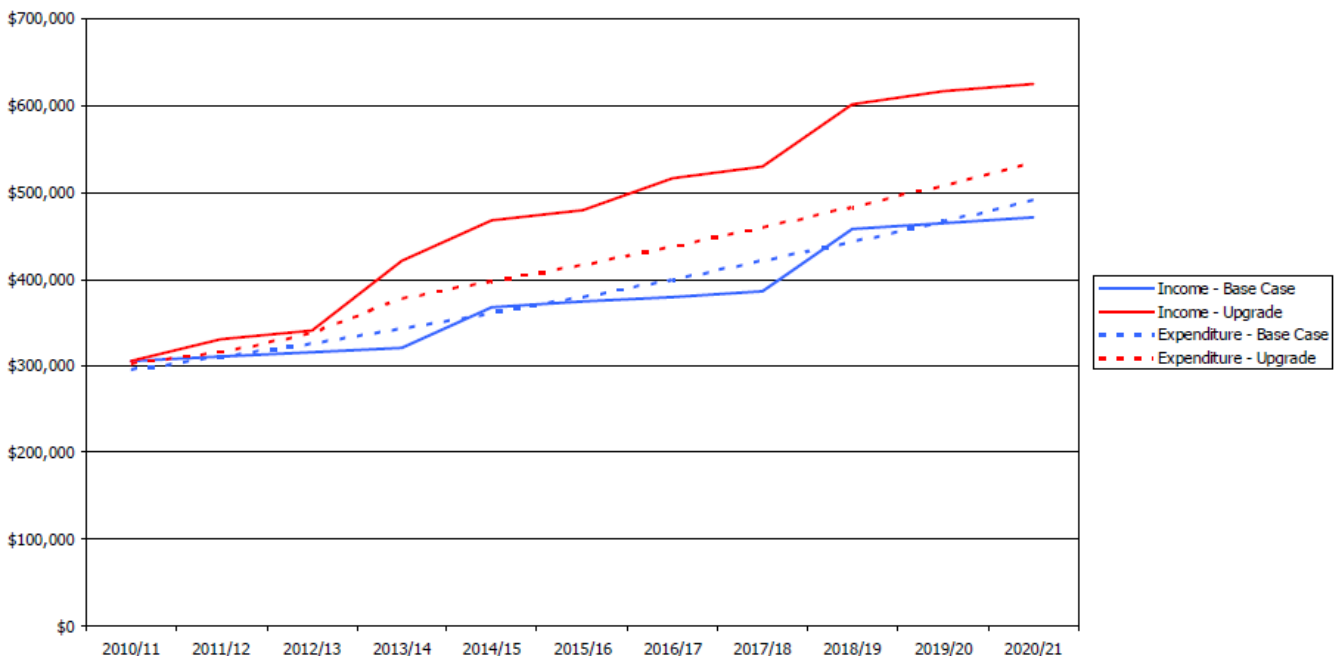
In examining the proposal for development at Hanging Rock it became obvious that a number of facts were incorrectly stated. We have tried to point these out to Council so that decisions can be made on the basis of correct information. Council policy is that if an error occurs in documents produced by Council, that error would be corrected at the earliest opportunity.

In the proposal put to Council on 28 August 2013 a graph was included purporting to be sourced from the Hanging Rock Business Plan 2011. P58 Agenda .



The expected Reserve Operating Expenditure has and will continue to exceed the Reserve Operating Revenue under the current operating structure.  
Source: Hanging Rock Business Plan 2011, MRSC.

The original graph in the Hanging Rock Business Plan 2011 MRSC is below. P 19



## **There is no resemblance between the two graphs.**

The **original graph** shows that income is forecast to basically breakeven against expenses for the 10 years from 2010/11 to 2020/21. If the Concert estimates are included, the forecast is for surpluses every year.

The graph given to Councillors as a significant input to the Hanging Rock Development and Investment proposal on 28 August, 2013 shows that losses are forecast from 2013 onwards to 2020.

### **What has happened?**

Why were Councillors not told that the graph being used to support the Development Proposal had been significantly changed without any explanation!

Somehow the graph has been completely reversed when being transcribed from the Business Plan to the Investment proposal. What should have been a simple copy from one document to the next has been changed to present Councillors with a completely opposite set of numbers to those appearing in the Hanging Rock Business Plan 2011.

There is no explanation for the reversal and no supporting data for the change.

The error was only identified after the Business Plan 2011 was obtained under a Freedom of Information request

The aims of the Hanging Rock Action Group have been consistent.

1. Have Council undertake Community Consultation
2. Distil the real issues and facts of the proposed development
3. Raise community awareness of the issues

This error has been pointed out to Council but to date no acknowledgement of the error has been made and no correction has been provided to Councillors or the community.

Surely Councillors and the Community are entitled to be told directly that a gross error was present in the Hanging Rock Investment Proposal put to Council on 28 August 2013.

Why doesn't Council publish a correction as per their stated policy?

Hanging Rock Action Group Inc.