

MINUTES



Strategic Planning Committee Meeting



Held at the
Civic Centre
511 Burwood Highway
Wantirna South
On
Monday 12 April 2021

The Agenda for the Strategic Planning Committee Meeting, Monday 12 April 2021, forms part of these Minutes and is attached in full at the end of the Minutes.

These Minutes are considered draft until adopted and confirmed at the next Strategic Planning Committee Meeting.

The meeting commenced at 7:01 pm.

PRESENT:

<i>Cr L Cooper (Chairperson)</i>	<i>Scott Ward</i>
<i>Cr Y Allred</i>	<i>Baird Ward</i>
<i>Cr J Dwight</i>	<i>Chandler Ward</i>
<i>Cr M Timmers-Leitch</i>	<i>Collier Ward</i>
<i>Cr S Grasso</i>	<i>Dinsdale Ward</i>
<i>Cr M Baker</i>	<i>Dobson Ward</i>
<i>Cr S Laukens</i>	<i>Friberg Ward</i>
<i>Cr D Pearce</i>	<i>Taylor Ward</i>
<i>Cr N Seymour</i>	<i>Tirhatuan Ward</i>
<i>Mr T Doyle</i>	<i>Chief Executive Officer</i>
<i>Mr G Thorne</i>	<i>Director - Infrastructure</i>
<i>Mr M Kelleher</i>	<i>Director - City Strategy and Integrity</i>
<i>Ms T Scicluna</i>	<i>Director - Connected Communities</i>
<i>Ms S Mazer</i>	<i>Director - Knox Centre</i>
<i>Ms S Stanton</i>	<i>Executive Manager - Strategy, People and Culture, Interim Information Technology</i>
<i>Mr P McQue</i>	<i>Manager, Governance</i>

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The Mayor noted the recent passing of Prince Philip, the Duke of Edinburgh, and extended her deepest condolences to the Royal Family on behalf of Council. The Mayor highlighted the philanthropic contributions the late Prince Philip undertook throughout the world and his service to the Commonwealth.

1 Apologies and Requests for Leave of Absence

Nil.

2 Declarations of Conflict of Interest

Nil.

3 Confirmation of Minutes

RESOLUTION

MOVED: Councillor Timmers-Leitch

SECONDED: Councillor Laukens

Confirmation of Minutes of Strategic Planning Committee Meeting on Monday 9 March 2021

CARRIED

4 Considering and Ordering Upon Officers' Reports

4.1 Councillor Gifts, Benefits and Hospitality Policy

SUMMARY: Governance Officer, Kirstin Ritchie

In accordance with the requirements of the Local Government Act 2020, the Councillor Gifts, Benefits and Hospitality Policy is required to be adopted by 24 April 2021.

A draft Councillor Gifts, Benefits and Hospitality Policy has been prepared for consideration by Council, updating the current policy that has been in place since June 2020.

RECOMMENDATION

That the Committee adopt the Councillor Gifts, Benefits and Hospitality Policy in accordance with Attachment 1 to this report.

RESOLUTION

MOVED: Councillor Cooper

SECONDED: Councillor Timmers-Leitch

That the Committee adopt the Councillor Gifts, Benefits and Hospitality Policy in accordance with Attachment 1 to this report, subject to the following:

- An additional correction on Page 1 of the policy such that the final sentence reads: This policy does not cover the requirement upon Councillors to declare gifts on their Personal interest Returns pursuant to Sections 133 and 134 of the Local Government Act 2020.
- An additional correction on Page 2 of the policy, deleting the Local Government Act 1989 from Section 4.
- A additional correction on page 4 of the policy, such that the final sentence reads: A statutory conflict arises when one or more gifts with a value of, or more than \$500 is received in the five (5) years preceding the decision or exercise of the power, duty or function (but does not include the exemptions listed in Section 128(4) of the Local Government Act 2020).
- A additional correction on page 8 of the policy, such that the final sentence of section 6.4 reads:
Further, any gifts, benefits or hospitality accumulated to \$500, from a single source, over a 5 year period will give rise to the Councillor having a conflict of interest in accordance with Section 128(4) of the Local Government Act 2020 (the Act).
- A additional correction on page 8 of the draft policy, such that the final paragraph reads: The details of all declarations will be maintained in the Gifts and Benefits Register; however this does not relieve Councillors (as required) from their obligations under the Act to disclose gifts in their registrable personal interest returns or as part of a conflict of interest disclosure.

CARRIED

4.2 IT Hardware Leasing Report

SUMMARY: Chief Information Officer, Scott Coleman

Knox's Information Technology (IT) department is seeking to establish a new Master Lease Agreement with an approved financier in order to lease existing hardware equipment and future IT infrastructure over the course of the next three years.

RECOMMENDATION

That Council resolve:

1. To accept the quotation submitted by Maia Financial Pty Ltd for the establishment of a Master Lease Agreement with Knox City Council with a credit limit of \$3.0 million ex GST
2. To accept the Schedule of Rates submitted by Maia Financial Pty Ltd (as set out in Confidential Attachment 1 to the Officer's report) for the establishment of a Master Lease Agreement with Knox City Council for a period of 3 years for contract 2710 – IT Hardware Lease
3. To authorise the Chief Executive Officer to execute all necessary documentation relating to the establishment of the Lease Arrangement on behalf of Council.
4. To note that all respondents will be advised accordingly.

RESOLUTION

MOVED: Councillor Pearce

SECONDED: Councillor Laukens

That Council resolve:

1. To accept the quotation submitted by Maia Financial Pty Ltd for the establishment of a Master Lease Agreement with Knox City Council with a credit limit of \$3.0 million ex GST
2. To accept the Schedule of Rates submitted by Maia Financial Pty Ltd (as set out in Confidential Attachment 1 to the Officer's report) for the establishment of a Master Lease Agreement with Knox City Council for a period of 3 years for contract 2710 – IT Hardware Lease
3. To authorise the Chief Executive Officer to execute all necessary documentation relating to the establishment of the Lease Arrangement on behalf of Council.
4. To note that all respondents will be advised accordingly.

CARRIED

4.3 Carrington Park Multipurpose Community Facility Construction

SUMMARY: Project Manager, Major Initiatives Unit – Joe Kelly

This report considers and recommends the appointment of a tenderer for the construction of the extension and refurbishment of the Carrington Park Multipurpose Community Facility at 20 O’Connor Rd, Knoxfield.

RECOMMENDATION

That Council:

1. Awards Contract 2741 – Carrington Park Multipurpose Community Facility (Construction) to the Jardon Group for the lump sum price of \$1,338,292.00 excluding GST for Contract 2741 – Carrington Park Multipurpose Community Facility (Construction).
2. Authorises the Chief Executive Officer to formalise and sign the contract documentation; and
3. Advises all tenderers accordingly.

RESOLUTION

MOVED: Councillor Laukens

SECONDED: Councillor Seymour

That Council:

1. Awards Contract 2741 – Carrington Park Multipurpose Community Facility (Construction) to the Jardon Group for the lump sum price of \$1,338,292.00 excluding GST for Contract 2741 – Carrington Park Multipurpose Community Facility (Construction).
2. Authorises the Chief Executive Officer to formalise and sign the contract documentation; and
3. Advises all tenderers accordingly.

CARRIED

5 Motions for Which Notice has Previously Been Given

Nil.

6 Supplementary Items

Nil.

7 Urgent Business

7.1 Urgent Business

Nil.

8 Confidential Items

PROCEDURAL MOTION

CLOSURE OF MEETING

MOVED: Councillor Timmers-Leitch

SECONDED: Councillor Baker

That the Committee resolve to close the meeting to the public in accordance with Section 66(2)(a) of the Local Government Act 2020 to consider 8.1 Carrington Park Leisure Centre - Squash Proposal as it relates to Council business information, that will prejudice Council's position when tendering for services, or negotiating the price for a contract if prematurely released.

CARRIED

THE MEETING WAS CLOSED TO THE PUBLIC AT 7:14 pm

8.1 Carrington Park Leisure Centre - Squash Proposal

A confidential item was resolved in camera.

MEETING CLOSED AT 7.25pm

Minutes of Meeting confirmed at the
Strategic Planning Committee Meeting
held on Monday, 10 May 2021

.....
Chairperson

The Agenda for this meeting is attached in full at the end of the Minutes

AGENDA



Meeting of the Strategic Planning Committee of Council

To be held at the

Civic Centre

511 Burwood Highway

Wantirna South

On

Monday 12 April 2021 at 7:00 PM

Please note, maximum occupancy limits will apply to the Council Chamber and patrons will be required to follow social distancing protocols and any other reasonable directions according to Council's COVID Safe Plan.

This meeting will be streamed live on the internet and recorded. The live stream and recording can be accessed via Council's website at www.knox.vic.gov.au/meetings

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Tony Doyle
Chief Executive Officer

1 Apologies and Requests for Leave of Absence

2 Declarations of Conflict of Interest

3 Confirmation of Minutes

Confirmation of Minutes of Strategic Planning Committee Meeting on Tuesday 9 March 2021

4 Considering and Ordering Upon Officers' Reports

4.1 Councillor Gifts, Benefits and Hospitality Policy

SUMMARY: Governance Officer, Kirstin Ritchie

In accordance with the requirements of the Local Government Act 2020, the Councillor Gifts, Benefits and Hospitality Policy is required to be adopted by 24 April 2021.

A draft Councillor Gifts, Benefits and Hospitality Policy has been prepared for consideration by Council, updating the current policy that has been in place since June 2020.

RECOMMENDATION

That the Committee adopt the Councillor Gifts, Benefits and Hospitality Policy in accordance with Attachment 1 to this report.

1. INTRODUCTION

Part 6, Division 4 of the Local Government Act 2020 (2020 Act) relates to Gifts and requires Council adopt a Gift Policy by 24 April 2021. The adopted policy must include procedures for the maintenance of a gift register and any other matters prescribed by the regulations. To date no regulations pertaining to gifts have been prescribed.

2. DISCUSSION

In 2020, Council determined that it was an opportune time to undertake a comprehensive review of the Councillor Gift Policy to bring it into line with the requirements placed on staff and the future legislative requirements of the 2020 Act.

A new Councillor Gift, Benefits and Hospitality Policy was adopted by Council on 22 June 2020 and was a broader, principles-based approach to gifts which defines the behavior required of Councillors in relation to gifts and benefits as well as detailing the process for declaring gifts.

It was acknowledged at this time that a further review of the Policy would need to occur by 24 April 2021, which would incorporate any regulations that may have come into force. The requirement in the 2020 Act to maintain a register has become operational since the adoption of the current Policy, however no relevant regulations have come into force to date.

As the existing Policy already makes provision for a register, officers consider the current Policy achieves compliance with the 2020 Act. Some minor iterative improvements are shown using track changes in Attachment 1.

As per Council's Public Transparency Policy, the gift and benefit register will become available on Council's webpage. Officers believed it best this was made clear in the policy itself to avoid any potential confusion, which is one of the improvements identified. It is also proposed that the Manager Governance will report to the Executive Team every six months on all declared gifts. This

will enable a proper analysis of gifts in an attempt to prevent patterns or a problematic culture from developing.

Lastly, it was considered beneficial to include reference to section 137 of the 2020 Act in the Policy. This section prohibits the acceptance of anonymous gifts above the gift disclosure threshold by a Councillor. It further details the actions a Councillor must take if an anonymous gift is received and the penalties for a Councillor who is found guilty of breaching this section. The inclusion of this section means that Councillors will only need to refer to the adopted policy for guidance on accepting gifts. It is important to note that being legislative requirements, Councillors must comply with these provisions, irrespective of whether they are included in the Council adopted Policy.

3. CONSULTATION

No consultation has been undertaken as part of this review as no substantive changes to the policy are required.

4. ENVIRONMENTAL/AMENITY ISSUES

Nil

5. FINANCIAL & ECONOMIC IMPLICATIONS

Nil

6. SOCIAL IMPLICATIONS

This policy acknowledges that transparent and accountable processes with regard to gifts, benefits and hospitality will promote public confidence in Knox City Council.

An effective policy, supported by transparent management of any offers of gifts, benefits and hospitality will support Councillors and Council to demonstrate integrity, impartiality and accountability, promoting confidence in Council decision-making.

7. RELEVANCE TO KNOX COMMUNITY AND COUNCIL PLAN 2017-2021

Goal 8 - We have confidence in decision making

Strategy 8.1 - Build, strengthen and promote good governance practices across government and community organisations

8. CONFLICT OF INTEREST

The officers contributing to and responsible for this report have no conflicts of interest requiring disclosure under Chapter 5 of the Governance Rules of Knox City Council.

9. CONCLUSION

A comprehensive and contemporary Councillor Gifts, Benefits and Hospitality Policy is an essential part of Council's Governance Framework and the adoption of the proposed policy is recommended to support ensure compliance with the requirements of the 2020 Act.

10. CONFIDENTIALITY

There is no content in this report that meets the definition of confidential information from the Local Government Act 2020.

Report Prepared By: Governance Officer, Kirstin Ritchie

Report Authorised By: Director City Strategy and Integrity, Matt Kelleher

Attachments

1. Draft Policy - Councillor Gifts Benefits and Hospitality v5 2 [KGX3] [4.1.1 - 11 pages]



Councillor Gifts, Benefits and Hospitality

Policy Number:	2004/27	Directorate:	City Strategy and Integrity
Approval by:	Council	Responsible Officer:	Manager Governance
Approval Date:	22 June 2020	Version Number:	5
Review Date:	24 April 2021		

1. Purpose

The purpose of this policy is to:

- identify the overriding responsibility of Councillors to act honestly and not to make improper use of their position;
- clearly define the behaviour required of Councillors in relation to gifts and benefits;
- provide a transparent and accountable process with regard to declaring gifts and benefits that promotes public confidence in Knox City Council (Council) and its elected representatives.

2. Context

Councillors will, on occasion, be offered gifts, benefits or hospitality from members of the public or other organisations. It is critical that Councillors do not accept gifts, benefits or hospitality that could raise an actual, or perceived, bias, preferential treatment or conflict of interest.

It is a basic principle that individuals who are elected or appointed to public office are entrusted with a range of powers in order to serve the public interest. These powers must not be used to further their own personal interests or the interests of people with whom they are closely associated.

Where a Councillor does have a personal or private interest, in relation to the receipt of a gift or hospitality, this may compromise their ability to act in the public interest. A failure to resolve an interest of this nature can create an appearance of impropriety that may undermine confidence in the individual and in the Council.

This policy provides guidance and direction to ensure Councillors maintain high levels of integrity, avoid conflicts of interest and are perceived as responsible, honest and applying sound judgement when dealing with gifts, benefits or hospitality.

3. Scope

This Policy relates to Knox City Council Councillors

This Policy does not cover donations made to candidates during election campaigns which are subject to Part 8 Division 10 of the Local Government Act 2020 (LGA 2020).

This policy does not cover the requirement upon Councillors to declare gifts on their Register of Interests pursuant to Section 81 of the Local Government Act 1989.



4. References

- 4.1 Community & Council Plan 2017-2021
 - Goal 8 – We have confidence in decision making
- 4.2 Relevant Legislation
 - Local Government Act 1989
 - Local Government Act 2020
- 4.3 Charter of Human Rights
 - This policy has been assessed against and complies with the charter of Human Rights.
- 4.4 Related Council Policies
 - Councillor Code of Conduct
- 4.5 Related Council Procedures
 - Nil

5. Definitions

Benefit (See also gift)	<p>means preferential treatment, privilege access, favours or other advantage offered to an individual. May include, but not limited to:</p> <ul style="list-style-type: none"> • access to events or clubs • preferential treatment (e.g. priority service, access to benefits or services not usually available) • upgrades • discounts • a new job or promotion • access to confidential information • offers of secondary employment or contracts <p>Benefits do not include:</p> <ul style="list-style-type: none"> • discounted products or services that are reasonable and generally available or capable of being negotiated by others not connected with Council; • benefits received in relation to personal membership of any industrial or professional organisation, club or other association or body; • benefits received by a relative or associate of a Councillor had no knowledge of; and • benefits received as a gift, award or prize from the Council, or under a Council policy.
Bribe	means money, or some other form of consideration, offered to a Councillor so as to persuade them not to exercise their common law or statutory powers or to bestow some privilege or favour.
Council	means Knox City Council, whether constituted before or after the commencement of this Policy.
Councillor	means an individual who holds the office of member of Knox City Council.



Gift (See also benefit)	means free or discounted items and any item that would generally be perceived by the public as a gift. May include, but not limited to: <ul style="list-style-type: none"> • Free or heavily discounted items • Tickets or passes to events, shows etc. • Enduring items, such as works of art • Consumables, such as food or stationery • Less tangible benefits such as hospitality or services, memberships etc. • Hospitality that exceeds common courtesy
Gift and Benefits Register	means a register of gifts offered to Councillor, whether accepted or declined. It records the date a gift was offered, information about the donor and recipient, the nature of the gift, its estimated value and how it was handled. The register is maintained by the Governance Department in an electronic format to facilitate reporting and analysis.
Gift Declaration Form	means the form a Councillor uses to declare gifts.
Gift Disclosure Threshold	means \$500 or a higher amount or value prescribed by the regulations.
Immediate Family Member	means a Councillor spouse or domestic partner, son, daughter, mother, father, brother or sister.
Material Value	means reasonably valued at more than \$30.
Money or monetary	means any form of cash, credit or cash-like item regardless of the amount or value, including but not limited to: <ul style="list-style-type: none"> • cheques; • debit cards with credit on them; • prepayments such as phone or internal credit; • memberships or entitlements to discounts; or • points in any reward scheme.
Officer	means an individual employed by Knox City Council, including the Chief Executive Officer, Directors, Managers and any person engaged as a short term employee or a contractor undertaking duties on behalf of Council.
Reportable Gift	means a gift or benefit within the meanings defined in Section 5, whether accepted or declined, that is: <ul style="list-style-type: none"> • of material value (i.e. valued at more than \$30); and/or • a gift of influence (refer to section 6.2); and/or • a bribe or monetary gift (refer to section 6.2) but is not modest hospitality offered in conjunction with an official meeting, function or other event (refer to section 6.2)
Token offer	means a gift, benefit or hospitality that is: <ul style="list-style-type: none"> • of inconsequential or trivial value to both the person making the offer and the recipient. They will be infrequently offered and not of material value. • Complimentary entry to an event hosted by a community group where a Councillor has been invited for the purposes of engaging with the community group and the value is within the reasonable expectations of the community.
Value	means the face value or current estimated retail value.



6. Council Policy

Councillors may be offered gifts, benefits or hospitality for a variety of reasons, and while they may be offered as a genuine expression of appreciation or as a gesture of goodwill, the acceptance of any gift carries risks, for example:

- that the giver will expect favourable treatment.
- that the recipient will feel a sense of obligation to the giver.
- that the recipient will be perceived as having been influenced by the gift.

Perceptions of undue influence are difficult to combat, and can be affected by many factors, including:

- The relationship between the donor and the Councillor. If the Councillor makes decisions which could affect the interests of the donor, gifts are more likely to be perceived as inappropriate.
- Transparency and openness. If a gift is given in a public forum it is less likely to be perceived as a gift of influence than if it were offered outside the public eye.
- The value of the gift. Expensive gifts are more likely to be perceived as gifts to win favours. The regularity of gifts, or the cumulative value of gifts received over time, is also likely to influence perceptions.

The consequences of failing to recognise the risks associated with accepting gifts may be:

For Councillors

- embarrassment
- internal or external inquiry
- disqualification
- criminal prosecution

For Council

- embarrassment
- external inquiry
- legal action
- loss of public trust

All reportable gifts received by a Councillor are considered the property of Council, until such time as the Gift Declaration Form has been completed and an assessment made as to the treatment of the gift.

Where a gift or benefit is retained by Council, it may, at the discretion of the Chief Executive Officer, in consultation with the Mayor, be shared with all Councillors and/or any relevant Council officers.

Councillors must not solicit, demand or request gifts or any personal benefits for themselves or another person by virtue of their position.

Notwithstanding the nature of the gift or hospitality, it is the obligation of the Councillor to be attentive to its cumulative value to avoid the likely creation of a conflict of interest. A statutory arises when one or more gifts with a value of, or more than \$500 is received in the five (5) years preceding the decision or exercise of the power, duty or function (but does not include the exemptions listed in Sec 78C of the Local Government Act 1989).



6.1. Responsibilities

Councillors are responsible for:

- refusing:
 - any monetary gift or items easily converted to money.
 - gifts, benefits or hospitality from people or organisations about whom they are likely to make decisions.
 - gifts, benefits or hospitality that may result in them having an actual or perceived conflict of interest.
 - gifts, benefits or hospitality that could be reasonably perceived as undermining the integrity and impartiality of Council or themselves.
 - bribes. All bribery attempts must be reported to the Mayor, Chief Executive Officer and/or Victoria Police.
- declaring reportable gifts whether accepted or declined.
- taking reasonable steps to ensure immediate family members do not receive gifts, benefits or hospitality that may be intended to influence the Councillor.
- taking care not to offer gifts, benefits or hospitality to others, where they would not be acceptable under this Policy.
- being aware of this policy and available for appropriate training as required.

The **Manager Governance** is responsible for:

- implementing this policy, including monitoring its effectiveness;
- maintaining the Gifts and Benefits Register; and
- providing the Executive Management Team with a quarterly report on all gifts, either accepted or refused, registered in Council's Gifts and Benefits Register.

The **Chief Executive Officer**, in consultation with the Mayor (or Deputy Mayor as applicable) is responsible for:

- reviewing, determining and approving the actions to be taken in respect of each declaration of a reportable gift, benefit or hospitality.

6.2. Gift types and purposes

Councillors may be offered gifts or benefits for a variety of reasons which can be categorised into the following:

Token gifts or benefits

A gift that is offered in a business situation to an organisation or Councillor for a practical purpose, or as a token or memento of an occasion. The gift must be of a non-material value (under \$30). An example would be inexpensive stationery items such as pens or pads inscribed with a company logo handed out at a conference or training session.

A token benefit may include complimentary entry to a function or event hosted by a community group to which a Councillor has been invited in their capacity as Councillor. This is because the invitation is offered in order to facilitate engagement with Councillors / Council (and may include a request that the Councillor speak at the event). Typical events include season or building openings, and social or commemorative events.

Complimentary event tickets must however, be assessed on a case-by-case basis.

Where tickets are of considerable value; are limited in availability to a select group, or where there is limited engagement opportunity of benefit to Council; a complimentary ticket may not be perceived as a token benefit, but as a gift of influence and therefore a Reportable Gift.



Gift of influence

A gift that is:

- intended to generally ingratiate the giver with the recipient for favourable treatment in the future; and/or
- is likely to affect, or be reasonably perceived to affect, the independent and impartial performance of the Councillor's duties.

An example would be tickets to a social, cultural or sporting event offered by a contractor or supplier. These could be seen as reward for engaging them on past contracts, and or an inducement to engage them again in the future.

Gift of gratitude

A gift offered to an individual Councillor or the organisation in appreciation of the performance of specific tasks or for exemplary performance of duties. For example a gift to a Councillor who speaks at a conference.

Ceremonial gifts

A gift usually given from one organisation to another organisation, marking a special occasion or at a special event. The gift is generally meaningful to the organisations. An example would be a gift given to a host organisation by a visiting delegation such as Council paraphernalia.

Hospitality

Free or subsidised meals, beverages or refreshments provided in conjunction with the official business, or work related events: such as:

- Council events such as training sessions, seminars and conferences, workshops and other Council events, Council Meetings and briefings.
- Events and functions attended as either a ward councillor or Council's representative, hosted by community and sporting groups, individuals and corporations.

Modest hospitality that is proportionate to the occasion will typically not be considered a reportable gift or benefit. However, where hospitality is extravagant, or beyond what would be considered reasonable in terms of community expectations, it should be considered a gift of influence and therefore a Reportable Gift.

Bribe and/or cash gift

A gift that is offered to a Councillor as a corrupt inducement for a particular action or decision. Offering or accepting a bribe has particularly serious criminal consequences. If a Councillor is offered a gift of money, or other gift or benefit, which they believe is meant to be a bribe they must immediately notify the Chief Executive Officer and the Mayor. Where relevant, Victoria Police may also be notified.



6.3. Prohibited gifts

Monetary gifts of any value, including cash, gift cards and/or vouchers, must never be accepted by Councillors.

Any offer of money, is a reportable gift as defined in this policy. Consequently, the Chief Executive Officer must be notified immediately.

Anonymous Gifts

Section 137 of the Local Government Act 2020 (the Act) prohibits a Councillor accepting, directly or indirectly, a gift for the benefit of the Councillor the amount or value of which is equal to or exceeds the gift disclosure threshold unless:

- a) The name and address of the person making the gift are known to the Councillor; or
- b) At the time the gift is made the Councillor
 - i. Is given the name and address of the person making the gift; and
 - ii. Reasonably believes that the name and address so given are the true name and address of the person making the gift.

Failure to comply with this section of the Act may result in the Councillor being penalised 60 penalty units. In addition to this penalty a Councillor who is found guilty of receiving an anonymous gift must pay to the Council the amount or value of the anonymous gift accepted.

If for any reason a Councillor finds themselves in possession of a gift when they don't know the name and address of the person who gave the gift, the Councillor can give the gift to the Council within 30 days to avoid committing an offence. s-receiving-anonymous-gifts-valued-at-\$500-or-over. Anonymous gifts are those received directly or indirectly, where the name and address of the person making the gift is not known.

Gifts under \$500 from anonymous sources are not prohibited under the Act, but should be declined and treated as Reportable Gifts for the purposes of this policy.

6.4. Assessing gifts

When deciding whether to accept a gift, benefit or offered hospitality the Councillor, Mayor or Chief Executive Officer should first consider if the offer could be perceived as influencing them in the performance of their duties or lead to reputational damage for Council.

The GIFT test (developed by the Victorian State Services Commission) provides general guidance on the assessment of gifts and benefits.

G	Giver	<p>Who is providing the gift, benefit or hospitality and what is their relationship to me? To Council?</p> <p>Does my role require me to select contractors, award grants, regulate industries or determine government policies?</p> <p>Could the person or organisation benefit from a decision I make?</p>
I	Influence	<p>Are they seeking to gain an advantage or influence my decisions or actions?</p> <p>Has the gift, benefit or hospitality been offered to me publicly or privately? Is there a clear distinction between public and private roles in this case?</p> <p>Is it a courtesy or a token of appreciation or valuable non-token offer?</p> <p>Does its timing coincide with a decision I am about to make or my endorsement of a product or service?</p>



		<p>Is the hospitality proportionate to the occasion, or is it lavish or extravagant so as to be influential? (Consider particularly how the availability and quantity of alcoholic beverages might be perceived.)</p> <p>Is free entry to an event of token value to enable engagement, or a valuable benefit intended to influence?</p>
F	Favour	<p>Are they seeking a favour in return for the gift, benefit or hospitality?</p> <p>Has the gift, benefit or hospitality been offered honestly?</p> <p>Has the person or organisation made several offers over the last 12 months?</p> <p>Would accepting it create an obligation to return a favour?</p>
T	Trust	<p>Would accepting the gift, benefit or hospitality diminish public trust?</p> <p>How would the public view acceptance of this gift, benefit?</p> <p>Would accepting free entry / hospitality uphold the reputation of the sector?</p> <p>What would my colleagues, family, friends or associates think?</p>

Receiving multiple offers (token or non-token) from the same person or organisation can generate a stronger perception that the person or organisation could influence you. Further, any gifts, benefits or hospitality accumulated to \$500, from a single source, over a 5 year period will give rise to the Councillor having a conflict of interest in accordance with section 78C of the *Local Government Act 1989* (the Act).

6.5. Accepting gifts

There are limited circumstances in which a reportable gift, benefit or hospitality should be accepted and only after an assessment has been completed by the Chief Executive Officer in consultation with the Mayor. (If the recipient is the Mayor then the Chief Executive Officer shall consult with the Deputy Mayor.)

Councillors must declare any Reportable Gift they accept but in the interests of transparency, are encouraged to declare any gift that is accepted.

It is good practice to inform the donor that the gift will be declared, and this will include their identity as the donor.

6.6. Declining gifts

When declining a gift, care should be taken to avoid causing offence or embarrassment to the giver. Councillors must declare any Reportable Gift, even if it is declined but in the interests of transparency, are encouraged to declare any gift that is declined.

It is good practice to inform the donor that the offer will be declared, and this will include their identity as the donor.

6.7. Declaring gifts

Reportable gifts or benefits, whether accepted or declined, must be declared on a Gifts and Benefits Declaration Form available in hardcopy or online. It is strongly encouraged that all non-material and token gifts are also declared using the Gifts and Benefits Declaration Form available in hardcopy or online.

It is the individual Councillor's responsibility to complete the appropriate form and forward it to the Manager Governance.

The details of all declarations will be maintained in the Gifts and Benefits Register; however this does not relieve Councillors (as required) from their obligations under the Act to disclose gifts in their registrable Primary or Ordinary Return(s) or as part of a conflict of interest disclosure.



[In accordance with the Knox Public Transparency Policy, the Gifts Register will be available on Council's website.](#)

[Consideration will be given to maintaining reasonable confidentiality in situations where public disclosure will prejudice a proposed development or business venture, legal advice or legal proceedings.](#)

[The Manager Governance will monitor the Gifts and Benefits Register and report 6 monthly to the Executive Team on any identified systematic pattern of gifts offered and accepted to ensure that unacceptable cultures do not develop within sections of the Council.](#)

6.8. After a gift has been accepted

Any gift of gratitude, ceremonial gift or gift of influence offered to and accepted by a Councillor that is a reportable gift, is deemed to be the property of Council.

Where the item is not suitable for public display or the gift is of a personal nature to the Councillor, the Chief Executive Officer (in consultation with the Mayor) will use their discretion as to the appropriate action.

The Chief Executive Officer may determine to return the gift, allow the Councillor to retain the gift or dispose of the gift.

The following matters are considered relevant to the treatment and retention of gifts once they have been accepted:

- Whether the gift was given to the Council or a Councillor.
- Whether multiple gifts or benefits have been offered by the giver in the past.
- Whether the donor intended to recognise an individual, a team or Council.
- Whether Council has an appropriate use for the gift.
- Whether a gift is of cultural or historical significance.
- Whether the gift or benefit received was as a consequence of the expenditure or dedication of Council funds, resources or labour.
- Whether it may be appropriate to donate the gift, or the proceeds from the gift, to charity.
- Whether it is possible or appropriate to return the gift.

6.9. Disposal of Gifts

The Chief Executive Officer may dispose of gifts by any of the following methods:

- Return to the original recipient;
- Return to the giver;
- Disposal by resolution of Council;
- Transfer to other public agencies or authorities;
- Transfer as a gift to a recognised charitable, aid or non-profit organisation;
- Archival action by the Victorian Museum or State Library;
- Reduction to scrap; or
- Destruction.

7. Breach of policy

Each Councillor is obliged to comply with this Policy. If this Policy has been breached, Council may take such action as prescribed in legislation and detailed in the Councillor Code of Conduct.



Any person may report an alleged breach of this policy to the Chief Executive Officer in writing. An alleged breach by Councillor may be reported to Council's Protected Disclosure Coordinator for investigation.

8. Administrative Updates

From time to time, circumstances may change leading to the need for minor administrative changes to this policy. Where an update does not materially alter this policy, such a change may be made administratively. Examples of minor administrative changes include changes to names of Council departments or positions, change to names of Federal or State Government departments or a minor amendment to legislation (or updates consequential to the commencement of the Local Government Act 2020) that does not have material impact. Where any change or update may materially change the intent of this policy, it must be considered by the Chief Executive Officer.



Gift, Benefit and Hospitality Declaration Form

Recipient Name		
Donor's Name		
Details of Gift, Benefit or Hospitality		
Description of Gift, Benefit or Hospitality	<input type="radio"/> Accepted on _____ <input type="radio"/> Declined on _____ Date Date	
	<input type="radio"/> Token Gift / Benefit <input type="radio"/> Ceremonial Gift <input type="radio"/> Gift of Influence	
	<input type="radio"/> Hospitality <input type="radio"/> Gifts of Gratitude <input type="radio"/> Bribe / Cash gift	
	_____ _____	
Estimated value and description of how value was determined	\$	
Description of business benefits / reasons for accepting the gift	_____	

Suggested utilisation / disposal	_____	

Signature	Date of Declaration	

REVIEW BY CHIEF EXECUTIVE OFFICER (For gifts and benefits above \$30)

Disposal of Gift		
Comments	_____	

Signature	Date	

The personal information on this form is collected in accordance with Council's adopted Gifts Benefits and Hospitality Policy. The information may be disclosed publically on a gift register maintained in accordance with Council's policy and relevant legislation (ie the Local Government Act 2020).

4.2 IT Hardware Leasing Report

SUMMARY: Chief Information Officer, Scott Coleman

Knox's Information Technology (IT) department is seeking to establish a new Master Lease Agreement with an approved financier in order to lease existing hardware equipment and future IT infrastructure over the course of the next three years.

RECOMMENDATION

That the Committee resolve:

- 1. To accept the quotation submitted by Maia Financial Pty Ltd for the establishment of a Master Lease Agreement with Knox City Council with a credit limit of \$3.0 million ex GST;**
- 2. To accept the Schedule of Rates submitted by Maia Financial Pty Ltd (as set out in Confidential Attachment 1 to the Officer's report) for the establishment of a Master Lease Agreement with Knox City Council for a period of 3 years for contract 2710 – IT Hardware Lease;**
- 3. To authorise the Chief Executive Officer to execute all necessary documentation relating to the establishment of the Lease Arrangement on behalf of Council; and**
- 4. To note that all respondents will be advised accordingly.**

1. INTRODUCTION

Knox City Council had an Information Technology (IT) Hardware Leasing arrangement with Equigroup (Commonwealth Bank) which concluded in July 2020. A new Capital Lease provider is required for existing and future IT infrastructure leasing arrangements.

Procurement Australasia (PA) established a panel for leasing IT equipment via a public tendering process. A request for quote process was conducted within the PA supplier panel.

Three approved vendors were selected from the PA supplier list and asked to provide quotations in relation to the establishment of lease arrangement for the following IT Infrastructure:

- Desktop computers (Desktop, laptop devices)
- Tablet computers (iPad, Tablet devices)
- Printers and Scanners
- Monitors
- Servers, Routers, Switches
- Storage devices

Asset management services including:

- Access to online contract management system (OCM)

Asset lifecycle services including:

- End of life services such as asset collection, data / information removal and device disposal.

2. DISCUSSION

Three Procurement Australia preferred suppliers were invited to respond to the Knox Request for Quotation (RFQ):

- Macquarie Equipment Finance
- Claremont Finance
- Maia Financial Pty Ltd.

Responses to quotation were required in a standard Knox prescribed format to facilitate a fair and consistent assessment across providers. Estimated yearly repayment costs were calculated on a per \$1,000 Capital Amount in order to standardize the assessment. Likewise, assets were categorized into asset type in order to facilitate comparison of effective interest rates for each asset class.

As the procurement exercise is one of selecting a financier to provide a line of credit for future leasing of IT Hardware, the primary selection criteria were based on the prevailing interest rates available from each of the financiers at the time of quotation.

Please refer to confidential Attachment 1 - SCHEDULE OF RATES

Council has a current investment of approx. \$3mil in IT infrastructure. Comprising of approx. \$500,000 (infrastructure under existing lease arrangement), \$1mil of recently purchased Staff Mobile devices (MS Surface Pro) approved for leasing and \$1.5mil infrastructure purchased outright but requiring renewal over the course of the next 3 years.

Knox IT is seeking the establishment of a \$3mil "Line of Credit" that would be used to finance the ongoing IT Infrastructure Replacement / Renewal program that is scheduled to procure new and replace existing infrastructure over the course of the next three years. Noting that the forecasted cost of the lease repayments being approx. \$2.5mil has already been included and approved within the Knox IT LTFS Budget.

PROJECTED LEASE REPAYMENTS AND APPROVED BUDGET	2020/21	2021/22	2022/23	2023/24	Total Repayment s
Existing Lease Payments:	\$281,500	\$179,000	\$82,000	\$0	\$542,500
+ Forecasted (new Lease Payments)	\$180,000	\$464,000	\$566,000	\$650,000	\$1,860,000
= Annual Forecasted Repayments:	\$461,500	\$643,000	\$648,000	\$650,000	\$2,402,500
Annual Approved/LTFS Budget	\$646,175	\$610,000	\$627,000	\$635,000	\$2,518,175

1 Annual lease repayments have been calculated based on the Schedule of Rates provided by Maia Financial Pty Ltd.

2 The forecasted \$180k in Yr1 represents only two financial qtr. repayments pro-rated whereas the LTFS Budget in yr1 represents full year repayments.

Under the Local Government Act 1989 Section 186(5)(c), Procurement Australasia tendered contract arrangements are approved by the Minister for Councils to append into without further public tendering activity. A quotation process was conducted within the established panel to ascertain value for money.

Please refer to confidential Attachment 2 – PROCUREMENT AUSTRALIA MEMBER REPORT

* Maia Financial Pty was trading as Alleasing Pty Limited at the time of tender establishment with Procurement Australia. Advice of the change of trading name is included in *Confidential Attachment 3 - MAIA CHANGE OF NAME*.

3. CONSULTATION

The Acting Manager, Business and Financial Services, Dennis Bastas was consulted in the process of this procurement, as was the Strategic Procurement team.

4. ENVIRONMENTAL/AMENITY ISSUES

Environmental and amenity issues were considered and are not required for this activity.

5. FINANCIAL & ECONOMIC IMPLICATIONS

There are no costs associated with the establishment of the line of credit with the financier. Likewise, Knox Council is under no obligation to utilise (draw down) on the established line of credit. The cost to finance both existing leased equipment and future leased equipment has been included and approved within the Knox IT Approved LTFS Budget.

6. SOCIAL IMPLICATIONS

Social implications were considered and are not applicable for this activity.

7. RELEVANCE TO KNOX COMMUNITY AND COUNCIL PLAN 2017-2021

Goal 8 - We have confidence in decision making

Strategy 8.1 - Build, strengthen and promote good governance practices across government and community organisations.

8. CONFLICT OF INTEREST

The officers contributing to and responsible for this report have no conflicts of interest requiring disclosure under Chapter 5 of the Governance Rules of Knox City Council.

9. CONCLUSION

That Council accept the recommendation as outlined in the Council Report.

10. CONFIDENTIALITY

Attachments 1, 2, 3 and 4 are included in the confidential agenda, having been declared confidential information pursuant to Council's Governance Rules and Section 66 of the Local Government Act 2020, as it relates to: private commercial information, that if released, would unreasonably expose Maia Financial Pty, and other tenderers, to disadvantage because it would release financial information about the business that is not generally available to their competitors.

Report Prepared By: Chief Information Officer, Scott Coleman

Report Authorized By: Chief Executive Officer, Tony Doyle

Attachments

Confidential attachments 1-5 have been circulated under separate cover

Attachment 1 - Schedule of Rates

Provided in order to detail the schedule of prevailing interest rates from each of the three financiers at time of quotation.

Attachment 2 Procurement Australia Member Report

Supporting documentation from Procurement Australia outlining the establishment of the IT Hardware Leasing Panel

Attachment 3 Maia Change of Name

Supporting documentation notifying trading name change from Alleasing Pty Limited to Maia Finance Pty Ltd post preparation of the Procurement Australia Member Report

Attachment 4 KCC Procurement Report

Supporting documentation, Knox IT Hardware Lease Procurement Report

Attachment 5 Buy verse Lease Assessment.

Supporting documentation, assessment made by Knox IT detailing costs and benefits associated with the option to either “purchase outright” or alternatively “lease” future IT infrastructure.

4.3 Carrington Park Multipurpose Community Facility Construction

SUMMARY: Project Manager, Major Initiatives Unit – Joe Kelly

This report considers and recommends the appointment of a tenderer for the construction of the extension and refurbishment of the Carrington Park Multipurpose Community Facility at 20 O’Connor Rd, Knoxfield.

RECOMMENDATION

That the Committee:

- 1. Awards Contract 2741 – Carrington Park Multipurpose Community Facility (Construction) to the Jardon Group for the lump sum price of \$1,338,292.00 excluding GST for Contract 2741 – Carrington Park Multipurpose Community Facility (Construction);**
- 2. Authorises the Chief Executive Officer to formalise and sign the contract documentation; and**
- 3. Advises all tenderers accordingly.**

1. INTRODUCTION

This contract is for the construction of an extension and refurbishment to the Carrington Park Multipurpose Community Facility, formerly the Senior Citizens Centre located at 20 O’Connor Road, Knoxfield.

The works aim to redevelop the Centre into a multipurpose community facility through the addition of a new entry foyer, activity spaces and amenities, and an upgrade to the existing facilities.

The paved external forecourt area between the new Multipurpose facility and the Carrington Park Leisure Centre will also be upgraded as part of this project, as well as a new turning circle with bus drop off and pick up area and additional car parking.

In accordance with Council’s Procurement Policy, after considering the complexity, value and risk associated with this contract, it was determined to utilise a public tender process commensurate with the approved Procurement Plan.

This report considers and recommends the appointment of a contractor to undertake the works.

2. DISCUSSION

2.1 Background

The existing Senior Citizens Centre was decided to be redeveloped into a multi-purpose community facility following an investigation through an Asset Development Plan completed in 2016. The goal of the upgrade is to support greater community access and utilization, including intergenerational use.

Scoping and concept development was undertaken in 2019/20, with the preferred concept option presented to and supported by the stakeholder groups in May 2020.

Concept revision and Detailed Design works have been in process since April 2020, with design documentation prepared by principal architectural consultant k20 Architecture.

Council's Traffic and Transport team together with the Project Delivery team designed a new turning circle and additional car parking within the Carrington Park Reserve. These design drawings were included in the tender documentation and tenderers were to provide a provisional sum for these works. The successful tender submission came in within budget including the construction of the turning circle and car parking, and has subsequently been included in this contract.

2.2 Proposed Works

Following tender evaluation and contract award, construction works are planned to commence in May 2021 and be completed by the end of October 2021. Works consist of site preparation, construction of a new entry foyer, activity space, DDA toilets and undercover outdoor social space. The existing building will be refurbished and upgraded internally. A new turning circle and additional car spaces, associated landscaping and site signage will be provided, and works associated with the requirements of Council's Sustainable Buildings and Infrastructure Policy.

2.3 Tenders Received

Council advertised a public tender for this project on 16 January 2021, in accordance with Council's Procurement Policy and approved Procurement Plan. The tender closed on 12 February 2021.

The following tenders were received:

- Tender 1: Ausbuild Constructions Pty Ltd
- Tender 2: Connellan Industries Australia
- Tender 3: DQ Constructions P/L
- Tender 4: Gladona Building Services P/L (non-conforming)
- Tender 5: Jardon Group
- Tender 6: Newpol Constructions
- Tender 7: Searle Bros
- Tender 8: Total Trade Property Services

2.4 Tender Evaluation Panel

The Tender Evaluation Panel consisted of suitably qualified panel members experienced in the evaluation and award of major capital works projects.

All members of the Panel signed the Conflict of Interest and Confidentiality Agreements indicating that they had no conflict of interest or association with any of the submitting tenderers.

2.5 Evaluation Criteria

The evaluation criteria, as listed in the Conditions of Tender, have been assigned the following weightings in accordance with the approved Procurement Plan:

Price	40%
Demonstrated Skills and Experience	25%
Project Timeframes, Resources and Methodology	25%
Sustainable Communities Objectives	10%

The tender also nominated the following mandatory criteria:

- Public Liability Insurance
- OH&S System
- Quality Assurance System
- Commercial Builders Registration
- Compliance with tender documentation
- Financial capacity

2.7 Preferred Tender

Jardon Group is the recommended tenderer with the highest overall evaluation score. It is anticipated that Jardon Group will provide satisfactory performance and successfully deliver this project.

Refer to Attachment 1 – Procurement Report (which includes the Tender Evaluation Matrix) for the detailed tender evaluation.

3. CONSULTATION

Aside from checking referees of preferred tenderer, no further consultation was undertaken as part of the tender evaluation process.

4. ENVIRONMENTAL/AMENITY ISSUES

The project aims to exceed the Council's Sustainable Buildings and Infrastructure Policy, with the addition of a 20kw solar system, performance glazing, new insulation throughout over and above the required "R" Value, new shading to windows, energy efficient lighting, solar external lighting, and the use of recycled materials.

5. FINANCIAL & ECONOMIC IMPLICATIONS

The funding sources available are as follows:

Description	Funds
CWP Allocation Number E0005 4006	\$ 2,101,560.00
Total Funds Available:	\$ 2,101,560.00

Note that the funding above relates to the overall project (concept design, detailed design, permits, construction). The proposed contract sum for the construction is within the budget and consistent with two separate Quantity Surveyor (QS) estimates prepared prior to tender.

6. SOCIAL IMPLICATIONS

No social implications needed to be further considered in the evaluation of this contract, as the preferred tenderer is compliant with Item 5 of the Comparative Criteria contained in the tender documents.

7. RELEVANCE TO KNOX COMMUNITY AND COUNCIL PLAN 2017-2021

Goal 1 – We value our Natural and Built Environment

Strategy 1.1 – Protect and enhance our natural environment.

Goal 6 - We are healthy, happy and well

Strategy 6.2 - Support the community to enable positive physical and mental health

Goal 7 - We are inclusive, feel a sense of belonging and value our identity

Strategy 7.3 - Strengthen community connections

8. CONFLICT OF INTEREST

The officers contributing to and responsible for this report have no conflicts of interest requiring disclosure under Chapter 5 of the Governance Rules of Knox City Council.

9. CONCLUSION

The tender representing the best value for Council was presented by Jardon Group for the lump sum price of \$1,338,292.00 excluding GST.

10. CONFIDENTIALITY

Attachment 1 is included in the confidential agenda, as it contains confidential information pursuant to Council's Governance Rules and Section 66 of the Local Government Act 2020, as it relates to:

- Council business information, that will prejudice Council's position when tendering for services if prematurely released;

Report Prepared By: Project Manager, Major Initiatives Unit – Joe Kelly

Report Authorised By: Director, Infrastructure – Grant Thorne

Attachments

Confidential attachment 1 is circulated under separate cover

5 Motions for Which Notice has Previously Been Given

6 Supplementary Items

7 Urgent Business

7.1 Urgent Business

8 Confidential Items

8.1 Carrington Park Leisure Centre - Squash Proposal

A confidential report is circulated under separate cover.