

# **AAT Bulletin**

### Issue No. 1/2016

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The AAT Bulletin is a weekly publication containing information about recently published decisions and appeals against decisions in the AAT's General, Freedom of Information, National Disability Insurance Scheme, Security, Taxation & Commercial and Veterans' Appeals Divisions. The Bulletin also regularly includes information about decisions of interest recently published in the AAT's Migration & Refugee Division. It occasionally includes information on legislative changes that affect the AAT.

It is recommended that the Bulletin be read on-line. This has the advantage of allowing the reader to use hyperlinks to access the full text of cases and other internet sites mentioned in the Bulletin.

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### **AAT Recent Decisions**

This section of the Bulletin provides information about all decisions recently published in the AAT's General, Freedom of Information, National Disability Insurance Scheme, Security, Taxation & Commercial and Veterans' Appeals Divisions as well as about select decisions recently published in the Migration & Refugee Division. Only AAT decisions that have been published on <a href="AustLII">AustLII</a> have been included. Full copies of the decisions can be accessed through the hyperlinks provided below.

#### **Civil Aviation**

<u>Daw and Civil Aviation Safety Authority</u> [2015] AATA 1002 (22 December 2015); Senior Member BJ McCabe and Dr M Sullivan, Member

Class 1 and Class 2 medical certificates – Left frontal subcortical intracerebral haematoma – Civil aviation authorisation – Applicant does not meet medical standard – Safety risk analysis – "1% rule" – recent relevant medical literature must inform assessment of risk – absolute risk – relative risk – whether Applicant likely to endanger the safety of air navigation – decision under review affirmed

Pantovic and Civil Aviation Safety Authority [2015] AATA 992 (18 December 2015); Senior Member BJ McCabe

Chief Pilot approval – flight crew licences – whether applicant fit and proper person – applicant failed to remain at controls of aircraft while engine running – applicant flew over water at 10-15 feet – applicant failed to ensure passengers wore life jackets – applicant consumed alcohol while piloting aircraft – sequence of events captured on video – applicant reckless and endangered lives of passengers – applicant not a fit and proper person to hold flight crew licences – period of suspension required – decision to cancel private helicopter pilot's licence varied – suspended for six months – suspension suspended after one month provided applicant enters into enforceable undertakings – decision to cancel approval to act as Chief Pilot affirmed.

### Compensation

Andrews and Repatriation Commission (Compensation) [2015] AATA 1008 (22 December 2015); Senior Member BJ McCabe

VETERANS AFFAIRS – benefits and entitlements – special rate pension – whether non-service related factors contributed to inability to work – applicant stopped work because of service-related conditions alone – decision under review set aside and substituted

<u>Flanders and Repatriation Commission</u> (Compensation) [2015] AATA 1023 (24 December 2015); Senior Member BJ McCabe

VETERANS' AFFAIRS – benefits and entitlements – whether cervical spondylosis is connected with the applicant's service – onset of condition – suffering is operative word – applicant experienced symptomatic cervical spondylosis in 2004 and 2005 – decision under review set aside – applicant's condition is service related

<u>Gates and Military Rehabilitation and Compensation Commission</u> (Compensation) [2015] AATA 1018 (23 December 2015); Senior Member AC Cotter

VETERANS' ENTITLEMENTS – claim for compensation for back and hip injuries – motor vehicle accident – lack of evidence of accident – lack of medical evidence following accident – insufficient connection between injury and accident – decision under review affirmed

<u>Willmott and Repatriation Commission</u> (Compensation) [2015] AATA 1016 (23 December 2015); Deputy President J W Constance

VETERANS' AFFAIRS – war-caused injury – operational service – post-traumatic stress disorder – aggravation of war-caused injury – clinical onset of aggravation – is there a hypothesis connecting aggravation of post-traumatic stress disorder with the circumstances of the operational service – relevant statement of principles – amended statement of principles

<u>Sullivan and Repatriation Commission</u> (Compensation) [2015] AATA 1015 (23 December 2015); Senior Member BJ McCabe

VETERANS AFFAIRS – benefits and entitlements – cervical spondylosis – whether Applicant's cervical spondylosis is service related – Applicant does not meet factor 6(h) – decision under review affirmed

#### **Corporations**

Hanlon and Assistant Treasurer [2015] AATA 1019 (23 December 2015); Senior Member E Fice

BUSINESS NAME REGISTRATION – availability of business name for registration – proposed business name of 'Pommiebasher' – unavailability of business name from being of a kind that is undesirable – undesirability due to offensiveness – 'Pommiebasher' offensive when devoid of sporting or historical context – 'Pommiebasher' likely to be offensive to public or section of public – exercise of Ministerial discretion to make business name available for registration – no basis to exercise discretion – decisions under review affirmed

#### Freedom of Information

<u>Dreyfus and Attorney-General (Commonwealth of Australia)</u> (Freedom of Information) [2015] AATA 995 (22 December 2015); The Hon Justice J Jagot, Deputy President

Freedom of Information request – Request for access to diary of the Attorney-General – Whether practical refusal reason established – Whether request would constitute substantial and unreasonable interference with the performance of the Attorney-General's functions – Decision under review set aside.

<u>Latimer and Australian Federal Police</u> (Freedom of Information) [2015] AATA 994 (21 December 2015); Mr S Webb, Member

Exemption from release – meaning of 'would, or could reasonably be expected to' – disclosure 'reasonably likely to' prejudice the effectiveness of lawful methods or procedures – grounds for conditional exemption – effect of disclosure on Commonwealth State relations – information communicated in confidence – effect of disclosure on the proper and efficient conduct of the operation of an agency' – personal information – public interest – decision varied

#### Health

<u>Chhaya and Secretary, Department of Health</u> [2015] AATA 1013 (23 December 2015); Senior Member BJ McCabe

PHARMACEUTICAL BENEFITS – supply – practice location – convenient and efficient pharmaceutical service – whether joined parties provide convenient and efficient service – decision under review affirmed

#### **Privacy**

<u>Telstra Corporation Limited and Privacy Commissioner</u> [2015] AATA 991 (18 December 2015); Deputy President SA Forgie

National Privacy Principles – personal information – access sought to mobile network data including metadata – when information is about an individual – when the identity of an individual is apparent or can reasonably be ascertained – determination set aside.

#### **Professions and Trades**

Gylman and Tax Practitioners Board [2015] AATA 1012 (23 December 2015); Senior Member PW Taylor SC

Tax Practitioners – tax practitioners board – registration as a tax agent – whether applicant is a fit and proper person – applicant trustee of a self-managed superannuation fund – improper release of superannuation benefits – applicant not a reliable witness – decision affirmed

#### **Social Security**

<u>Belal and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1006 (22 December 2015); Dr I Alexander, Member

Disability Support Pension – portability period – permanent health condition – whether the applicant was suffering a serious illness – unexpected and acute onset of symptoms – unable to return to Australia – decision set aside and substituted

<u>Bulot and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1010 (23 December 2015); Ms R Perton, Member

Pension Bonus – date of lodgement of claim – special circumstances for late lodgement

<u>Burling and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1020 (23 December 2015); Senior Member AC Cotter

Disability Support Pension – debt raised – failure to disclose additional bank accounts by recipient – significant unexplained deposits in accounts – whether amounts properly classified as "ordinary income" – no reasonable explanation for transactions provided – debt properly raised – whether special circumstances warrant waiver – no special circumstances made out – decision under review affirmed

<u>Carmody and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1011 (23 December 2015); Dr T Nicoletti, Senior Member

Disability Support Pension – whether applicant was eligible to receive DSP during claim period – whether applicant has 20 points under the impairment tables – whether applicant has a continuing inability to work – decision affirmed

<u>Collins and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1022 (24 December 2015); Mr S Webb, Member

Family Tax Benefit – school kids bonus – overpayment debt – recovery – administrative error – meaning of 'good faith' and 'severe financial hardship' – decision under review varied

<u>Grasso and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1017 (23 December 2015); Senior Member AC Cotter

Family Tax Benefit – failure to lodge income tax returns by the required date – whether special circumstances "prevented" the applicant from lodging returns – incorrect advice regarding requirements – information regarding requirements otherwise available – prevention not made out – decision under review affirmed

<u>Ljubicic and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1003 (22 December 2015); Senior Member E Fice

Disability Support Pension – impairment assessment – conditions of renal failure, systemic lupus erythematosus, depression and spinal issues – whether conditions fully diagnosed, fully treated and fully stabilised during qualifying period – conditions verified by medical reports – decision under review set aside and substituted

<u>Ljubovic and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1025 (24 December 2015); Senior Member E Fice

Disability Support Pension – qualification – requirement that applicant be an Australian resident at time of developing a continuing inability to work – post-traumatic stress disorder (PTSD) – domestic violence and marriage breakdown – PTSD arose after applicant acquired permanent residency – decision under review set aside and substituted

<u>Packett and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1009 (23 December 2015); Senior Member Dr T Nicoletti

Age Pension – ineligible homeowner – property held on trust – whether Applicant is an ineligible homeowner – ordinary income – whether payments received from a lodger constitute ordinary income – decision affirmed.

<u>Shaer and Secretary, Department of Social Services</u> (Social services second review) [2015] AATA 1005 (22 December 2015); Mr C Ermert, Member

Disability Support Pension – whether condition is severe – 20 impairment points – whether there is a continuing ability to work – decision affirmed

Slim and Secretary, Department of Social Services (Social services second review) [2015] AATA 998 (21 December 2015); Deputy President Dr P McDermott RFD

Family Tax Benefit - percentage of care - evidence - decision under review set aside.

#### **Taxation**

<u>Hughes and Commissioner of Taxation</u> (Taxation) [2015] AATA 1007 (22 December 2015); Senior Member BJ McCabe

Whether Applicant was an Australian resident in the years of income – Pilot employed overseas – 'resides' bears ordinary English meaning – Ordinary concepts test – domicile test – transient living arrangements – decision under review affirmed

The Trustees of the WT & A Norman Superannuation Fund and Commissioner of Taxation (Taxation) [2015] AATA 914 (27 November 2015); Senior Member F D O'Loughlin

Dividend washing – whether s 177EA can apply to deny imputation benefits – whether the requisite more than incidental purpose of enabling the relevant taxpayer to obtain an imputation benefit existed

Dividend: whether imputation credits form part of a dividend.

S 177EA (5)(b) determinations – whether a s 177EA (5)(b) determination can be made in conjunction with an objection decision.

#### **Transport**

<u>Fullerton and Minister for Infrastructure and Regional Development</u> [2015] AATA 989 (18 December 2015); Mr S Webb, Member

Motor vehicle importation – road vehicle with no identification plate – gift – sentimental attachment – Registered Automotive Workshop scheme – discretion – no sufficient reason to exercise discretion – decision affirmed

#### **Veterans' Affairs**

<u>Dodd and Repatriation Commission</u> (Veterans' entitlements) [2015] AATA 1004 (22 December 2015); Senior Member JF Toohey

Extreme disablement adjustment rate – claim for increase to special rate – whether applicant continued in remunerative employment after the age of 65 – decision under review set aside

# **Appeals**

This section of the Bulletin provides information about appeals that have been lodged or finalised against decisions in the AAT's General, Freedom of Information, National Disability Insurance Scheme, Security, Taxation & Commercial and Veterans' Appeals Divisions. Information is only included about appeals relating to AAT decisions that have been published on <a href="AustLII">AustLII</a>. Full copies of the decisions can be accessed through the hyperlinks provided below.

#### **Appeals lodged**

CASE NAME	AAT REFERENCE	COURT REFERENCE	APPEAL DETAILS
Ward v Commissioner of Taxation	[2015] AATA 919	ACD141/2015	Section 44 appeal lodged; 22/12/2015
Benjamin v Commissioner of Taxation	[2015] AATA 923	VID928/2015	Section 44 appeal lodged; 16/12/2015
Appeals finalised			
CASE NAME	AAT REFERENCE	COURT REFERENCE	APPEAL DETAILS

CASE NAME	AAT REFERENCE	COURT REFERENCE	APPEAL DETAILS
Breakwell v Commissioner of Taxation	[2015] AATA 628	[2015] FCA 1471	Appeal dismissed; White J; 22/10/2015
Mladenov v Secretary, Department of Social Services	[2015] AATA 99	[2015] FCA 1472	Appeal dismissed; North J; 22/12/2015
Mladenov v Secretary, Department of Social Services	[2015] AATA 99	[2015] FCA 1472	Purported appeal struck out as incompetent; North J; 22/12/2015
Newport v Australian Postal Corporation	[2015] AATA 261	[2015] FCAFC 194	Appeal dismissed; Allsop, Besanko and Flick JJ; 23/12/2015
Kocharyan v Commissioner of Taxation	[2014] AATA 32	[2015] FCAFC 196	Appeal dismissed; Gilmour, Murphy and Mortimer JJ; 23/12/2015

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