

Delivering Savings and Community Outcomes through Process Change

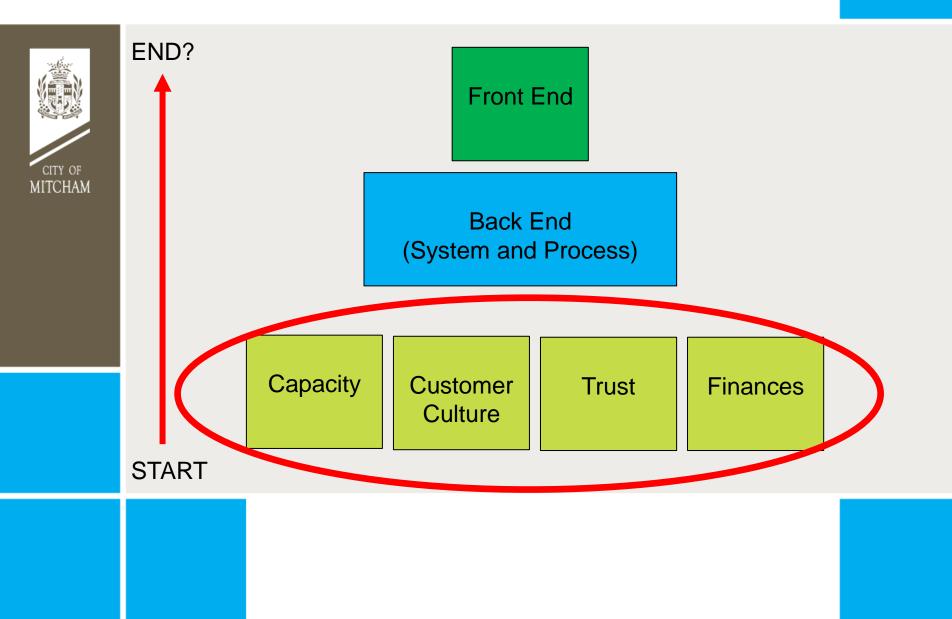
Presented by the City of Mitcham

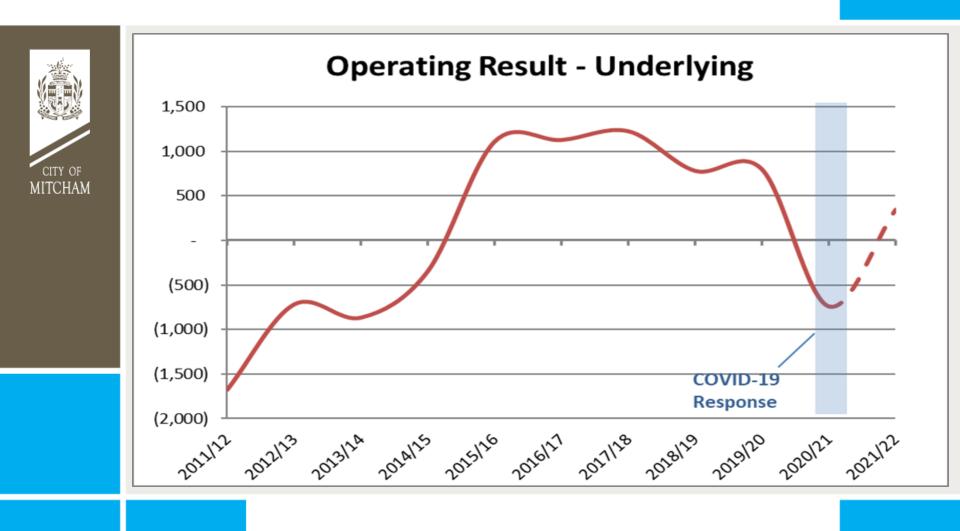
Purpose



To provide Elected Members with an overview of an opportunity to collaborate to remove barriers and improve access to the property market in South Australia.

The Approach





The Savings Story



- 18/19 financial year savings target was \$500,000
- We could deliver business as usual for 2.17%
- LGPI was at 2.5%

Context



- TechOne had created opportunities
- Low laying fruit was (and is) gone







Section 7 Automation Project



- A \$178,000 once-off spend out of the operating budget
- \$121,085 of recurrent/ongoing savings

What is a Section 7?



Section 7: A section of the <u>Land and</u> <u>Business (Sale and Conveyancing) Act 1994</u> that requires Local Government to provide a statement of interests to be served by a vendor or their agent, on a prospective purchaser prior to settlement of land.

What does a Section 7 include?



- Rates (levied & outstanding)
- Environmental Health, contaminated land
- Das (continuing conditions)
- Building Indemnity insurance
- Encumbrances
- Land Management Agreements
- Enforcement Notices (multiple Acts)

2017 Present State





- Legislatively non-compliant
- Non standardised online request form
- Data was either located in the system, was a scanned image, or in hard copy across multiple locations
- Massive effort to locate and source documentation
- Rework, complaints and risk

2017 Present State



- 2.4 FTE undertaking the work, manually
- Running at a \$104,000 net loss
- 8 handoffs between multiple departments
- 22 legal non-compliance issues

Proposed Change



For \$178,000 we proposed to:

- Create an online application platform
- Develop an online payment functionality
- Digitise relevant hard copy data
- Create new input data fields
- Create an automated search engine
- Legislative compliance

Outcomes



- Fully automated with human QC
- Go-Live after about 6 months
- Total saving of \$459,000 over 5 years (currently in year 3)

Non-Financial Benefits



- Faster
- Not over or under disclosing
- Clearer for buyers and sellers
- Improved relationships

At a State-Wide Level



- Business case for a state-wide automation
 based on a City of Mitcham innovation
- Is Local Government delivering at a \$6,800,000 loss?
- A burning platform around the corner for those that have automated:
 - ERPs to SaaS
 - State Planning Portal

Telling our Story



- DPTI
- Norman Waterhouse Lawyers
- LGA
- Rebecca Hayes (AICSA CEO)
- Brenton Pike (CEO) and Tim White (CFO) Land Services South Australia



Section 7 Search

Presentation to Mitcham Council

16 November 2021

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SUCCESSFUL PROJECTS DELIVERED IN PARTNERSHIP WITH THE GOVERNMENTS



Migration of the SAILIS platform from StateNet to the cloud



Integration of electronic conveyancing into SAILIS, allowing for more than 90% of all property dealings to be managed electronically



Development of Digital Plan Lodgment, an Australian-first platform facilitating the digital lodgment of plans to Land Services SA

Over 4 years, LSSA has invested more than \$30m into SAILIS



Leveraging Land Services SA's Proven Strengths



Land Services SA is central to the Form 1 Process – We have a thorough and deep understanding of the Form 1 and Section 7 process



Currently challenges / issues with the Form 1 / Section 7 Process already identified

Need to engage with multiple parties to access information

Time consuming and costly process Inconsistent responses from 68 different councils

Form 1 template not fit for purpose Form 1 Document difficult to for customers understand

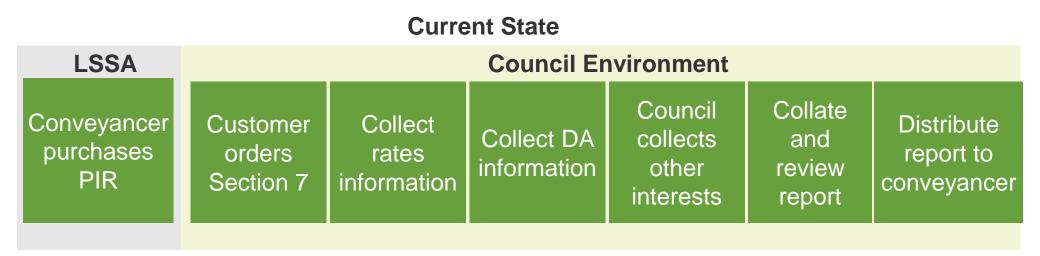
- Based on discussions with Mitcham Council and LGA, took up opportunity to investigate a state-wide option for Section 7s
- Talked to 8 councils (metro and regional)
- Detailed mapping to understand differences and similarities between councils
- Internal business case development is underway



- Councils deliver this service at a loss
- Customers find the Section 7 process inefficient and difficult to use
- Significant inconsistencies exist between councils:
 - Interpretation of what is required to be disclosed
 - Detail of information included in the response template
 - Time varies from 24 hours to 8 days
 - Systems and processes used to undertake the response preparation varies
 - Requests vary from online portals, email applications, phone and inperson lodgement



Section 7 Search Fulfilment Process Flow Summary



Future State

LSSA			Council Environment LSSA			SA
Conveyancer purchases PIR	Customer orders Section 7	Collect rates information	Collect DA information	Council collects other interests	Collate and review report	Distribute report to conveyancer



- LSSA continue investigating one portal for all Section 7s in the State
- Identify steps in the Section 7 process that LSSA can begin to manage for the councils

• Agree a commercial model for delivery of these services

 Undertake detailed process and technology mapping to document the proposed solution