

ITEM 6. REPORT OF THE CORPORATE, FINANCE, PROPERTIES AND TENDERS COMMITTEE - 20 JUNE 2016**ITEM 6.1****DISCLOSURES OF INTEREST**

Councillor Linda Scott disclosed a less than significant, non-pecuniary interest in Item 6.18 on the agenda in that she works at the University of Sydney (a participant in the consultation process), but not in an area related to Tech Startups.

Councillor Robert Kok disclosed a less than significant, non-pecuniary interest in Item 6.16 on the agenda in that, in 2003, he attended an Asialink Business leadership course.

No other Councillors disclosed any pecuniary or non-pecuniary interests in any matter on the agenda for this meeting of the Corporate, Finance, Properties and Tenders Committee.

The Committee recommends the following:-

ITEM 6.2

INTEGRATED PLANNING AND REPORTING PROGRAM AND BUDGET 2016/17 – ADOPTION (X002996)

It is resolved that:

It is resolved that Council:

- (A) adopt the suite of draft Integrated Planning and Reporting (2016/17) documents as endorsed by Council on 18 May 2015, subject to the minor amendments detailed in Attachment B to the subject report, incorporating:
 - (i) the Operational Plan 2016/17; and
 - (ii) the Resourcing Strategy (2016);
- (B) adopt the draft Operating and Capital Budgets, and future years' forward estimates, reflected in the Operational Plan for 2016/17, subject to the minor amendments detailed in Attachment B to the subject report. The 2016/17 budgets include:
 - (i) Operating Income of \$530.8M, operating expenditure (excluding depreciation) of \$418.4M for an Operating Result of \$112.5M, and a Net Surplus of \$30.6M, after allowing for interest and capital contributions; as well as depreciation, Light Rail contributions and other capital project related costs;
 - (ii) Capital Works expenditure of \$298.4M, including a contingency of \$5M;
 - (iii) Plant and Assets (including IT equipment and projects) net expenditure of \$29.2M; and
 - (iv) Net Property Divestments provision of \$18.8M;
- (C) adopt the proposed Rating structure and policies, Domestic Waste Management Charges, Stormwater Charges and User Fees and Charges discussed within the report to the Corporate, Finance, Properties and Tenders Committee on 9 May 2016 and included within the Operational Plan 2016/17, subject to the minor amendments detailed in Attachment B to the subject report; and
- (D) adopt the Schedule of Fees and Charges 2016/17 as endorsed for public exhibition by Council on 16 May 2016, subject to the minor amendments detailed in Attachment B to the subject report.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by the Chair (the Lord Mayor) and carried unanimously.)

The Committee recommends the following:-

ITEM 6.3

INVESTMENTS HELD AS AT 31 MAY 2016 (S034147)

It is resolved that the Investment Report as at 31 May 2016 be received and noted.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Green and carried unanimously – as part of an in globo motion.)

The Committee recommends the following:-

ITEM 6.4

NAMING PROPOSAL - THE GREEN SQUARE COMMUNITY AND CULTURAL PRECINCT - POST EXHIBITION (S123931)

It is resolved that Council approve the following names for the former South Sydney Hospital Site and buildings:

- (A) Green Square Community and Cultural Precinct (for the entire redevelopment site of the former South Sydney Hospital);
- (B) Joynton Avenue Creative Centre (for the redeveloped nurses' quarters);
- (C) Waranara Early Education Centre (for the redeveloped casualty building); and
- (D) Banga Community Shed (for the redeveloped pathology building).

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by the Chair (the Lord Mayor) and carried unanimously.)

ITEM 6.5**NAMING PROPOSAL - NAPOLEON PLAZA (X005053)**

The Corporate, Finance, Properties and Tenders Committee decided that consideration of this matter be deferred to the meeting of Council on 27 June 2016.

Officer's Recommendation

The officer's recommendation to the Corporate, Finance, Properties and Tenders Committee was as follows –

It is resolved that:

- (A) Council provide in-principle approval to name the public open space located at the south-west corner of Kent Street and Napoleon Street, Sydney "Napoleon Plaza";
- (B) Council approve the public exhibition of the naming proposal for community comment for a period of 28 days; and
- (C) a further report be submitted to Council at the end of the exhibition period.

Officer's Report

The officer's report on this matter can be found at Item 5 of the agenda paper for the meeting of the Corporate, Finance, Properties and Tenders Committee on 20 June 2016, Volume 1.

The Committee recommends the following:-

ITEM 6.6

LAND CLASSIFICATION CHANGE – 200A GEORGE STREET, SYDNEY (S121300)

It is resolved that Council classify 200A George Street, Sydney, being Lot 3 in DP 1213767, as operational land in accordance with section 31 of the Local Government Act 1993.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Green and carried unanimously – as part of an in globo motion.)

The Committee recommends the following:-

ITEM 6.7

TENDER - BUILDING WORKS AT 34-42 BOURKE ROAD ALEXANDRIA (S125814)

It is resolved that:

- (A) Council accept the tender offer of Tenderer 'C' for building works at 34-42 Bourke Road, Alexandria; and
- (B) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the contracts relating to the tender.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Mant and carried unanimously.)

The Committee recommends the following:-

ITEM 6.8

TENDER – KING GEORGE V RECREATION CENTRE LOUVRES UPGRADE (S126661)

It is resolved that:

- (A) Council accept the tender offer of Tenderer 'B' for the King George V Recreation Centre louvres upgrade; and
- (B) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the contracts relating to the tender.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Green and carried unanimously – as part of an in globo motion.)

The Committee recommends the following:-

ITEM 6.9

EXEMPTION FROM TENDER AND CONTRACT EXTENSION - COMMERCIAL WASTE COLLECTION SERVICES (S072015.034)

It is resolved that:

- (A) Council approve an exemption from tender for the extension of Commercial Waste Collection Contract because, due to extenuating circumstances, a satisfactory result would not be achieved by inviting tenders;
- (B) Council note that the reasons why a satisfactory reason would not be achieved by inviting tenders are:
 - (i) there is insufficient time to have a separate request for tender for a three month period, given the imminent expiry of the current contract period at 30 June 2016; and
 - (ii) the incumbent service provider under the Commercial Waste Collection Contract has provided a quote for the three month period from 1 July 2016 to 30 September 2016 which allows for a minimal increase versus the previous quarter, thus ensuring value for money;
- (C) Council approve the variation of the existing Commercial Waste Collection Contract to provide for the extension of the term by three months and change in the contract value (see confidential Attachment A to the subject report for details); and
- (D) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the variation of the Commercial Waste Collection Contract, to provide for the extension of the term by three months expiry date and change in the contract value (see confidential Attachment A for details).

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Green and carried unanimously – as part of an in globo motion.)

The Committee recommends the following:-

ITEM 6.10

TENDER - IAN THORPE AQUATIC CENTRE COGENERATION PROJECT - DESIGN AND CONSTRUCT AND OPERATE AND MAINTAIN (X005199)

It is resolved that:

- (A) Council accept the tender offer of Tenderer 'E' for the design, construction, operation and maintenance of the Ian Thorpe Aquatic Centre Cogeneration project for a period of two years, with the option of an extension of up to two years;
- (B) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the contracts relating to the tender; and
- (C) authority be delegated to the Chief Executive Officer to exercise the option referred to in clause (A), if appropriate, and negotiate the terms of the extension, including but not limited to, any variations to the contract price.

(Note – this matter was dealt by the Corporate, Finance, Properties and Tenders Committee as follows:

Moved by Councillor Kok, seconded by the Chair (the Lord Mayor) –

That the officer's recommendation be adopted.

During discussion on this item, the Corporate, Finance, Properties and Tenders Committee agreed to defer consideration of this matter to the end of the meeting to discuss confidential Attachment A in closed session.

Closed Meeting

At a later stage of the meeting, at 3.00pm, it was moved by the Chair (the Lord Mayor), seconded by Councillor Green –

That the meeting be closed in accordance with the provisions of sections 10A(2)(c) and (d)(ii) of the Local Government Act 1993 to discuss confidential Attachment A to Item 6.10 on the agenda as this matter comprised:

- commercial information that would, if disclosed, confer a commercial advantage on a person with whom the council is conducting (or proposes to conduct) business; and
- commercial information of a confidential nature that would, if disclosed, prejudice the commercial position of the person who supplied it; and

it was further resolved that the meeting be closed for this item on the basis that discussion of this matter in open session would, on balance, compromise Council's ability to negotiate fairly and commercially to achieve the best outcome for its ratepayers.

Carried unanimously.

Confidential Attachment A was then discussed while the meeting of the Corporate, Finance, Properties and Tenders Committee was closed to the public.

At the resumption of the meeting of the Corporate, Finance, Properties and Tenders Committee in open session, at 3.07pm, the motion, as previously moved by Councillor Kok, seconded by the Chair (the Lord Mayor), was put to the vote and was carried on the following show of hands –

Ayes (6) The Lord Mayor, Councillors Green, Kok, Mant, Scott and Vithoukas.

Noes (2) Councillors Forster and Mandla.)

The Committee recommends the following:-

ITEM 6.11

TENDER – PROVISION OF VENUE MANAGEMENT TRAFFIC CONTROL AND LOADING DOCK SERVICES (S1122555.001)

It is resolved that:

- (A) Council accept the tender offer of Tenderer 'A' for the provision of traffic control and loading dock services for a period of two years, with the option of an extension of two years, subject to satisfactory performance of the contractor;
- (B) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the contracts relating to the tender; and
- (C) authority be delegated to the Chief Executive Officer to exercise the option referred to in clause (A), if appropriate, and negotiate the terms of the extension, including, but not limited to, any variations to the contract price.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Mant and carried unanimously.)

The Committee recommends the following:-

ITEM 6.12

TENDER - SUPPLY AND DELIVERY OF AUDIO MIXING CONSOLE AND ANCILLARY EQUIPMENT (X000981.007)

It is resolved that:

- (A) Council accept the tender offer of Tenderer 'A' for the supply and delivery of an audio mixing console and ancillary equipment, and enter into a three year contract for the maintenance and support of the assets; and
- (B) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the contracts relating to the tender.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Green and carried unanimously – as part of an in globo motion.)

The Committee recommends the following:-

ITEM 6.13

TENDER - PROVISION OF CATERING CONSULTANCY SERVICES FOR VENUE MANAGEMENT (X004542.001)

It is resolved that:

- (A) Council accept the tender offer of Tenderer 'A' to provide the specified catering consultancy services; and
- (B) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the contracts relating to the tender.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Green and carried unanimously.)

The Committee recommends the following:-

ITEM 6.14

**TENDER - LIBRARY FURNITURE ADJUSTABLE HEIGHT STAFF STATIONS
(X005082)**

It is resolved that:

- (A) Council accept the tender offer of Tenderer 'A' for Library furniture (adjustable height staff stations); and
- (B) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the contracts relating to the tender.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Green and carried unanimously – as part of an in globo motion.)

The Committee recommends the following:-

ITEM 6.15

EXEMPTION FROM TENDER - SUPPLY EVENT STRUCTURES AND FURNITURE WITH OPTION TO EXTEND TO 2016 AND 2017 EVENTS (2015/404345)

It is resolved that:

- (A) Council approve an exemption from tender, in accordance with section 55(3)(i) of the Local Government Act 1993, for the contract 'Supply event structures and equipment', noting that, because of extenuating circumstances, a satisfactory result would not be achieved by inviting tenders;
- (B) Council note the reasons why a satisfactory reason would not be achieved by inviting tenders are:
 - (i) a contractor to supply event structures and furniture has already been appointed in accordance with the City's procurement processes;
 - (ii) at the time the contract to supply event structures and furniture was entered into, it was not anticipated that there would need to be a scenic treatment to the event structures and furniture;
 - (iii) because the manufacturing techniques and the scenic paint finishes need to be consistent with the infrastructure already in place, it is not considered feasible to not undertake the work; and
 - (iv) the additional cost to prepare the scenic treatment is considered value for money. If the work were separately contracted, it is not considered that better value for money would be achieved for Council;
- (C) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the variation of the contract to supply event structures and furniture; and
- (D) authority be delegated to the Chief Executive Officer to exercise the option for 2016 and 2017, if appropriate, and negotiate the price to extend the contract accordingly.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Kok, seconded by Councillor Green and carried unanimously – as part of an in globo motion.)

The Sub-Committee recommends the following:-

ITEM 6.16

KNOWLEDGE EXCHANGE SPONSORSHIP – ASIALINK BUSINESS (X003413)

It is resolved that:

- (A) Council approve a cash sponsorship of \$30,000 (excluding GST) to Asialink Business for the Asia Insights Workshop Series 2016;
- (B) authority be delegated to the Chief Executive Officer to negotiate and enter into a sponsorship agreement with Asialink Business; and
- (C) Council note that, in paragraph 20 of the subject report, the financial year shown as “2015/16” should be “2016/17”.

Speakers

Mr Raj Wilson addressed the meeting of the Corporate, Finance, Properties and Tenders Committee (Economic Development and Business Sub-Committee) on Item 6.16.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Vithoukas, seconded by Councillor Green and carried unanimously.)

The Sub-Committee recommends the following:-

ITEM 6.17

KNOWLEDGE EXCHANGE SPONSORSHIP - 2017 CHINA AUSTRALIA MILLENNIAL PROJECT (CAMP) (2016/196968)

It is resolved that:

- (A) Council approve \$30,000 (exclusive of GST) financial support to AustraliaChina.org Pty Ltd for the coordination and delivery of the 2017 China Australia Millennial Project in Sydney;
- (B) Council approve \$26,610 value in-kind (exclusive of GST) in the form of a venue hire waiver to AustraliaChina.org Pty Ltd, plus any annual increases in fees and charges for 2016/17 rates;
- (C) authority be delegated to the Chief Executive Officer to negotiate, execute and administer a sponsorship agreement with AustraliaChina.org Pty Ltd; and
- (D) Council note that, in paragraphs 21 and 22 of the subject report, the financial year shown as "2015/16" should be "2016/17".

Speakers

Ms Andrea Myles addressed the meeting of the Corporate, Finance, Properties and Tenders Committee (Economic Development and Business Sub-Committee) on Item 6.17.

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Vithoukas, seconded by the Chair (the Lord Mayor) and carried unanimously.)

The Sub-Committee recommends the following:-

ITEM 6.18

TECH STARTUPS ACTION PLAN - POST EXHIBITION (S102796.007)

It is resolved that:

- (A) Council note the results of consultation on the *draft* Tech Startups Action Plan as shown at Attachment A to the subject report;
- (B) Council note the response to the consultation, including the submissions received, on the draft Tech Startups Action Plan as shown at Attachment B to the subject report;
- (C) Council adopt the Tech Startups Action Plan as shown at Attachment C to the subject report;
- (D) authority be delegated to the Chief Executive Officer authority to make amendments to the Tech Startups Action Plan in order to correct any minor drafting errors; and
- (E) Council note that, in paragraph 31 of the subject report, the financial year shown as "2015/2016" should be "2016/17".

(At the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Vithoukas, seconded by the Chair (the Lord Mayor) and carried.)