

# **AAT Bulletin**

# Issue No. 40/2016

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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 a sample of decisions recently published in the AAT's Migration & Refugee Division and Social Services & Child Support 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. This list also includes selected child support decisions published by the Social Services & Child Support Division and examples of recent decisions published by 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.

#### **Aviation**

<u>Courtney and Civil Aviation Safety Authority</u> [2016] AATA 755 (28 September 2016); Miss EA Shanahan, Member

Air Safety Regulation – experienced pilot with 30 year history of flying – holder of pilot's registration United States of America and South Africa – complex cardiological history – fully treated and stabilised – significance of small area of abnormal perfusion in left ventricle debateable – present for over 12 months without ill-effect – expert evidence and treating doctor evidence as to significance of radio nuclear scan findings – reviewable decision set aside with proviso

#### Citizenship

<u>Donnelly and Minister for Immigration and Border Protection</u> (Citizenship) [2016] AATA 752 (2 September 2016); Brigadier AG Warner, Member

Citizenship – application for Australian citizenship by conferral – application refused – period as unlawful non-citizen – whether administrative error caused period as unlawful non-citizen – administrative error not established – discretion-administrative error not enlivened – general residence requirement not satisfied – decision under review affirmed

#### Compensation

<u>Freeman and Military Rehabilitation and Compensation Commission</u> (Compensation) [2016] AATA 741 (23 September 2016); Deputy President SA Forgie

Melanoma – whether applicant's melanoma a disease or an injury (other than a disease) – whether occupational disease specified by the Minister – presumption of material contribution rebutted – whether applicant's service materially contributed to malignant melanoma – reviewable decision affirmed

<u>Hopkins and Comcare</u> (Compensation) [2016] AATA 742 (23 September 2016); Dr C Kendall, Deputy President

Applicant made claim in 1992 for neck injury and associated headaches – applicant medically retired in 2002 – applicant received compensation payments from that date on – on basis of new medical report respondent determined in 2014 that applicant suffers from a constitutionally-based problem and that condition is no longer work related – whether accepted condition materially contributed to in a material degree by applicant's employment with the Commonwealth – applicant found to have

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suffered an injury that has resulted in incapacity such that applicant is entitled to ongoing compensation – decision under review set aside

Kelso and Comcare (Compensation) [2016] AATA 750 (27 September 2016); Mrs JC Kelly, Senior Member

Commonwealth employee – anxiety and stress secondary to bullying and harassment – definition of "injury" - whether employment contributed 'to a significant degree' – whether reasonable administrative action – decision under review affirmed

McGree and Comcare (Compensation) [2016] AATA 756 (29 September 2016); Deputy President K Bean

Commonwealth employees – Calculation of normal weekly earnings – Decisions under review set aside and remitted

Murphy and Comcare (Compensation) [2016] AATA 744 (26 September 2016); Miss EA Shanahan, Member

Accepted liability for ganglion of the right wrist – multiple recurrences following surgical excision of the ganglion – five operations in total – neuropathic pain syndrome following surgery – alternative diagnosis of carpal tunnel syndrome – evidence of treating surgeon decisive – continuing liability – all decisions under review set aside

#### **Corporations**

<u>Clemente Group Holdings Pty Ltd and Australian Securities and Investments Commission</u> [2016] AATA 758 (29 September 2016); Senior Member JF Toohey

Licensing – application for financial services licence – whether licence should be granted – whether Tribunal has 'no reason to believe' applicant will not comply with obligations – decision under review affirmed

Strata Community Insurance Agencies Pty Ltd and Australian Securities & Investments Commission [2016] AATA 768 (30 September 2016); Senior Member Mr PW Taylor SC

Australian Financial Services licence – "authorised representative" – cross endorsement of licensees – whether refusal to cross endorse was reasonable – impact of refusal to cross endorse – whether applicant should be exempted under s 926A from requirement for cross endorsement from incumbent licensees – decision affirmed

#### **Migration**

HNNM and Minister for Immigration and Border Protection (Migration) [2016] AATA 761 (30 September 2016); Deputy President Professor R Deutsch

Decision to not revoke a mandatory cancellation of Applicant's Class BF Transitional (permanent) visa – character test – substantial criminal record – primary considerations – protecting the Australian community from harm – the seriousness and nature of the conduct – the risk that the conduct may be

repeated – strength, duration and nature of ties to Australia – other considerations – effect on members of family – decision under review affirmed

Neilson and Minister for Immigration and Border Protection (Migration) [2016] AATA 747 (31 August 2016); Deputy President Dr P McDermott RFD

Cancellation of visa on character grounds – applicant has a serious criminal record – the protection of the Australian community from criminal or other serious conduct relevant – best interests of minor children relevant – expectations of Australian community not met – decision under review affirmed

#### **Practice and Procedure**

<u>Kishore and Tax Practitioners Board</u> [2016] AATA 764 (30 September 2016); Deputy President SE Frost

Tax agents – Code of Professional Conduct – tax agent registration terminated – whether conduct complained of by Respondent is a 'tax agent service' – whether the identified conduct, even if not a 'tax agent service', can amount to a breach of the Code of Professional Conduct – whether Board's power delegated properly – whether committee of the Board acting with appropriate delegation – threshold questions dealt with by Tribunal

<u>VDRZ and Innovation Australia</u> [2016] AATA 729 (21 September 2016); President Justice Duncan Kerr

Administrative Appeals Tribunal – where parties informed the Tribunal they expect the matter to settle – where the Tribunal made a series of consent directions to facilitate parties' settlement discussions – where the Commissioner of Taxation, not the respondent, has been the primary entity negotiating with the applicant – where negotiations "in substance" tripartite – where the matter has not settled – where the applicant has sought an ADR process at which a non-party likely to be helpful in that regard be authorised to attend – whether permissible – whether there would be utility in directing proceedings be referred to conciliation – directions made

#### **Social Security**

Assaf and Secretary, Department of Social Services (Social services second review) [2016] AATA 748 (27 September 2016); Senior Member A Poljak

Disability support pension – cancellation of applicant's pension – whether applicant's impairments are rated 20 points or more under the Impairment Tables – myotonic dystrophy awarded 5 points under Table 1 – decision affirmed

<u>Brassaud and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 751 (28 September 2016); Dr L Bygrave, Member

Disability support pension – cancellation of applicant's pension – whether applicant's impairments are rated 20 points or more under the Impairment Tables – skin condition awarded 20 points under Table 14 – depression and bipolar disorder awarded 10 points under Table 5 – chronic right knee pain awarded 5 points under Table 3 – continuing inability to work – decision set aside and decision made in substitution

Kartman and Secretary, Department of Social Services (Social services second review) [2016] AATA 770 (30 September 2016); Mr DJ Morris, Member

Disability Support Pension (DSP) – whether qualified – congenital condition – what is functional impact – program of support requirements not met – not qualified for DSP – decision affirmed

<u>Kalokerinos and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 745 (26 September 2016); Dr L Bygrave, Member

Lump sum compensation preclusion period – disability support pension – length of the preclusion period – whether special circumstances exist to reduce the preclusion period – decision affirmed

Kettul and Secretary, Department of Social Services (Social services second review) [2016] AATA 760 (29 September 2016); Senior Member A Poljak

Disability support pension – cancellation of applicant's pension – whether applicant's conditions were fully diagnosed, treated and stabilised – whether applicant's impairments are rated 20 points or more under the Impairment Tables – depression and PTSD – diabetes – osteoarthritis – shoulder condition – whether criteria for unlimited portability are met – decision affirmed

<u>Kuzmanovic and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 749 (27 September 2016); Senior Member CR Walsh

Disability support pension (DSP) – applicants impairments did not attract 20 points under the Impairment Tables on the date she claimed DSP or within 13 weeks of that claim – no "continuing inability to work" – decision under review affirmed

<u>Powell and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 759 (29 September 2016); Deputy President FJ Alpins

Disability support pension – mental health condition – whether applicant's impairment was of 20 points or more under the Impairment Tables during the relevant period – whether applicant's condition permanent – whether applicant's condition had been fully stabilised – whether a medical or other compelling reason for applicant not to undertake reasonable treatment – whether pharmaceutical treatment of mental health condition reasonable

<u>Tisdell and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 762 (30 September 2016); Senior Member A Poljak

Disability support pension – depression – post traumatic stress disorder – whether conditions were fully treated and stabilised – whether reasonable treatment was undertaken – meaning of reasonable treatment – ability to maintain therapeutic relationships – conditions not fully treated – decision affirmed

<u>Vass and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 746 (27 September 2016); Senior Member A Poljak

Disability support pension – whether applicant's conditions were fully diagnosed, treated and stabilised – whether applicant's impairments are rated 20 points or more under the Impairment Tables – ischaemic heart disease awarded 5 points under Table 1 – decision affirmed

Whillier and Secretary, Department of Social Services (Social services second review) [2016] AATA 769 (30 September 2016); Dr L Bygrave, Member

Disability support pension – application rejected by Centrelink – whether impairments permanent – whether impairments fully diagnosed, treated and stabilised – impairment tables – applicant suffers from chronic fatigue syndrome – applicant awarded 10 points under Table 1 – decision affirmed

#### **Taxation**

G J Brown & Co Pty Ltd and Tax Practitioners Board [2016] AATA 740 (23 September 2016); Senior Member AC Cotter

TAX AGENTS — renewal of registration — termination of registration — eligibility for registration — whether individual applicant is a fit and proper person — good fame, integrity and character — where individual applicant is sole director of corporate applicant — compliance with taxation laws — where individual applicant lodged own income tax returns late — where individual applicant guilty of offences against taxation laws — where corporate applicant has either lodged late or not lodged income tax returns, FBT returns and BAS — where entities controlled by the individual applicant also lodged returns late or not at all — decisions under review affirmed

<u>Landy and Commissioner of Taxation</u> (Taxation) [2016] AATA 754 (28 September 2016); Senior Member FD O'Loughlin

Income tax – whether applicant a resident of Australia – whether applicant had Australian domicile – whether applicant had permanent place of abode outside Australia – whether applicant was taxed overseas in respect of foreign earning – deductions for meals and incidental expenses – whether expenses incurred, whether expenses private in nature – Medicare Levy – No basis for reducing Medicare Levy – shortfall interest charge – No basis for reducing charge

#### **Veterans' Affairs**

<u>Gault and Repatriation Commission</u> (Veterans' entitlements) [2016] AATA 622 (19 August 2016); Mr S Webb, Member

Service pension – ordinary income – company income – attribution – notice requirement to provide company annual financial statements within 14 days of finalisation – meaning of 'should' – failure to comply with notice – company income not taken into account when determining rate of pension – reduction in rate of pension from date of event – overpayment – no jurisdiction in respect of overpayment debt, recovery or waiver – rate reduction decision varied

# **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
Nigram v Minister for Immigration and Border Protection		[2016] AATA 613
Botha v Minister for Immigration and Border Protection [2016] AATA 614		[2016] AATA 614
Appeals finalised		
CASE NAME	AAT REFERENCE	COURT REFERENCE
None finalised		

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