Chris Brown

From:

Chris Brown

Sent:

Wednesday, 15 June 2016 10:00 a.m.

To:

'Matthew Rhodes'

Subject:

RE: Official Information Request IR#160701

Attachments:

NZ Taxpayers' Response.pdf

Hello Matthew,

Thank you for the below request, for information relating to the Council and Bizdojo tech hub.

Please find the Council response to each question as follows -

1. What were the total costs incurred by the Council in setting up the tech hub? Please provide a breakdown of these costs.

Council's maximum contribution to the set up costs of the tech hub are set out on page 10 of the business case (http://wellington.govt.nz/~/media/your-council/meetings/committees/economic-growth-and-arts/2015/04/economic-growth-and-arts-committe3.pdf). The actual costs to date are withheld under section 7 (2) (b) (ii) and (c) (i) of the Local Government Official Information and Meetings Act 1987, where the Council has good reasons to protect information where making it available would be likely to unreasonably prejudice the commercial positon of the person who supplied or who is the subject of the information and is also subject to an obligation of confidence and would be likely to prejudice the supply of similar information.

2. What were the total operating and maintenance costs incurred by the Council since the hub's opening, including any promotional costs? Please provide a breakdown of these costs.

Council's maximum contribution to the operating and maintenance costs of the tech hub are also set out on page 10 of the business case (http://wellington.govt.nz/~/media/your-council/meetings/committees/economic-growth-and-arts/2015/04/economic-growth-and-arts-committe3.pdf). The actual costs to date are withheld under section 7 (2) (b) (ii) and (c) (i) of the Local Government Official Information and Meetings Act 1987, where the Council has good reasons to protect information where making it available would be likely to unreasonably prejudice the commercial positon of the person who supplied or who is the subject of the information and is also subject to an obligation of confidence and would be likely to prejudice the supply of similar information.

3. What is the total income that has been gained from the hub? Please provide a breakdown of this income, by financial year.

Council does receive any revenue from the tech hub.

4. What is the current occupancy rate of the building?

Council does not hold this information, it is not a Council owned building.

5. Has the Council received any advice regarding the market failure of the Wellington City office property market? If so, please provide details.

Council has not received any such advice.

6. Are tenants of the hub expected to pay market rent? If not, why not, and how are the tenants selected? Please provide details, including selection criteria, if applicable.

Attached is Council's response to the previous questions from the Tax Payers Union covering these matters, dating from June 2015.

If you disagree with the Council's decision to withhold information under LGOIMA, you can apply in writing to the Ombudsman to have the decision investigated and reviewed under section 27 (3) of the Local Government Official Information and Meetings Act 1987.

Please contact me if you have any questions

Kind regards

Chris

Chris Brown | Issues Resolution Officer | Governance and Assurance | Wellington City Council P 04 801 3479

E Chris.Brown@wcc.govt.nz | W Wellington.govt.nz | 41 1

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From: Matthew Rhodes [mailto:matthew@taxpayers.org.nz]

Sent: Tuesday, 31 May 2016 9:30 a.m.

To: Info at WCC

Subject: Official Information Request IR#160701

Good morning,

This is a request for official information under the Local Government Official Information and Meetings Act 1987 regarding the WCC and Bizdojo tech hub.

We request information that would answer the following:

- 7. What were the total costs incurred by the Council in setting up the tech hub? Please provide a breakdown of these costs.
- 8. What were the total operating and maintenance costs incurred by the Council since the hub's opening, including any promotional costs? Please provide a breakdown of these costs.
- 9. What is the total income that has been gained from the hub? Please provide a breakdown of this income, by financial year.
- 10. What is the current occupancy rate of the building?
- 11. Has the Council received any advice regarding the market failure of the Wellington City office property market? If so, please provide details.

12. Are tenants of the hub expected to pay market rent? If not, why not, and how are the tenants selected? Please provide details, including selection criteria, if applicable.

We do not wish to cause unnecessary expense or burden on your agency. If clarification of any of our requests is needed, please call or email. Likewise, if a request proves unnecessarily burdensome in form and we are likely to be able to adjust it to be more specific or better suited to your information systems without losing the benefit of what is sought, please also get in touch. If there is likely to be a delay in being able to assemble or provide some of the information requested, please provide the rest of the information as it becomes available.

To avoid unnecessary printing and postage costs, we ask that you send a **confirmation of receipt**, the response and any other correspondence related to this request to <u>matthew@taxpayers.org.nz</u>. Please include the following reference in the subject line: IR#160701

Regards,

Matthew Rhodes

Researcher | New Zealand Taxpayers' Union | Auckland Ratepayers' Alliance
DDI +64 4 282 0300 | Mob +64 27 393 1536 | Email Matthew@taxpayers.org.nz

New Zealand Taxpayers' Union Inc. | Main +64 4 282 0300 | Level 1, 50 Manners Street, Wellington | PO Box 10518, The Terrace, Wellington | www.taxpayers.org.nz

Auckland Ratepayers' Alliance Ltd. | Main +64 9 281 5172 | PO Box 133099, Eastridge, Auckland | www.ratepayers.nz

We are 100% funded by people like you. If you like what we do, join the <u>Taxpayers' Union</u> or the <u>Auckland Ratepayers' Alliance</u>.

Absolutely Positively **Wellington** City Council

Me Heke Ki Pôneke

File ref: IRO-4597

2 June 2015

New Zealand Tax Payers' Union

Via: requests@taxpayers.org.nz

Dear New Zealand Tax Payers' Union

Request for information relating to the Wellington Tech Hub.

Thank you for your emails' to the Council received on 4 May 2015 at 1.29 pm and 4.25 pm respectively in which you requested information relating to the Wellington Tech Hub. Your request was forwarded to the Issues Resolution Office to collate and provide a response.

As you asked a number of questions I will address these in the order of your emails'.

1) "What is the purpose of the tech hub?"

Please refer to the business case attached as **Appendix 1** and also available on the Council's website via the following link:

http://wellington.govt.nz/your-council/meetings/committees/economic-growth-and-arts/2015/04/21

2) "What will the proposed \$3 million be spent on?"

Please refer to the business case attached as Appendix 1.

3) "What are the estimated ongoing costs of the Tech Hub if/when established?"

Please refer to the business case attached as Appendix 1.

4) "Which groups will be permitted to use the Tech Hub?"

The Tech Hub and the programmes that are delivered from it will be accessible to creative, digital and technology businesses. The Tech Hub will also encourage participation from the people, institutions and agencies that support the growth and success of innovative businesses – including tertiary education institutes, business accelerators and incubators, and investors.

5) "Has the Council been approached by interested groups who might want to use the Tech Hub? If so, who are these groups?"

As part of the initial development of the Tech Hub proposal, Council officers engaged with a wide range of stakeholders, including researchers, academics, growth businesses, investors and entrepreneurs, around the concept of, and potential demand for, a tech hub. A number of these stakeholders have been identified in the business case; please refer to paragraphs 96-98 for further detail.

BizDojo is funding, and is responsible for, the commercial operation of the Tech Hub physical space. For this reason we are unable to provide information on BizDojo's commercial engagements with respect to groups interested in using the space.

Council's engagement with interested groups can be found in the business case.

6) "Which agency will be used to maintain and oversee the Tech Hub?"

Wellington City Council has partnered with BizDojo to deliver the Tech Hub. Please refer to the business case for further information.

7) "Has the council previously undertaken any similar ventures to that of the proposed Tech Hub? If so, what and when were these initiatives undertaken and what was the cost?"

Wellington City Council has not previously undertaken any similar initiatives to that of the proposed Tech Hub.

8) "Is it [a] condition that the tenants do not come from existing property providers or commercial landlords?"

Council is not funding the co-working space of the Tech Hub, nor is it providing subsidies to businesses working in the space. The space will be operated commercially by BizDojo who will be responsible for the lease and operating costs of the entire physical hub space. For this reason, Council will not be placing restrictions on where businesses originate from.

For further information, please refer to the business case

9) "What is the criteria for space?"

The space will cater for businesses that range in size from 1-20 people, and will target business from the creative, digital and technology industries.

The Tech Hub does not have a formal set of criteria for the use of the space; however businesses are, and will be, assessed by BizDojo on a case by case basis. This is to ensure that potential residents will benefit from, and contribute to, the Tech Hub's innovative community.

10) "Could a political organisation occupy a space?"

It is not anticipated that hub space will be available to political parties or organisations.

11) "What are the restrictions on organisations using the space to conduct political activity?"

Please refer to the answer given to question 10 above.

12) "We understand 'wrap-around business guidance and mentoring services' are available. Please tell us precisely what these are, and the cost?"

Please refer to the business case attached as Appendix 1.

13) "We understand that a 'contestable and extensive RFP process' has occurred. Please provide us with all documentation related to that"

Again, please refer to the business case attached as Appendix 1.

In addition, please refer to the Wellington Tech Hub Expression of Interest, attached as **Appendix 2**, and the Wellington Tech Hub Expression of Interest Evaluation Plan attached as **Appendix 3**.

Given negotiations between the Council and BizDojo are still ongoing, under section 7(2)(i) of the Local Government Official Information and Meetings Act 1987 some information has been withheld in order to enable the local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).

If you disagree with the decision to withhold this information, you can apply in writing to the Ombudsman to have the decision investigated and reviewed under section 27 (3) of the Local Government Official Information and Meetings Act 1987.

Yours sincerely

Ian Hnater

Issues Resolution Officer Wellington City Council

Ph: (04) 803 8315 Fax: (04) 801 3048

Email: ian.hunter@wcc.govt.nz