

Item 6**Report of the Corporate, Finance, Properties and Tenders Committee - 17 August 2020****Item 6.1****Disclosures of Interest**

Councillor Kerryn Phelps disclosed a significant, non-pecuniary interest in Items 6.5 and 6.9 on the agenda, as one of the co-founders of Atlassian was a donor to her Wentworth campaign. Councillor Phelps stated that she would leave the meeting and would not be voting on these items.

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

The Committee recommends the following:-

Item 6.2

2019/20 Quarter 4 Review - Delivery Program 2017-2021

It is resolved that Council:

- (A) note the interim financial performance of Council for the 2019/20 financial year ending 30 June 2020, including the Net Surplus of \$85.0M as outlined in the subject report and summarised in Attachment A to the subject report;
- (B) note the full year Capital Works expenditure of \$156.6M for 2019/20, and approve the proposed revote of budget and other adjustments of \$15.6M to increase the adopted 2020/21 budget to \$296.3M to progress the planned capital works, as detailed in Attachment B to the subject report;
- (C) note the Information Services capital expenditure of \$15.9M for 2019/20, and approve the proposed revote of \$5.9M and bring forward of \$0.5M of funds to increase the adopted 2020/21 budget to \$18.7M;
- (D) note the full year Plant and Assets expenditure of \$12.2M for 2019/20, net of disposals, and approve the proposed revote of \$6.4M to increase the adopted 2020/21 net budget to \$14.4M;
- (E) note the full year Property Divestment of \$25.9M in 2019/20;
- (F) note the operational performance indicators and quarter and full year achievements against the Delivery Program 2017-2021 objectives, as detailed in Attachment C to the subject report;
- (G) note the supplementary reports, including contracts issued over \$50,000, major legal issues and the Quick Response, Banner Pole and Reduced Rate Grant Programs in Quarter 4, as detailed in Attachment D to the subject report; and
- (H) note the Environmental Sustainability Progress Report, as shown at Attachment E to the subject report.

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

S096187

The Committee recommends the following:-

Item 6.3

Investments Held as at 31 July 2020

It is resolved that the Investment Report as at 31 July 2020 be received and noted.

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

X020701

The Committee recommends the following:-

Item 6.4

Public Exhibition - Naming Proposal - Allsorts Park and Honeykiss Park, Rosebery

It is resolved that Council:

- (A) provide in-principle approval to name the new park to be constructed on the site at the corner of Rosebery Avenue and Crewe Place as "Allsorts Park" and that the name be placed on public exhibition for community comment for a minimum period of 28 days;
- (B) provide in-principle approval to name the new green link to be constructed between Rosebery Avenue, Spring Street and Confectioners Way as "Honeykiss Park" and that the name be placed on public exhibition for community comment for a minimum period of 28 days; and
- (C) note that a further report will be submitted to Council on the results of the public consultation process.

(Note – at the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Scully, seconded by Councillor Thalís, and carried unanimously.)

X034621

The Committee recommends the following:-

Item 6.5

Lease Approval and Variation - 343 George Street Sydney - Atlassian Pty Limited

It is resolved that:

- (A) Council approve a new lease with Atlassian Pty Ltd for Level 1 Suites 1.01, 1.03, 1.04 - 1.08 and Level 2, Suites 2.02 and 2.03, 343 George Street Sydney, to be progressively occupied as the suites become available;
- (B) Council approve a new lease with Atlassian Pty Ltd for Level 6 and Level 7, 343 George Street, Sydney, commencing on 1 April 2022;
- (C) Council approve the variation of the existing lease to Atlassian Pty Ltd for Levels 8, 9 and 10, 343 George Street, Sydney, extending the lease expiry date from 30 June 2023 to 30 June 2027 with a further two options, each being one year. This would extend the Atlassian Pty Ltd tenure to 30 June 2029 should they exercise both options; and
- (D) authority be delegated to the Chief Executive Officer to finalise the terms of the new leases and variation of lease, including for the lease option terms in accordance with terms and conditions set out in Confidential Attachment A to the subject report.

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

S096173.046

The Committee recommends the following:-

Item 6.6

Exemption from Tender and Contract Variation - Head Design Consultant - Hyde Park South Cafe

It is resolved that:

- (A) Council approve an exemption from tender for the Head Design Consultant - Hyde Park Café South for additional contract contingency to allow for additional design services;
- (B) Council note that a satisfactory result would not be achieved by inviting tenders for this work because the consultant is already engaged and work is well underway. It would not present value for money to engage someone else to do this work; and
- (C) authority be delegated to the Chief Executive Officer to finalise negotiations and enter into any documentation to vary the existing agreement.

(Note – at the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Scully, seconded by Councillor Thalís, and carried unanimously.)

S122018.002

The Committee recommends the following:-

Item 6.7

Cancellation of Tenders - Joynton Avenue Stormwater Drainage Upgrade

It is resolved that Council:

- (A) decline to accept the tenders received for Joynton Avenue Stormwater Drainage Upgrade and associated geotechnical investigation;
- (B) cancel the tenders for Joynton Avenue Stormwater Drainage Upgrade and associated geotechnical investigation;
- (C) note that further simplified geotechnical investigations will be undertaken via a Request for Quotation; and
- (D) note that tenders for the Joynton Avenue Stormwater Drainage Upgrade will be invited following the completion of further geotechnical investigations.

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

X010730

The Committee recommends the following:-

Item 6.8

Cancellation of Tender - Property Portfolio Long-Term Plan for the Community and Service Portfolios

It is resolved that Council:

- (A) decline to accept any of the tenders received for the select tender for the Property Portfolio Long-Term Plan for the Community and Service Portfolios;
- (B) cancel the select tender for the Property Portfolio Long-Term Plan for the Community and Service Portfolios; and
- (C) note that the Chief Executive Officer will continue to work with staff to find ways of delivering the Long-Term Plan objectives in an efficient manner at a later stage.

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

X026622

The Committee recommends the following:-

Item 6.9

Cancellation of Tender - Facade Remediation and Lighting - 343 George Street, Sydney

It is resolved that Council:

- (A) decline to accept the tender offer of Tenderer A for 343 George Street Façade Remediation and Lighting; and
- (B) cancel the tender for 343 George Street Façade Remediation and Lighting.

(Note – at the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Scully, seconded by Councillor Thalís, and carried unanimously.)

X021558

The Committee recommends the following:-

Item 6.10

Property Matter (Confidential)

It is resolved that Council approve the recommendation contained in Confidential Attachment A to the subject report.

(Note – at the meeting of the Corporate, Finance, Properties and Tenders Committee, this recommendation was moved by Councillor Scully, seconded by Councillor Scott, and carried unanimously).

X036060