

OSPREY KEY WORKER VILLAGE — FLEETWOOD CORPORATION

813. Hon STEPHEN DAWSON to the Minister for Housing:

I refer to question without notice 739 answered on Tuesday, 11 August 2015 in relation to Osprey Village.

- (1) What is the cost breakdown of the minimum \$3.8 million per annum management fee Fleetwood Corporation will receive?
- (2) How was this breakdown and overall minimum amount calculated or estimated?
- (3) Why were village management services not re-tendered to test market costs from other providers?
- (4) Will the \$3.8 million per annum paid to Fleetwood include maintenance costs; and, if not, why not?
- (5) What was the cost of all village maintenance services for the 2014–15 financial year and who paid for those costs?

Hon COL HOLT replied:

I thank the honourable member for some notice of this question.

The Housing Authority advises —

- (1) The breakdown of the minimum \$3.8 million per annum payment is a vendor finance interest component of \$2 765 055 and a management fee of \$1 034 945. This cost is offset against revenue generated by the village.
- (2) The management fee includes vendor finance provided for the purchase of the 295 buildings. Based on current interest rates, estimated annual interest is \$2.765 million. The balance of the minimum amount comprises the management fee, which includes rent collection, managing occupancy agreements, onsite village management services and tenant liaison.
- (3) Village management services were an integral component of the initial and interim agreements when the project was commenced and those agreements have now recently been finalised.
- (4) No. The Housing Authority is the owner of the dwellings. Fleetwood Corporation Ltd is responsible for planning and coordinating maintenance of dwellings and amenities on behalf of the Housing Authority as part of village management services in accordance with the operational plan.
- (5) The cost was \$67 878.06, which was paid by the Housing Authority.