Submission No 67 Item C, Tab 6

INQUIRY INTO ENROLMENT CAPACITY IN INNER CITY PUBLIC PRIMARY SCHOOLS

Name: NSW Department of Education

Date received: 27 September 2016



The Hon. Adrian Piccoli MP Minister for Education

Ms Clover Moore Lord Mayor of Sydney GPO Box 1591 SYDNEY NSW 2001 MT14/2110 1 2 DEC 2014

Dear Lord Mayor

I write in response to your offer of 9 December 2014, to sell the City of Sydney's Wattle, Fig and Jones Streets, Ultimo site to the Department of Education and Communities for a new school for the Ultimo/Pyrmont community.

I am pleased to advise that the Department accepts your proposed purchase price of \$74 million, subject to the following conditions:

- Council confirms its acceptance of these conditions by 5:00 pm on 19 December 2014;
- Council provides the Department clear and unfettered access to the whole site as soon as possible before 31 July 2015 to allow decontamination works to commence;
- Payment of the \$74 million (GST exclusive) is to be made in two equal instalments.
 The first instalment (\$37m excluding GST), is to be made on exchange on 31 July 2015. The second instalment (\$37 million excluding GST) is to be made by 5:00 pm on 31 July 2016. There will be no variation to these amounts;
- Settlement and transfer of title upon payment of the second instalment on 31 July 2016;
- As part of the school project, the Department will design and construct, to Council requirements and specification, an 80 space childcare centre for a maximum cost of \$8m. The cost will be independently verified by a third party quantity surveyor, agreed to by the Department and Council, and separately accounted for and audited as part of the construction contract. At the completion of the construction contract the childcare centre will be surveyed and transferred to Council under a strata title arrangement.

I look forward to your earliest advice.

Yours sincerely

Adrian Piccoli MP Minister for Education