FISHERIES MANAGEMENT ACT 1994—REGULATION

(Fisheries Management (Aquaculture) Regulation 1995)

NEW SOUTH WALES



[Published in Gazette No. 3 of 13 January 1995]

His Excellency the Governor, with the advice of the Executive Council, and in pursuance of the Fisheries Management Act 1994, has been pleased to make the Regulation set forth hereunder.

I. R. CAUSLEY, Minister for Agriculture and Fisheries

PART 1—PRELIMINARY

Citation

1. This Regulation may be cited as the Fisheries Management (Aquaculture) Regulation 1995.

Commencement

2. This Regulation commences on the commencement of the Fisheries Management Act 1994.

Definitions

- 3. (1) In this Regulation:
- "ballot application" means an application to participate in a public ballot for the allocation of an aquaculture lease area;
- **"extensive aquaculture"** means aquaculture undertaken without providing supplementary food for the fish or marine vegetation that are being cultivated;
- "food" includes any form of nutrient;
- "intensive aquaculture" means aquaculture undertaken by providing supplementary food for the fish or marine vegetation that are being cultivated (whether or not naturally occurring food is consumed or available for consumption by the fish or marine vegetation);

"the Act" means the Fisheries Management Act 1994.

- (2) In this Regulation, a reference to a permit of a particular class is a reference to a permit of that class as referred to in clause 4.
- (3) Notes included in this Regulation do not form part of this Regulation.

PART 2—AQUACULTURE PERMITS

Division 1—Classification of permits

Kinds of aquaculture permits that can be issued

- **4.** (1) The following classes of aquaculture permits are prescribed for the purposes of section 144 (2) of the Act:
 - (a) a class A permit authorising extensive aquaculture on public water land:
 - (b) a class B permit authorising intensive aquaculture on public water land;
 - (c) a class C permit authorising extensive aquaculture to be undertaken otherwise than on public water land;
 - (d) a class D permit authorising intensive aquaculture to be undertaken otherwise than on public water land;
 - (e) a class E permit authorising extensive freshwater aquaculture to be undertaken at 2 or more privately owned locations otherwise than on public water land;
 - (f) a class F permit authorising a person to operate a fish pond, tank or other structure with a view to charging members of the public for the right to fish in the pond, tank or structure;
 - (g) a class G permit authorising experimental aquaculture to be undertaken;
 - (h) a class H permit authorising a fish hatchery to be operated;
 - (i) a class I permit authorising aquaculture to be undertaken for a charitable or non-profit making purpose.
 - (2) A class I permit cannot be issued for more than 3 months.

(3) In this clause, "fish hatchery" means a place where the progeny of fish are produced for the purpose of selling them.

Note: "Public water land" is defined in section 4 of the Act.

Division 2—Applications for, and issue of, permits

Fee payable when applying for an aquaculture permit

- **5.** (1) The fee required to accompany an application for an aquaculture permit is as follows:
 - (a) for a class A permit—\$300;
 - (b) for a class B permit—\$300;
 - (c) for a class C permit—\$300;
 - (d) for a class D permit—\$500;
 - (e) for a class E permit—\$700;
 - (f) for a class F permit—\$300;
 - (g) for a class G permit—\$300;
 - (h) for a class H permit—\$400;
 - (i) for a class I permit—\$50.

Note: See section 145 (2) (c) of the Act.

(2) A fee is not payable for a replacement aquaculture permit under clause 15 (4) of Schedule 7 to the Act.

Additional grounds for refusing an aquaculture permit

- **6.** The Minister must refuse to issue an aquaculture permit if the Minister believes on reasonable grounds that there is a real risk that if the activity to which the permit relates were authorised:
 - (a) fish (whether cultivated or' naturally occurring) could become infected with a particular disease; or
 - (b) the environment of the area where it is proposed to carry on the activity would be damaged.

Note: See section 146 (2) (h) of the Act.

Division 3—Contributions by permit holders

Aquaculture permit holders liable to pay contributions for research

7. (1) Each holder of an aquaculture permit must pay to the Minister an annual contribution of the prescribed amount for 1995 and each subsequent year for the purposes of meeting:

- (a) the cost of carrying out research that will benefit the New South Wales aquaculture industry (including research by the Fisheries Research and Development Corporation established under the Primary Industries and Energy Research and Development Act 1989 of the Commonwealth); and
- (b) the costs incurred in maintaining any relevant research committee established under section 157 (4) of the Act.

Note: See section 156 of the Act (Annual contribution to cost of administration or research or to other industry costs).

- (2) This clause does not apply to the holder of a class I permit.
- (3) The prescribed annual contribution is (subject to subclause (4)) \$20 for each hectare, or part of a hectare, of the area of the aquaculture farm or farms to which the permit relates.
- (4) If the aquaculture farm or farms to which the permit relates are not located on public water land, the prescribed annual contribution is the greater of:
 - (a) \$100; or
 - (b) \$20 per hectare of the total surface area of water storage on the aquaculture farm or farms.
- (5) A contribution under this clause must be paid on or before 31 January in the year for which it is payable.
- (6) A permit holder may pay a contribution by instalments. For that purpose, the Minister is required:
 - (a) to determine the amounts of the instalments that are payable, or the manner in which they are to be calculated; and
 - (b) to notify those amounts or the manner of their calculation to the permit holder concerned.
- (7) If there is a failure to make a payment in accordance with such a notice, the Minister may treat the total unpaid balance as an overdue amount of contribution even if payment by instalments has begun.
- (8) If the total area of the aquaculture farm or farms to which an aquaculture permit relates is less than 1 hectare, the contribution payable by the holder of the permit under this clause is that payable for 1 hectare.

Note: "Public water land" is defined in section 4 of the Act.

Trust accounts to be established for the purposes of this Division

8. (1) The Minister is required to establish and maintain a separate trust account for the purposes specified in clause 7 (1).

- (2) The trust account is to consist of
- (a) all contributions paid or recovered under this Division by or from permit holders; and
- (b) the interest or other income accruing from investing the money in the trust account.
- (3) The money held in the trust account is vested in the Minister as trustee and is to be applied in accordance with this Division.

Where trust account money is to be kept and how the account is to be operated

- **9.** (1) The Minister must keep at a bank located in New South Wales a trust account for the purposes specified in clause 7 (1). The name of the account must include the relevant purpose and the words "NSW Fisheries Trust Account".
- (2) The Minister must ensure that all money referred to in clause 8 (2) is paid to the credit of the relevant trust account.
- (3) Subject to this Division, the Minister is responsible for determining the manner in which the trust account is to be operated.

Money held in trust account to be invested

- 10. The Minister may invest money held in the trust account that is not immediately required for the purposes of this Division:
 - (a) in any manner in which trustees are authorised by the Trustee Act 1925 to invest trust funds; or
 - (b) on deposit with the Treasurer.

Purposes for which money held in trust account can be used

- 11. Money held in the trust account may be applied only for:
- (a) meeting the costs incurred in carrying out the purpose for which the trust account was established; and
- (b) meeting the expenses incurred by the Minister in administering the trust account.

Committees in respect of trust account

12. Schedule 2 applies to committees appointed by the Minister in respect of trust accounts under section 157 of the Act.

PART 3—SECURITY ARRANGEMENTS FOR AQUACULTURE PERMIT HOLDERS

Division 1—Preliminary

"Payment obligation" defined

- **13.** In this Part, "payment obligation", in relation to a permit holder, means:
 - (a) an obligation of the permit holder to pay a debt to the Minister in consequence of the Minister or an agent of the Minister having undertaken work under section 162 (4), 170 (4) or 171 (4) of the Act; or
 - (b) an obligation of the permit holder to pay a debt to the Minister arising in consequence of a fisheries officer having taken action under section 183 (6) of the Act; or
 - (c) an obligation of the permit holder arising under section 213 of the Act to pay a debt in consequence of a fisheries officer having taken measures to destroy noxious fish.

Note: The above provisions of the Act provide, among other things, for the following:

- section 162 of the Act enables the Minister or an agent of the Minister to enter an area to which an aquaculture permit relates and carry out work necessary to achieve compliance with a notice requiring the area to be kept in a tidy condition, or to remove from land (other than that area) anything that has been left there by the permit holder or that has come from that area and become deposited on that land.
- section 170 of the Act enables the Minister or an agent of the Minister to enter a leased area to remove any fence unlawfully erected on the area.
- section 171 of the Act enables the Minister or an agent of the Minister to enter an area that was held by a former lessee who has failed to comply with a notice requiring improvements on the area to be removed. and to remove those improvements from the area.
- section 183 of the Act enables a fisheries officer to enter an area quarantined because of a fish disease to take action required by an order to enforce the quarantine.
- section 213 of the Act enables a fisheries officer to enter premises where noxious fish are believed to be located and to take measures to destroy the fish if a notice served on the owner or occupier of the premises to destroy the fish has not been complied with.

Generally, the costs incurred in taking the above measures (after certain deductions) are a debt owing to the Minister.

Division 2—Security to be provided by class A and class B permit holders

Persons to whom this Division applies

14. This Division applies to and in respect of class A and class B permit holders.

Class A and B permit holders to enter into financial arrangement to provide security

- **15.** (1) It is a condition of every class A or class B permit that the permit holder must enter into, and maintain, one of the following arrangements:
 - (a) the depositing with the Minister by the permit holder of the required amount of cash to secure the due performance of the permit holder's payment obligations under the Act;
 - (b) a guarantee issued by a bank, or by a corporation authorised to carry on insurance business in Australia, guaranteeing to indemnify the Crown to the extent of the required amount to secure that performance;
 - (c) a financial arrangement approved by the Minister under which a corporation of which the permit holder is a member agrees with the Minister to indemnify the Crown to the extent of an amount specified in the agreement to secure that performance.
- (2) However, a class A permit holder of a class 1 lease (as referred to in clause 26) may decide not to enter into, or to cease, an arrangement under subclause (1). In that case, the permit holder is taken to have entered into a financial arrangement for the payment of annual contributions as provided by Division 3 and that arrangement is taken to be a condition of the permit.
- (3) A permit holder may choose which kind of arrangement is to be entered into under subclause (1), and may, with the concurrence of the Minister, change the chosen arrangement to another arrangement at any time while the permit is in force.
- (4) For the purposes of this clause, the required amount is \$1,000 for each hectare (or part of a hectare) of the leased area or areas held by the permit holder or permit holder concerned.
- (5) The Minister is required to keep a separate account in respect of cash deposited under this clause and to invest the cash:
 - (a) in any manner in which trustees are authorised by the Trustee Act 1925 to invest trust funds; or
 - (b) on deposit with the Treasurer.

When secured amounts are liable to be forfeited

- 16. (1) If it appears to the Minister that a permit holder who has entered into an arrangement referred to in clause 15 (1) has incurred a payment obligation under the Act, the Minister may serve on the permit holder a notice requiring the permit holder to perform the obligation within a period specified in the notice (being not less than 14 days).
- (2) If the permit holder fails to perform the payment obligation within the period specified in the notice, the Minister may forfeit the amount deposited or secured under the arrangement to the Crown to the extent of that obligation.
- (3) If the amount forfeited is an amount secured under an arrangement of a kind referred to in clause 15 (1) (b) or (c), the guarantor or the party to the financial arrangement concerned must, within 7 days after being served by the Minister with a notice declaring the amount to be forfeited, pay the amount to the Minister. The amount is recoverable by proceedings brought in a court of competent jurisdiction as a debt due to the Crown.
- (4) An amount may be forfeited under this clause even though the person who entered into the arrangement concerned is no longer a permit holder.

What happens to an arrangement when a person stops being a permit holder

- 17. (1) At the time when a person ceases to be the holder of a class A or class B permit, any arrangement of a kind referred to in clause 15 (1) that the person has entered into also ceases at that time if the Minister is satisfied that the person has no payment obligations outstanding.
- (2) If the arrangement is a deposit of cash with the Minister, the person (or the person's legal personal representative) is entitled to:
 - (a) a refund of the cash; and
- (b) payment of the interest accruing on the investment of the deposit, less any amount that the Minister certifies to be attributable to administration costs.

Division 3—Financial arrangements by way of contributions taken to be entered into by certain class A permit holders

Persons to whom this Division applies

18. This Division applies to every class A permit holder of a class 1 lease (as referred to in clause 26) who, by virtue of clause 15 (2), is taken to have entered into a financial arrangement for the payment of annual contributions in accordance with this Division.

Contributions to be made by certain class A permit holders

- 19. (1) A class A permit holder to whom this Division applies must pay to the Minister to secure the due performance of the permit holder's payment obligations under the Act:
 - (a) for the period of 12 months beginning on 1 July 1995—an annual contribution of \$10 for each hectare, or part of a hectare, of the aquaculture farm or farms to which the permit relates; and
 - (b) for the period of 12 months beginning on 1 July 1996—an annual contribution of \$20 for each hectare, or part of a hectare, of the aquaculture farm or farms to which the permit relates; and
 - (c) for the period of 12 months beginning on 1 July 1997—an annual contribution of \$30 for each hectare, or part of a hectare, of the aquaculture farm or farms to which the permit relates; and
 - (d) for the period of 12 months beginning on 1 July 1998 and on 1 July in each subsequent year—an annual contribution of \$40 for each hectare, or part of a hectare, of the aquaculture farm or farms to which the permit relates.
- (2) If the total area of the aquaculture farm or farms to which an aquaculture permit relates is less than 1 hectare, the contribution required by this clause is that payable for 1 hectare.
- (3) A contribution required by this clause must be paid on or before 31 July in the period of 12 months for which it is payable.
- (4) A permit holder may pay such a contribution by instalments. For that purpose, the Minister is required:
 - (a) to determine the amounts of the instalments that are payable, or the manner in which they are to be calculated; and
 - (b) to notify those amounts or the manner of their calculation to the permit holder concerned.
- (5) If there is a failure to make a payment in accordance with such a notice, the Minister can treat the total unpaid balance as an overdue amount of contribution even if payment by instalments has begun.
- (6) A class A permit holder to whom this Division applies may at any time elect to enter into an arrangement of a kind referred to in clause 15 (1). However, such an election does not take effect until:
 - (a) the end of the period of 12 months; or
 - (b) if the contribution is payable in periodic instalments, the end of the period,

in which the election is made.

(7) A contribution paid under this clause is not refundable.

Minister may suspend requirement to make contributions

- **20.** (1) The Minister may, by order published in the Gazette, suspend the operation of clause 19 for a particular period of 12 months if satisfied that the amount held in the trust account kept under clause 22 is for the time being sufficient for the purposes of the account.
- (2) The Minister must also notify in writing the effect of an order made under this clause to all permit holders affected by the order. However, failure to comply with this subclause does not affect the validity of the order.

Minister to enforce permit holder's obligations

21. (1) If it appears to the Minister that a class A permit holder to whom this Division applies has incurred a payment obligation under the Act, the Minister may, by notice in writing served on the permit holder, require the permit holder to perform the obligation within a period specified in the notice (being not less than 14 days).

(2) If:

- (a) the permit holder has failed to perform the payment obligation within the period specified in the notice; and
- (b) the Minister certifies in writing that all reasonable practicable steps have been taken to recover the debt arising from the permit holder's failure to perform that obligation or the permit holder's whereabouts are unknown,

the Minister may then (and only then) withdraw from the trust account under clause 22 an amount equal to that debt.

- (3) In order to reduce the amounts withdrawn under subclause (2) from the trust account, the Minister is to arrange for aquaculture leases to be inspected every 2 years for matters that may give rise to payment obligations by the lessees.
- (4) Subclause (2) applies even if proceedings brought under the Act to recover the debt have been unsuccessful and even if the person who has failed to perform the obligation concerned has ceased to be a permit holder.

Trust account to be established for the purposes of this Division

22. (1) The Minister is required to establish and maintain a trust account for the purposes of this Division.

- (2) The trust account is to consist of:
- (a) all contributions and additional contributions paid or recovered under this Division by or from class A permit holders to whom this Division applies; and
- (b) all money required to be paid to the trust account in accordance with this Division; and
- (c) the interest or other income accruing from investing the money in the trust account.
- (3) The money held in the trust account is vested in the Minister as trustee and is to be applied in accordance with this Division.

Purposes for which money held in trust account can be used

- **23.** Money held in the trust account under clause 22 may be applied only for the following purposes:
 - (a) subject to clause 21, meeting the expenses incurred by the Minister in carrying out a payment obligation of a class A permit holder to whom this Division applies;
 - (b) meeting the expenses incurred by the Minister in administering the trust account and of any committee appointed by the Minister in respect of that trust account.

Where trust account money is to be kept and how the account is to be operated

- **24.** (1) The Minister must maintain the trust account under clause 22 at a bank located in New South Wales. The name of the account must include the words "NSW Fisheries Trust Account".
- (2) The Minister must ensure that all amounts referred to in clause 22 (2) are paid to the credit of the trust account.
- (3) Subject to this Division, the Minister is responsible for determining the manner in which the trust account is to be operated.

Money held in trust account may be invested

- **25.** The Minister may invest money held in the trust account under clause 22 that is not immediately required for the purposes of this Division:
 - (a) in any manner in which trustees are authorised by the Trustee Act 1925 to invest trust funds; or
 - (b) on deposit with the Treasurer.

PART 4—AQUACULTURE LEASES

Division 1—Classification of leases

Classes of aquaculture leases

- **26.** (1) The kinds of aquaculture leases that may be granted under Part 6 of the Act are as follows:
 - (a) a class 1 lease for a leased area:
 - (i) where extensive cultivation of fish or marine vegetation is undertaken and a majority of the area under cultivation is in water the depth of which is less than 6 metres; or
 - (ii) where the leased area comprises or includes a bed from which oysters are dredged (whether the bed is at a depth of less than 6 metres or not);
 - (b) a class 2 lease for a leased area where:
 - (i) extensive cultivation of fish or marine vegetation is undertaken and a majority of the area under cultivation is in water the depth of which is 6 metres or more; and
 - (ii) the area does not comprise or include a bed of the kind referred to in paragraph (a) (ii);
 - (c) a class 3 lease for a leased area where intensive cultivation of fish or marine vegetation is undertaken;
 - (d) a class 4 lease for a leased area where fish ranching is undertaken.
- (2) For the purposes of this clause, fish ranching is the artificial stocking of an area with juvenile fish of a species that is able to roam freely and feed on naturally available food.
- (3) The depths referred to in this clause are to be measured at lowest astronomical tide.

Division 2—Applications for, and granting and aquaculture leases

Procedure for applying for an aquaculture lease

- **27.** (1) An application for an aquaculture lease is to be made to the Director and must:
 - (a) be in accordance with a form provided or approved by the Director; and
 - (b) be accompanied by the processing fee prescribed by subclause (2).

- (2) The processing fee is as follows:
- (a) for a class 1 lease—\$400;
- (b) for a class 2 lease—\$800;
- (c) for a class 3 lease—\$1,100;
- (d) for a class 4 lease—\$800.

Note: Section 163 (7) of the Act makes provision for the advertising and grant of an application for an aquaculture lease. If the lease is to be offered by auction, public tender or ballot, the other provisions of this Part apply.

Applicant's obligations to mark area applied for

- **28.** (1) The Director may give to an applicant for an aquaculture lease directions for marking out the boundaries of the area applied for.
- (2) Within 30 days after the Director has given to an applicant for an aquaculture lease directions under subclause (1) (or within such extended period as the Director may allow), the applicant is to mark out in accordance with those directions the boundaries of the area concerned.
- (3) The Minister may refuse to consider an application for an aquaculture lease unless the applicant has marked out the boundaries of the area concerned, and is maintaining the markings, in accordance with the directions given under this clause.
 - (4) The applicant must remove the markings:
 - (a) within 30 days after the application for the aquaculture lease is granted, refused or withdrawn; or
 - (b) within such further period as the Director may allow.

Maximum penalty (subclause (4)): 10 penalty units.

Offer of aquaculture lease by auction, public tender or ballot

- **29.** (1) If the Minister decides that an area should be offered for lease by auction, public tender or ballot, the Minister must publish, in the Gazette and in a newspaper circulating in the district in which the area is located, a notice:
 - (a) describing the area to be leased sufficiently to identify it; and
 - (b) specifying the method by which the lease is to be offered; and
 - (c) specifying a deadline for persons to lodge with the Minister objections to the leasing of the area; and
 - (d) specifying any covenants or conditions to which the disposal of the lease will be subject.

The deadline must be not less than 30 days from the date of publication of the notice or, if the publications in the Gazette and in the newspaper are on different dates, from the later of those dates.

- (2) The Minister must also send a copy of any such notice published in the Gazette to any association representing aquaculture farmers that has notified the Minister of its interest in being notified of any such area being considered for leasing.
- (3) The Minister may decide that an area should be offered for lease by auction, public tender or public ballot even though the Minister has received an application to lease the area.
- (4) If the Minister, after considering objections to the leasing of an area, decides to proceed with the leasing of the area by auction, public tender or ballot, the Minister must publish, in the Gazette and in a newspaper circulating in the district in which the area is located, a notice containing the following information:
 - (a) a description sufficient to identify the area to be leased;
 - (b) the term for which the area is to be leased;
 - (c) how details of the proposed covenants and conditions can be obtained;
 - (d) the proposed annual rent;
 - (e) the value of any improvements to the area;
 - (f) the time and place of the auction, or the time and place for receipt of tenders or ballot applications;
 - (g) if the lease is to be offered by public ballot—the amount of any premium that is required to be paid by the successful applicant;
 - (h) any special particulars that are to be provided by bidders, tenderers or applicants for the lease.

Offer of aquaculture lease by auction

- **30.** (1) If an aquaculture lease is offered at an auction, the bid of the person who offers the highest premium is to be accepted, subject to the bidder being approved by the Minister.
- (2) Immediately after the auction has taken place, the successful bidder must pay to the auctioneer the premium offered for the lease at the auction. If that premium is not paid at that time, the auctioneer must offer the lease again until a successful bidder pays the premium offered or the offer of the lease is withdrawn from the auction.

- (3) Immediately after the auction has taken place, the successful bidder must lodge with the Minister an application for the lease in accordance with clause 27 (1), together with the appropriate processing fee prescribed by clause 27 (2).
- (4) If the Minister does not approve the highest bidder, the Minister may approve the person who has made the next highest bid and so on until the Minister approves a bidder.
- (5) The Minister may refuse to approve a bidder only on the ground that:
 - (a) the bidder has not complied with subclause (3); or
 - (b) in the case of a bidder who is not a corporation—the bidder is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (c) in the case of a bidder that is a corporation—the bidder, or any of the directors or other persons concerned in the management of the bidder, is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (d) the bidder has rent, contributions or other amounts payable to the Minister that are outstanding in respect of other aquaculture leases; or
 - (e) the bidder has, in the Minister's opinion, a poor record of managing one or more other leased areas;
 - (f) in the Minister's opinion, it would otherwise not be in the public interest to grant the lease to the bidder.
- (6) The term of an aquaculture lease offered at an auction is to begin on and from the date decided by the Minister and specified in the lease. That date ,must not be earlier than the date of approval of the successful bidder by the Minister.

Offer of aquaculture lease for public tender

- 31. (1) A person who wishes to tender for an aquaculture lease that is being offered for public tender must lodge with the Minister a tender in writing containing the following:
 - (a) an application for the lease in accordance with clause 27 (1), together with the appropriate processing fee prescribed by clause 27 (2);
 - (b) a statement of the amount of the premium tendered.
- (2) The tender of the person who offers the highest premium is to be accepted, subject to the tenderer being approved by the Minister.

- (3) If the Minister does not approve the tenderer who offers the highest premium, the Minister may approve the tenderer who has offered the next highest premium and so on until the Minister approves a tenderer.
- (4) The Minister may refuse to approve a tenderer only on the ground that:
 - (a) the tenderer's tender does not comply with subclause (1); or
 - (b) in the case of a tenderer who is not a corporation—the tenderer is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (c) in the case of a tenderer that is a corporation—the tenderer, or any of the directors or other persons concerned in the management of the tenderer, is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (d) the tenderer has rent, contributions or other amounts payable to the Minister that are outstanding in respect of other aquaculture leases; or
 - (e) the tenderer has, in the Minister's opinion, a poor record of managing one or more other leased areas; or
 - (f) the tenderer's tender contains conditions that are unacceptable to the Minister; or
 - (g) in the Minister's opinion, it would otherwise not be in the public interest to grant the lease to the tenderer.
- (5) The successful tenderer must pay the amount of the premium tendered to the Minister within 14 days after being notified in writing of the Minister's approval under this clause.
- (6) If the premium tendered is not paid within that period or the successful tenderer withdraws the tender, the Minister may offer the lease to the next highest tenderer and so on until the Minister approves a tenderer who pays the premium tendered.
- (7) The term of an aquaculture lease offered for tender is to begin on and from the date decided by the Minister and specified in the lease. That date must not be earlier than the date on which the successful tenderer is approved by the Minister.

Offer of aquaculture lease by ballot

32. (1) A person who wishes to apply for an aquaculture lease that is being offered by ballot must lodge with the Minister in writing an application for the lease in accordance with clause 27 (1), together with the appropriate processing fee prescribed by clause 27 (2).

- (2) The ballot application that is drawn first is to be accepted, subject to the successful applicant being approved by the Minister.
- (3) If the Minister does not approve the successful applicant, the Minister may approve:
 - (a) the applicant whose name was next drawn at the ballot in case the previously successful applicant's application should not be approved under this clause or is withdrawn; or
 - (b) the successful applicant at a later ballot.
- (4) The Minister may refuse to approve an application only on the ground that:
 - (a) the application does not comply with subclause (1); or
 - (b) in the case of an applicant who is not a corporation—the pplicant is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (c) in the case of an applicant that is a corporation—thapplicant, or any of the directors or other persons concerned in the management of the applicant, is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (d) the applicant has rent, contributions or other amounts payable to the Minister that are outstanding in respect of other aquaculture leases; or
 - (e) the applicant has, in the Minister's opinion, a poor record of managing one or more other leased areas; or
 - (f) in the Minister's opinion, it would otherwise not be in the public interest to grant the lease to the applicant.
- (5) The successful applicant must pay to the Minister within 14 days after being notified of the Minister's approval of the applicant's application the premium (if any) specified in the notice published under clause 29 (4).
- (6) If the premium is not paid within that period, the Minister may offer the lease either:
 - (a) to the applicant whose name was next drawn at the ballot in case the successful applicant should default in complying with this subclause or withdraw the application; or
 - (b) to the successful applicant at a later ballot,

and so on until the Minister approves a successful applicant who pays the requisite premium.

(7) The term of an aquaculture lease offered by ballot is to begin on and from the date decided by the Minister and specified in the lease. That date must not be earlier than the date on which the successful applicant was approved by the Minister.

Minister's obligations when granting an aquaculture lease

- **33.** (1) If the Minister decides to grant an aquaculture lease, the Minister must provide the proposed lessee with the following documents:
 - (a) a copy of the plan of the area;
 - (b) a draft lease document that is in accordance with Form 1 in Schedule 1:
 - (c) a statement of the fees, rent or other amounts payable by the lessee in connection with the grant of the lease.
- (2) The Minister must not grant an aquaculture lease unless, before the deadline, the proposed lessee lodges with the Minister:
 - (a) the draft lease document (signed by the proposed lessee); and
 - (b) all amounts (including rent) payable by the proposed lessee in connection with the grant of the lease.

The deadline is the end of 90 days (or such further period as the Minister may allow) after the proposed lessee is provided with the documents referred to in subclause (1).

(3) After granting an aquaculture lease, the Minister must publish in the Gazette notice of the granting of the lease and the person to whom it is granted.

Application for renewal of an aquaculture lease

- **34** (1) An application for renewal of an aquaculture lease is to be made to the Minister and must:
 - (a) be accompanied by the lease document and the appropriate processing fee prescribed by subclause (2); and
 - (b) be in accordance with a form provided or approved by the Director.
- (2) The fee to accompany an application under this clause is as follows:
 - (a) in the case of a class 1 lease—\$200;
 - (b) in the case of a class 2 lease—\$300;
 - (c) in the case of a class 3 lease—\$500;
 - (d) in the case of a class 4 lease—\$300.

Note: See section 167 of the Act (Renewal of lease).

(3) The Minister may refuse to accept an application under this clause that is made earlier than 12 months before the term of the lease is due to expire.

Process for renewing an aquaculture lease

- **35.** (1) If the Minister decides to renew an aquaculture lease, the Minister must provide the applicant with the following documents:
 - (a) a copy of the plan of the area;
 - (b) a draft lease document that is in accordance with Form 1 in Schedule 1;
 - (c) a statement of the fees, rent or other amounts payable by the lessee in connection with the renewal of the lease.
- (2) The Minister must not renew an aquaculture lease unless, before the deadline, the applicant for renewal lodges with the Minister:
 - (a) the draft lease document (signed by that applicant); and
 - (b) all amounts (including rent) payable by that applicant in connection with the renewal of the lease.

The deadline is the end of 90 days (or such further period as the Minister may allow) after that applicant is provided with the documents referred to in subclause (1).

- (3) Subject to section 167 of the Act, the Minister may refuse an application for the renewal of an aquaculture lease on the ground that:
 - (a) in the case of an applicant who is an individual—the applicant is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (b) in the case of an applicant that is a corporation—the applicant, or any of the directors or other persons concerned in the management of the applicant, is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (c) the applicant has rent, contributions or other amounts payable to the Minister that are outstanding in respect of that or other leases; or
 - (d) the applicant has, in the Minister's opinion, a poor record of managing one or more other leased areas; or
 - (e) in the Minister's opinion, it would otherwise not be in the public interest to renew the lease.
- (4) After renewing an aquaculture lease, the Minister must publish in the Gazette notice of the renewal of the lease.

Note: Section 167 (2) of the Act provides that the Minister may renew a lease if satisfied that the area should continue to be available for aquaculture. However a lessee is entitled to the renewal of the lease if it is the first renewal of the lease after it was granted.

Division 3—Rent for aquaculture leases

Minimum rent for leased area

- **36.** (1) The minimum rent payable per year for a class 1 lease is the greater of:
 - (a) \$100; and
 - (b) \$37.10 for each hectare or part of a hectare of the area or areas leased.
- (2) When 2 or more leases of the same class are held by the same lessee, the leases are to be treated as if they were a single lease for the purpose of determining the minimum rent applicable to those leases.

Note: See section 165 (5) of the Act.

How rent for an aquaculture lease is to be calculated

- **37.** (1) The lessee under an aquaculture lease must pay the rent payable under the lease to the Minister.
- (2) The first payment of rent for an aquaculture lease that is granted or renewed is to be calculated as follows:

$$AP = \frac{DR}{365} \times AR$$

where:

AP represents the amount to be paid;

- DR represents the number of days during the period beginning on the date when the lease begins and ending with 31 December next following;
- AR represents the amount of rent payable under the lease for a full year.
- (3) In the year in which an aquaculture lease expires, the amount of rent payable is to be calculated as follows:

$$AP = \frac{DR}{365} \times AR$$

where:

- AP represents the amount to be paid;
- DR represents the number of days during the period beginning on 1 January in the year concerned and ending with the date on which the lease ends;
- AR represents the amount of rent payable under the lease for a full year.
- (4) If the rent payable under an aquaculture lease is redetermined by the Minister or otherwise altered, the Minister must make an appropriate adjustment to the rent payments.
- (5) If an aquaculture lease is terminated for any reason and rent, contributions or other amounts have been paid to the Minister for a period occurring after the date of termination, the Minister must refund the appropriate proportion of rent, contributions or other amounts paid in advance.

When rent payable

- **38.** (1) The first payment of rent under an aquaculture lease is payable before the lease is granted or renewed or within such period thereafter as the Minister allows.
- (2) After the first payment, the rent under an aquaculture lease is payable yearly in advance on or before 31 January in each year.
- (3) However, the lessee may pay the rent by instalments. For that purpose, the Minister is required:
 - (a) to determine the amounts of the instalments that are payable, or the manner in which they are to be calculated; and
 - (b) to notify those amounts or the manner of their calculation to the lessee concerned.
- (4) If there is a failure to make a payment in accordance with such a notice, the Minister may treat the total unpaid balance as an overdue amount of rent even if payment by instalments has begun.

Rent for leased area less than 1 hectare

- **39.** (1) When calculating the rent for a leased area that, is less than 1 hectare, the rent payable is a proportionate part of that rent per hectare.
- (2) However, when calculating the rent for a leased area of less than 0.1 hectare, the area is to be treated as if it were 0.1 hectare.

Division 4—Subletting, transferring and transmission of aquaculture leases

Fee payable for Minister's consent to subletting of leased area

40. An application for the Minister's consent under section 172 of the Act to the subletting of a leased area must be accompanied by a processing fee of \$50.

Note: Section 172 of the Act allows a lessee of a leased area to sublet the area or a part of it, but only with the consent of the Minister.

Procedure for getting Minister's consent to transfer of aquaculture lease

- **41.** (1) An application for the Minister's consent under section 173 of the Act to the transfer of an aquaculture lease must be in a form approved by the Minister.
 - (2) Such an application must be accompanied by:
 - (a) a transfer duly stamped with New South Wales stamp duty; and
 - (b) the lease document; and
 - (c) a processing fee of \$50.
- (3) The Minister may refuse such an application only on the ground that:
 - (a) the application does not comply with this clause; or
 - (b) if the transferee is an individual—the transferee is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (c) if the transferee is a corporation—the transferee, or any of the directors or other persons concerned in the management of the transferee, is disqualified under section 161 of the Act from holding an aquaculture permit; or
 - (d) the transferor or the transferee has rent, contributions or other amounts payable to the Minister that are outstanding in respect of that or another aquaculture lease; or
 - (e) the transferee has, in the Minister's opinion, a poor record of managing one or more other leased areas; or
 - (f) in the Minister's opinion, it would otherwise not be in the public interest to grant the application.

Note: Section 173 of the Act allows the lessee under an aquaculture lease to transfer the lease, but only with the consent of the Minister.

Transmission of aquaculture lease on lessee's death

42. An aquaculture lease is transmissible by operation of law on the death of the lessee, subject to the lodgment with the Minister of such evidence of the death and the entitlement of the person claiming the lease as the Minister requires.

Division 5—Surrender and consolidation of aquaculture leases

Aquaculture lease may be surrendered

- **43.** (1) An application to surrender an aquaculture lease must be in a form approved by the Minister, be lodged with the Minister and be accompanied by:
 - (a) the lease document; and
 - (b) a processing fee of \$75.
- (2) An application to surrender part of a leased area must be in writing, be lodged with the Minister and be accompanied by:
 - (a) a description of the part that is affected sufficient to identify it; and
 - (b) a survey diagram or plan depicting that part; and
 - (c) the lease document; and
 - (d) a processing fee of \$150.
- (3) The surrender of a lease or of part of a leased area does not have effect unless the Minister has consented to it and the lessee has complied with any conditions that the Minister has imposed in giving the consent.
- (4) If, when giving consent to the surrender of part of a leased area, the Minister redetermines the rental of the lease, the Minister must provide the lessee with:
 - (a) an amended lease; and
 - (b) a certified copy of an amended plan of the leased area which excludes the part surrendered.
- (5) The Minister may, in a particular case, waive the fee required under subclause (1) or (2).
- (6) The fee for the surrender of an aquaculture lease is not payable if the surrender is for the purpose of consolidating leases into a single lease.
- (7) The Minister may suspend or refund rent, contributions or other amounts payable or paid in respect of a leased area, or part of a leased area, that is the subject of an application under this clause if the rent, contributions or amounts relate to a period after the application was made

and the Minister is satisfied that the lessee was not using the leased area or part as an aquaculture farm during that period.

Note: Section 174 of the Act enables a lessee to surrender the lease with the approval of the Minister.

Aquaculture leases may be consolidated

- **44.** (1) A lessee of 2 or more adjoining leased areas may apply for the consolidation of the leases into a single lease.
 - (2) An application must:
 - (a) be in a form approved by the Minister; and
 - (b) be lodged with the Minister; and
 - (c) be accompanied by the lease documents and a processing fee of \$100.
 - (3) The Minister may grant, or refuse to grant, an application.
- (4) If an application is granted, the Minister may decide any matters relating to:
 - (a) the term of the consolidated lease; and
 - (b) the covenants and conditions of the lease; and
 - (c) the rent payable for the lease; and
 - (d) any other matters necessary for the preparation of the lease document.
- (5) A lessee is entitled to a consolidated lease only if the lease document for each of the leases that is to be consolidated is first lodged with the Minister for replacement.
- (6) The Minister must, when an application for consolidation has been granted, provide the lessee with a certified copy of the plan of the leased area comprised in the consolidated lease.
- (7) The Minister must publish in the Gazette notice of the consolidation of the lease.

Division 6—Aquaculture lease plans and documents

Certified copy of lease or plan

- **45.** (1) If an aquaculture lease document or a plan annexed to such a document is lost or destroyed, the Minister may issue to the lessee a certified copy of the document or plan subject to:
 - (a) payment of a fee of \$50; and
 - (b) provision of a statutory declaration setting out the circumstances in which the original document or plan was lost or destroyed.

- (2) A certified copy of an aquaculture lease document may be lodged with the Minister instead of the original if at any time the document is required to be lodged with the Minister under this Regulation or with any other person for any other lawful purpose.
 - (3) The Minister may:
 - (a) provide any person with a copy of a survey plan or map relating to an aquaculture lease; and
 - (b) certify the copy as being a true copy of the original; and
 - (c) charge a fee for the copy not exceeding \$50.

Minister's duties with respect to endorsing lease documents

- **46.** (1) The Minister must make any endorsement on an aquaculture lease document necessary to record:
 - (a) any transfer, subletting, partial surrender, withdrawal or access way affecting the lease; or
 - (b) if the lease is cancelled, the cancellation of the lease.
- (2) The Minister may make any endorsement on an aquaculture lease document necessary to record any consent or other matter affecting the lease.
- (3) The Minister must, at the request of the lessee and the other party to the dealing, endorse on an aquaculture lease document the particulars of any mortgage, charge or other interest to which the document is subject.
- (4) If a mortgage, charge or other interest affecting an aquaculture lease is discharged, the Minister must, at the request of the lessee and the other party to the dealing, endorse on the lease document particulars of the discharge.
- (5) The Minister may refuse to consent to a dealing relating to an aquaculture lease, and the Minister may refuse to make an endorsement on an aquaculture lease document under subclause (1), if an undischarged mortgage, charge or other interest is endorsed on the lease document and the mortgagee, chargee or holder of the interest concerned has not consented to the dealing.

When Minister can require aquaculture lessee to lodge lease document

47. (1) The Minister may, by notice in writing, direct a lessee or other person in possession of an aquaculture lease document to lodge the lease

document with the Minister, within such period as is specified in the notice, in order to enable the Minister to endorse the lease document or for any other lawful purpose.

- (2) The Minister must return an aquaculture lease document lodged under this clause as soon as practicable after it has been endorsed or the purpose for which the document was lodged has been achieved. This subclause does not apply when the endorsement relates to a cancellation of the lease.
- (3) A person who fails, without lawful excuse, to comply with a direction under this clause is guilty of an offence.

Maximum penalty: 10 penalty units.

Minister can correct errors in aquaculture leases and other documents

48. The Minister may correct an error in an aquaculture lease document or in any map, plan or other document relating to an aquaculture lease.

Division 7—Marking of leased areas, boat channels and access ways

Obligations of aquaculture lessee to mark out leased area

- **49.** (1) A lessee must mark out in accordance with this clause the boundaries of the area leased:
 - (a) within 30 days after the beginning of the lease; or
 - (b) within such further period as the Minister may allow.

Maximum penalty: 10 penalty units.

- (2) The boundaries of an area must be marked out by erecting a post at each corner of the leased area. Each of the posts must:
 - (a) have at least 1.25 metres showing above high-water mark (spring tides); and
 - (b) have fixed to it at or near the top a sign identifying the leased area in a form approved by the Director; and
 - (c) have a minimum diameter of 150 millimetres or a square cross-section with sides of not less than 150 millimetres.

- (3) If the Minister or a fisheries officer directs the lessee by notice in writing that he or she is satisfied that the method of marking out prescribed by subclause (2) is impracticable or unsuitable in a particular case and directs the lessee to mark out the boundaries of the area in some other way, those boundaries must be marked out in that way.
- (4) Such a direction may require the boundaries of an area to be marked out in accordance with any relevant aquaculture industry development plan.
- (5) The Minister may charge a fee of \$50 for each additional lease sign supplied after the initial issue of a sign.
- (6) A lessee must ensure that the boundaries of the leased area continue to be marked as required by this clause for the duration of the lease.

Maximum penalty: 10 penalty units.

(7) A person must not mark out an area of public water land as an aquaculture farm, or in a way that is likely to lead persons to believe that the area is an aquaculture farm, unless the person is the lessee of the area or is authorised by the lessee to mark out the area.

Maximum penalty: 10 penalty units.

(8) This clause applies to a lease that consolidates 2 more leases that have been surrendered, a lease part of the area of which has been surrendered and a renewed lease in the same way as it applies to a new lease.

Obligations of aquaculture lessee to mark out boat channel

- **50. (1)** A lessee of an area that adjoins a boat channel must, before the deadline, mark out the boat channel in accordance with this clause. The deadline is the end of 30 days after the date of service on the lessee of a direction in writing by the Minister or a fisheries officer directing the lessee to comply with this clause.
- (2) A boat channel must be marked out by erecting posts along the boundary of the leased area which adjoins the boat channel. Each of the posts must:
 - (a) have at least 1.25 metres showing above high-water mark (spring tides); and
 - (b) have a minimum diameter of 100 millimetres or a square crosssection with sides of not less than 100 millimetres; and
 - (c) be located at intervals not exceeding 2 metres or at such other intervals as may be specified in the direction to the lessee.

- (3) If the Director or a fisheries officer directs the lessee by notice in writing that he or she is satisfied that the method of marking out prescribed by subclause (2) is impracticable or unsuitable in a particular case and directs the lessee to mark out the area in some other way, the boat channel must be marked out in that way.
- (4) Such a direction may require a boat channel to be marked out in accordance with any relevant aquaculture industry development plan.
- (5) A lessee must ensure that, while a direction under this clause remains in force in relation to a boat channel, the channel continues to be marked as required by this clause for the duration of the aquaculture lease concerned.

Maximum penalty: 10 penalty units.

Obligations of aquaculture lessee to mark out an access way

- **51.** (1) An application under section 175 (1) of the Act must be accompanied by a certified copy of the map of the leased area marked with the proposed access way.
- (2) If the Minister has determined an access way under section 175 (2) of the Act, the lessee must, before the deadline, mark out the access way in accordance with this clause. The deadline is the end of 30 days after the date of service on the lessee of a direction given in writing by the Minister or a fisheries officer requiring the access way to be marked out or such further period as the Minister may allow.
- (3) In the case of an access way determined in respect of a class 1 or class 4 lease, the access way must be marked out by erecting posts along the boundaries of the way. Each of the posts must:
 - (a) show at least 1.25 metres above high-water mark (spring tides); and
 - (b) have a minimum diameter of 100 millimetres or a square crosssection with sides of not less than 100 millimetres; and
 - (c) be located at intervals not exceeding 2 metres or at such other intervals as may be specified in the direction to the lessee.

Each of the posts, or such of the posts as may be specified in the direction, must have fixed to it at or near the top a white sign or a batten that complies with subclause (4).

- (4) A sign or batten complies with this subclause if:
- (a) it has the words "ACCESS WAY" depicted on it; and
- (b) those words are in black letters that are not less than 75 millimetres high.

- (5) Marking out as prescribed by subclause (3) must, if the Minister so requires, be carried out in accordance with the Minister's directions.
- (6) In the case of an access way determined in respect of a class 2 lease or a class 3 lease, the lessee must mark out the access way in the manner prescribed by the determination.
- (7) A lessee must ensure that the markings required by this clause are maintained for the duration of the term of the aquaculture lease concerned, unless the access way is terminated before that lease is terminated.

Maximum penalty: 10 penalty units.

Note: Section 175 of the Act allows the Minister to determine an access way for a leased area.

Notice to maintain markings

- **52.** (1) If at any time during the term of an aquaculture lease it appears to the Minister that the markings required by this Division are not being properly maintained, the Minister may, by notice in writing served on the lessee, require the lessee, within a period specified in the notice, to ensure that the markings comply with this Division. The period specified must be not less than 7 days from the service of the notice.
- (2) If, on being served with such a notice, the lessee fails to comply with the notice within the specified period, any fisheries officer may, with or without assistants, enter the lessee's area and undertake such work (including the installation of posts, signs and other structures) as may be necessary to ensure that the markings comply with this Division.
- (3) The Minister may, by proceedings brought in a court of competent jurisdiction, recover as a debt due to the Crown the cost of carrying out work under this clause.

Minister may modify boundaries of leased area

- **53.** (1) The Minister may, at any time, modify the boundaries of a leased area for the purpose of rectifying errors of measurement.
- (2) If such a modification increases or reduces the area of a leased area, the Minister may make a proportionate increase or reduction, as appropriate, to the rent, contributions and other amounts that the lessee is required to pay for the area.

Division 8—Public rights

Additional public right to which aquaculture lease is subject

- **54.** (1) The right of the owner or the lawful occupier of any land adjoining a leased area to drain the surface water off the land on to the area is a recognised right for the purposes of section 164 (3) of the Act. This subclause does not apply to water accumulated by an act of that owner or occupier, or an agent of either of them, or as a result of works on the land carried out by or with the approval of that owner or occupier.
- (2) A lessee is not entitled to compensation for any damage to the leased area or to the stock on the area caused by the reasonable exercise of the right referred to in subclause (1).

Note: The right conferred by this clause is in addition to the right of fishing conferred by section 164 (3) of the Act.

PART 5—DISEASED FISH AND MARINE VEGETATION

Diseases declared for purposes of Division 4 of Part 6 of the Act

- **55.** (1) The diseases listed in this clause are declared to be diseases in respect of which Division 4 of Part 6 of the Act applies.
 - (2) The following diseases are declared to be class A diseases:
 - (a) in relation to finfish:
 - epizootic haematopoietic necrosis;
 - infectious haematopoietic necrosis;
 - viral haemorrhagic septicaemia;
 - bacterial kidney disease;
 - epizootic ulcerative syndrome;
 - infectious pancreatic necrosis;
 - Aeromonas salmonicida infection;
 - viral nervous necrosis;
 - yersiniosis;
 - whirling disease;
 - (b) in relation to molluscs:
 - bonamiosis;
 - haplosporidiosis;
 - marteiliosis;
 - mikrocytosis;
 - perkinsosis;
 - iridoviroses;

- (c) in relation to crustaceans:
 - baculoviral midgut gland necrosis;
 - crayfish plague;
 - infectious hypodermal and haematopoietic necrosis;
 - baculovirosis infection;
 - · yellowhead disease;
 - white tail disease.
- (3) The following diseases are declared to be class B diseases:
 - Northern Pacific sea-star;
 - toxic dinoflagellates.

Notification of diseases

56. (1) If the owner or occupier of any place to which this clause applies becomes aware that it is or may be infected with a class A or class B disease, the owner or occupier must notify a fisheries officer as soon as practicable of the infection or suspected infection.

Maximum penalty: 10 penalty units.

- (2) This clause applies to the following places:
- (a) an area to which an aquaculture permit relates;
- (b) a pet shop;
- (c) an aquarium kept for commercial purposes;
- (d) a research establishment;
- (e) a farm containing a dam or other impounded waters.
- (3) A person is not required to notify a fisheries officer under this clause if the infection or suspected infection has already been notified to a fisheries officer.

PART 6—MISCELLANEOUS

Withdrawal of application under this Regulation and refund of certain fees

- **57.** (1) This clause applies to:
- (a) an application for an aquaculture lease; and
- (b) an application for the renewal of such a lease; and
- (c) an application for consent to sublet such a lease; and
- (d) an application for consent to transfer such a lease; and

- (e) an application to surrender such a lease or part of a leased area; and
- (f) an application to consolidate 2 or more such leases.
- (2) The applicant in relation to an application to which this clause applies may withdraw the application by notice in writing served on the Minister.
- (3) The applicant in relation to an application to which this clause applies is not entitled to a refund of the processing fee payable to the Minister by the applicant in respect of the application if the application is withdrawn or refused.
- (4) However, the Minister may refund the whole or a part of that fee in such circumstances as the Minister considers appropriate.

Information to be specified on containers of shellfish for sale

- **58.** (1) The purpose of this clause is to prevent the spread of fish diseases and noxious fish.
- (2) A person must not consign or convey unopened shellfish for sale in a container that does not have marked legibly on the outside:
 - (a) the name of the consignor or packer; and
 - (b) the name in full of the estuary, bay or other area where the shellfish were grown; and
 - (c) the species of shellfish that it contains.

Maximum penalty: 50 penalty units.

(3) A person must not, without reasonable excuse, consign or convey for sale in the same container unopened shellfish of different species.

Maximum penalty: 50 penalty units.

- (4) This clause does not apply to the consignment of shellfish from one area to another area for further growth.
- (5) In this clause, "shellfish" means aquatic molluscs, crustaceans or echinoderms.

Bank's obligations concerning trust accounts

- **59.** (1) A bank does not, in relation to a transaction on a trust account kept under this Regulation:
 - (a) incur any obligation to make inquiries, or any liability, other than an obligation or liability to which it would be subject apart from this Regulation; or
 - (b) have imputed to it any knowledge or the right of a person to money credited to the account,

that it would not incur, or have imputed to it, if the account were kept by the bank for a person absolutely entitled to the money credited to it.

- (2) A bank at which the Minister keeps a trust account under this Regulation has no recourse against money at credit in the account in respect. of a liability of the Minister to the bank other than a liability in respect of the account.
- (3) In subclause (2), "recourse" includes any right by way of set off, counter-claim or charge or otherwise.

Permit required to gather marine vegetation for commercial purposes

60. (1) A person must not gather marine vegetation for a commercial purpose from any area of public water land except under the authority of a permit issued by the Minister under this clause.

Maximum penalty: 50 penalty units.

- (2) A permit applies to the gathering of marine vegetation only in the area specified in the permit.
- (3) A permit is not required for the gathering of marine vegetation in accordance with an aquaculture permit or a permit under Part 7 of the Act
- (4) A permit may apply to marine vegetation generally or to a particular class of marine vegetation specified in the permit.
- (5) An application for a permit is to be made in writing to the Minister in a form approved by the Minister.
- (6) If a person duly makes an application for a permit, the Minister may issue, or may refuse to issue, a permit.
- (7) A permit remains in force, unless sooner cancelled or suspended by the Minister, until the expiration of the period specified in the permit.
- (8) A permit is subject to the following conditions and such further conditions as are attached to the permit by the Minister:
 - (a) marine vegetation must not be gathered from any area if fishing operations are in progress in that area unless, at the time the fishing operations commence in that area, marine vegetation is being gathered from the area in accordance with the permit;
 - (b) marine vegetation must not be gathered from any land that is held under any title granted by the Crown;
 - (c) marine vegetation must not be gathered from any marked navigation channel;

- (d) marine vegetation must not be gathered from any area in which a public work is being carried out.
- (9) The Minister may, from time to time, by notice given to the permit holder, vary the further conditions of a permit.
- (10) The fee for a permit under this clause, or for the renewal of such a permit, is \$100.
 - (11) In this clause, "gather" includes collect.

Saving

61. Any act, matter or thing that, immediately before the repeal of the Fisheries and Oyster Farms (Oyster and Fish Farming) Regulation 1987, had effect under a provision of that Regulation is taken to have effect under any corresponding provision of this Regulation.

SCHEDULE 1—FORMS

Form 1

(Cll. 33 (1) (b), 35 (1) (b))

Fisheries Management Act 1994

AQUACULTURE LEASE/RENEWAL OF AQUACULTURE LEASE

farm described below to you, the lessee, for the term, at the rent and on the conditions (if any) specified below.		
Your name		
Your residential address		
The area of your lease permit		
The description of the leased area		
The date when the lease		

The rent payable for the lease (per year)	
Special conditions applicable to the lease	1.
	2.
	3.
	4.
	5.
	6.

Note: The rent is subject to periodic redetermination as provided by section 165 (2) of the Fisheries Management Act 1994.

Lessee's covenants

You, the lessee, agree that you will:

- comply with the provisions of the Fisheries Management Act 1994 ("the Act") and the Fisheries Management (Aquaculture) Regulation 1994 ("the Regulation"); and
- pay rent for your farm yearly in advance or by instalments as required by the Act and the Regulation; and
- ensure that your farm is used only for aquaculture and that the cultivation of fish or
 marine vegetation on the farm is carried out in accordance with any relevant
 aquaculture industry development plan notified from time to time by the Director of
 NSW Fisheries; and
- ensure that your farm is kept in a neat and tidy condition to the satisfaction of the Director of NSW Fisheries.

You also agree to adjust the areas of cultivation on your farm so as to allow safe navigation if existing channels change or something else happens that requires those channels to be altered.

Conditions of the lease

It is a condition of this lease that I may cancel it if you fail to comply with a notice served on you in accordance with section 162 (2) or 213 (3) of the Act (in your capacity as the holder of an aquaculture permit) within the period specified in the notice.

Note: This is a condition of the lease referred to in section 177 (1) (d) of the Act. Section 177 specifies other grounds on which the lease may be cancelled, including non-payment of rent.

Dated this day of	19
My or my delegate's signature	Witness to my or my delegate's signature
Your signature	Witness to your signature

SCHEDULE 2—PROVISIONS RELATING TO MEMBERS AND PROCEDURE OF COMMITTEES IN RESPECT OF TRUST ACCOUNTS

(Cl. 12)

Definitions

1. In this Schedule:

"committee" means a committee appointed by the Minister in respect of a trust account under section 157 of the Act;

"member" means a member of a committee.

Appointment of members

- 2. (1) The Minister may convene a selection committee (including representatives of the aquaculture industry) for the purpose of recommending persons for appointment as members of a committee.
- (2) The chairperson of a committee is to be the member of the committee for the time being appointed 'by the Minister as chairperson.

Note: Section 157 (4) of the Act provides that the Minister is to appoint members of a committee. Section 157 (7) of the Act requires the Minister to ensure that a majority of the members of the committee are representatives of the aquaculture industry.

Deputy members

- 3. (1) The Minister may, from time to time, appoint a person to be the deputy of a member, and may at any time revoke any such appointment.
 - (2) In the absence of a member, the member's deputy:
 - (a) may, if available, act in the place of the member; and
 - (b) while so acting, has all the functions of the member and is to be taken to be the member.
- (3) A person while acting in the place of a member is entitled to be paid such allowances as the Minister may from time to time determine in respect of the person.

Terms of office of member

4. Subject to this Schedule, a member holds office for such term (not exceeding 3 years) as is specified in the instrument of appointment, but is eligible (if otherwise qualified) for re-appointment.

Allowances for member

5. A member is entitled to be paid such allowances as the Minister from time to time determines in respect of the member.

Vacancy in office of member

- 6. The office of a member becomes vacant if the member:
 - (a) dies; or
- (b) completes a term of office and is not re-appointed; or

- (c) resigns the office by instrument in writing addressed to the Minister; or
- (d) is removed from office by the Minister under section 157 (9) of the Act; or
- (e) is absent from 3 consecutive meetings of the committee of which reasonable notice has been given to the member personally or in the ordinary course of post, except on leave granted by the committee or unless, before the expiration of 4 weeks after the last of those meetings, the member is excused by the committee for having been absent from those meetings; or
- (f) becomes bankrupt, applies to take the benefit of any law for the relief of bankrupt or insolvent debtors, compounds with his or her creditors or makes an assignment of his or her remuneration for their benefit; or
- (g) becomes a mentally incapacitated person; or
- (h) is convicted in New South Wales of an offence which is punishable by penal servitude or imprisonment for 12 months or more or is convicted elsewhere than in New South Wales of an offence which, if committed in New South Wales, would be an offence so punishable.

Filling of vacancy in office of member

7. If the office of a member becomes vacant, a person is, subject to the Act, required to be appointed to fill the vacancy.

Effect of certain other Acts

- 8. If by or under any Act provision is made:
- (a) requiring a person who is the holder of a specified office to devote the whole of his or her time to the duties of that office; or
- (b) prohibiting the person from engaging in employment outside the duties of that office,

the provision does not operate to disqualify the person from holding that office and also the office of a member or from accepting and retaining any remuneration payable to the person under this Act as a member.

Disclosure of pecuniary interests

- 9. (1) A member of a committee:
 - (a) who has a direct or indirect pecuniary interest in a matter being considered or about to be considered at a meeting of the committee; and
 - (b) whose interest appears to raise a conflict with the proper performance of the member's duties in relation to the consideration of the matter,

must, as soon as possible after the relevant facts have come to the member's knowledge, disclose the nature of the interest at a meeting of the committee.

- (2) A disclosure by a member of a committee at a meeting of the committee that the member:
 - (a) is a member, or is in the employment, of a specified company or other body; or
 - (b) is a partner, or is in the employment, of a specified person; or
 - (c) has some other specified interest relating to a Specified company or other body or to a specified person,

is a sufficient disclosure of the nature of the interest in any matter relating to that company or other body or to that person which may arise after the date of the disclosure and which is required to be disclosed under this clause.

- (3) Particulars of any disclosure made under this clause must be recorded by the members of the committee in a book kept for the purpose and that book must be open at all reasonable hours to inspection by any person on payment of the fee determined by the members of the committee.
- (4) After a member of the committee has disclosed the nature of an interest in any matter, the member must not, unless the Minister or the other members of the committee otherwise determine:
 - (a) be present during any deliberation of the committee with respect to the matter;
 - (b) take part in any decision of the committee with respect to the matter.
- (5) For the purposes of the making of a determination by the members of the committee under subclause (4). a member of the committee who has a direct or indirect pecuniary interest in a matter to which the disclosure relates must not:
 - (a) be present during any deliberation of the other members of the committee for the purpose of making the determination; or
 - (b) take part in the making by the other members of the committee of the determination.
 - (6) A contravention of this clause does not invalidate any decision of the committee.
- (7) A member is taken not to have an interest in a matter for the purposes of this clause merely because the member is the holder of an aquaculture permit or aquaculture lease.

General procedure for calling and holding meetings of a committee

10. The procedure for the calling and holding of meetings of a committee is, subject to any direction by the Minister, to be determined by the committee.

Quorum

11. The quorum for a meeting of a committee is a majority of its members for the time being.

Presiding member and voting rights

- 12. (1) The chairperson of a committee or, in the absence of the chairperson, another member elected to chair the meeting by the members present is to preside at a meeting of the committee.
- (2) The person presiding at a meeting of a committee has a deliberative vote and, in the event of an equality of votes, has a second or casting vote.

Voting

13. A decision supported by a majority of the votes cast at a meeting of a committee at which a quorum is present is the decision of the committee.

NOTES

TABLE OF PROVISIONS

PART 1—PRELIMINARY

- Citation 1.
- Commencement
- 3. **Definitions**

PART 2—AQUACULTURE PERMITS

Division 1—Classification of permits

Kinds of aquaculture permits that can be issued 4.

Division 2—Applications for, and issue of, permits

- 5. Fee payable when applying for an aquaculture permit
- Additional grounds for refusing an aquaculture permit

Division 3—Contributions by permit holders

- 7. Aquaculture permit holders liable to pay contributions for research
- 8. Trust accounts to be established for the purposes of this Division
- Where trust account money is to be kept and how the account is to be operated 9.
- 10. Money held in trust account to be invested
- 11. Purposes for which money held in trust account can be used
- 12. Committees in respect of trust account

PART 3—SECURITY ARRANGEMENTS FOR AQUACULTURE PERMIT HOLDERS

Division 1—Preliminary

"Payment obligation" defined 13.

Division 2-Securityto be provided by class A and class B permit holders

- 14. Persons to whom this Division applies
- 15. Class A and B permit holders to enter into financial arrangement to provide security
- When secured amounts are liable to be forfeited 16.
- What happens to an arrangement when a person stops being a permit holder 17.
 - Division 3—Financial arrangements by way of contributions taken to be entered into by certain class A permit holders
- 18. Persons to whom this Division applies
- Contributions to be made by certain class A permit holders 19.
- 20. Minister may suspend requirement to make contributions
- 21.
- Minister to try to enforce permit holder's obligations
 Trust account to be established for the purposes of this Division 22.
- Purposes for which money held in trust account can be used 23.
- 24. Where trust account money is to be kept and how the account is to be operated
- 25. Money held in trust account may be invested

PART 4—AQUACULTURE LEASES

Division 1—Classification of leases

26. Classes of aquaculture leases

Division 2—Applications for, and granting and renewing, aquaculture leases

- 27. Procedure for applying for an aquaculture lease
- 28. Applicant's obligations to mark area applied for
- 29. Aquaculture lease offered by auction, public tender or ballot
- 30. Offer of aquaculture lease by auction
- 31. Offer of aquaculture lease for public tender
- 32. Offer of aquaculture lease by ballot
- 33. Minister's obligations when granting an aquaculture lease
- 34. Application for renewal of an aquaculture lease
- 35. Process for renewing an aquaculture lease

Division 3—Rent for aquaculture leases

- 36. Minimum rent for leased area
- 37. How rent for an aquaculture lease is to be calculated
- 38. When rent payable
- 39. Rent for leased area less than 1 hectare

Division 4—Subletting, transferring and transmission of aquaculture leases

- 40. Fee payable for Minister's consent to subletting of leased area
- 41. Procedure for getting Minister's consent to transfer of an aquaculture lease
- 42. Transmission of aquaculture lease on lessee's death

Division 5—Surrender and consolidation of aquaculture leases

- 43. Aquaculture lease may be surrendered
- 44. Aquaculture leases may be consolidated

Division 6—Aquaculture lease plans and documents

- 45. Certified copy of lease or plan
- 46. Minister's duties with respect to endorsing lease documents
- 47. When Minister can require aquaculture lessee to lodge lease document
- 48. Minister can correct errors in aquaculture leases and other documents

Division 7—Marking of leased areas, boat channels and access ways

- 49. Obligations of aquaculture lessee to mark out leased area
- 50. Obligations of aquaculture lessee to mark out boat channel
- 51. Obligations of aquaculture lessee to mark out access way
- 52. Notice to maintain markings
- 53. Minister may modify boundaries of leased area

Division 8—Public rights

54. Additional public right to which aquaculture lease is subject

PART 5—DISEASED FISH AND MARINE VEGETATION

- 55. Diseases declared for the purposes of Division 4 of Part 6 of the Act
- 56. Notification of diseases

PART 6-MISCELLANEOUS

- 57. Withdrawal of application under this Regulation and refund of certain fees
- 58. Information to be specified on containers of shellfish for sale
- 59. Bank's obligations concerning trust accounts
- 60. Permit required to gather marine vegetation for commercial purposes
- 61. Saving

SCHEDULE 1—FORMS

SCHEDULE 2—PROVISIONS RELATING TO MEMBERS AND PROCEDURE OF COMMITTEES M RESPECT OF TRUST ACCOUNTS

EXPLANATORY NOTE

The object of this Regulation is to supplement Part 6 of the Fisheries Management Act 1994, which relates to aquaculture management. The Regulation includes provisions on the following:

- (a) classifying aquaculture permits;
- (b) relating to applications for, and the issue of, aquaculture permits;
- (c) prescribing financial arrangements to be entered into by class A and class B permit holders for the due performance of certain obligations of the permit holders arising under the Act;
- (d) providing for keeping trust accounts in relation to the payment of those contributions;
- (e) classifying aquaculture leases;
- (f) relating to applications for, and granting and renewing, aquaculture leases;
- (g) providing for the rent payable under aquaculture leases;
- (h) providing for Minister's consents to the subletting and transfer of aquaculture leases;
- (i) providing for the transmission of a lease on the death of the lessee;
- (j) providing for the surrender and consolidation of aquaculture leases;
- (k) requiring leased areas, boat channels and access ways to be marked;
- (l) classifying, and providing for matters relating to, diseased fish and marine vegetation;
- (m) regulating the gathering or collection of marine vegetation for commercial purposes;
- (n) regulating consigning and conveying containers containing shellfish.

This Regulation is made under the Fisheries Management Act 1994, including Part 6 (Aquaculture) and section 289 (General regulation-making power).