

19 May 2015  
 Ms Tina Higgins  
 Principal Council Officer  
 Upper House Committees

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Dear Ms Higgins

**RE: Legislative Council Select Committee on the Leasing of Electricity Infrastructure**

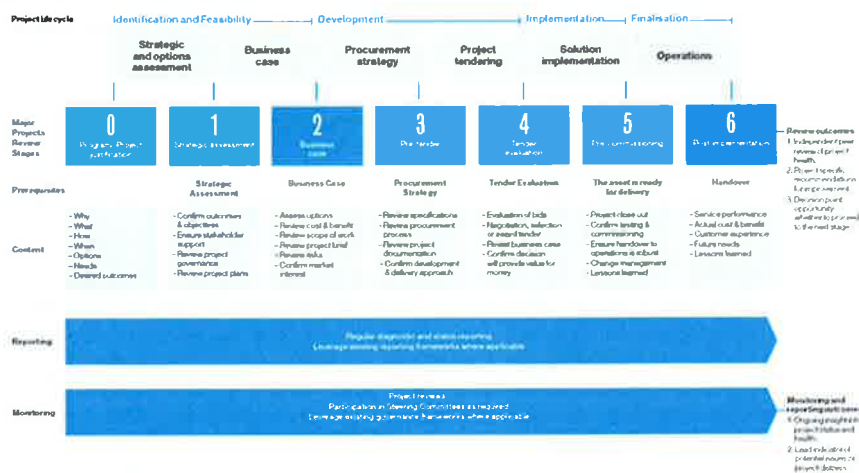
Thank you for your email of 14 May 2015 attaching the transcript of evidence and highlighting the question on notice for response by COB 19 May.

The corrected transcript was sent to you by email on 15 May at 1.04 pm.

Attached is the response to the highlighted paragraphs on pages 67, 68 and 75 of the transcript. These paragraphs form the basis of the question on notice. The reference by The Hon. Adam Searle on page 67 of the transcript is to Table 12.1, pages 154 to 158 *State Infrastructure Strategy Update 2014*, from which he was reading. This document is available on the infrastructure NSW website.

The question on notice asks about the stage of planning and development for each of the projects listed. This information is provided in the attached table which contains a column titled *May 2015 current status of project development* at the right hand side. For each project the current stage is identified by reference to the major project assurance framework in Figure 12.1 below.

Figure 12.1 Infrastructure NSW major project assurance framework



Source: Infrastructure NSW

I trust that this satisfies the Committee and I am happy to provide any further clarification.

Yours sincerely



Jim Betts  
 Chief Executive Infrastructure NSW

Reference: Table 12.1 Project Assessment Summary of Recommendations for funding from the Rebuilding NSW initiative pages 154 to 158 State Infrastructure Strategy Update 2014  
 Updated as at May 2015 in response to a Question on Notice from the NSW Legislative Council Select Committee on the leasing of Electricity Infrastructure

Project/ Program	Strategic Fit	Recommendation	Rebuilding NSW reservation \$million	Dependencies/Next steps	May 2015 current status of project development
1. Western Sydney Rail Upgrade Program (Sydney's Rail Future 2)	Demonstrated. 2012 SIS	A reservation of up to \$1 billion from the Rebuilding NSW initiative should be made for the Western Sydney Rail Upgrade Program (SRF2).	1,000	Transport for NSW should complete final business cases from 2015 for the Western Sydney Rail Upgrade Program (SRF2).	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
2. Sydney Rapid Transit	Demonstrated. 2012 SIS	A reservation of \$7 billion from the Rebuilding NSW initiative to enable the delivery of Sydney Rapid Transit.	7,000	Transport for NSW should complete the final business case by early 2016 for Sydney Rapid Transit.	Business case under development. Next gate: Gate 2 BUSINESS CASE
3. Bus Rapid Transit and Bus Priority program	Demonstrated. 2012 SIS	A reservation of \$300 million from the Rebuilding NSW initiative for investment in Bus Rapid Transit and Bus Priority Infrastructure programs	300	Transport for NSW should prepare a final business case by the end of 2015 for Northern Beaches BRT to enable detailed investment decisions to be taken.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
4. Parramatta Light Rail	Demonstrated. 2012 SIS	A reservation of \$600 million from the Rebuilding NSW initiative should be directed towards improving public transport provision between Parramatta and other major employment centres and residential areas.	600	Transport for NSW should report to the Government by the end of 2015 on a long-term transport improvement program for Parramatta.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
<b>Urban Public Transport subtotal</b>			<b>8,900</b>		
5. Urban Roads Pinch Points Program	Demonstrated. 2012 SIS	A reservation of \$300 million should be made from the Rebuilding NSW initiative for the Urban Roads Pinch Points Program.	300	Transport for NSW should prepare final business cases by the end of 2015 for the Urban Roads Pinch Points Program.	Business case under development. Next gate: Gate 2 BUSINESS CASE
6. Expanded Cleanways Program	Demonstrated. LTTMP	A reservation of \$100 million from the Rebuilding NSW initiative for the Expanded Cleanways Program.	100	Transport for NSW should complete a final business case by mid-2015 for the Expanded Cleanways Program.	Business case under development. Next gate: Gate 2 BUSINESS CASE

Reference: Table 12.1 Project Assessment Summary of Recommendations for funding from the Rebuilding NSW initiative pages 154 to 158 State Infrastructure Strategy Update 2014

Updated as at May 2015 in response to a Question on Notice from the NSW Legislative Council Select Committee on the leasing of Electricity Infrastructure

Project/Program	Strategic Fit	Recommendation	Rebuilding NSW reservation \$million	Dependencies/Next steps	May 2015 current status of project development
7. Smart Motorways	Demonstrated. 2012 SIS	A reservation of \$400 million should be made from the Rebuilding NSW initiative for Smart Motorways investments on the M4, the Warringah Freeway and Southern Cross Drive-General Holmes Drive.	400	Noting the significant work already done, Transport for NSW should finalise business cases by mid-2015 for Smart Motorways investments on the M4, the Warringah Freeway and Southern Cross Drive-General Holmes Drive.	Business case under development. Next gate: Gate 2 BUSINESS CASE
8. SCATS and Transport Management Centre	Demonstrated LTTMP	A reservation of \$200 million from the Rebuilding NSW initiative to upgrade the Sydney Coordinated Adaptive Traffic System (SCATS) and the Transport Management Centre (TMC).	200	Transport for NSW should complete final business cases by the end of 2015 to upgrade the Sydney Coordinated Adaptive Traffic System (SCATS) and the Transport Management Centre (TMC).	Business case under development. Next gate: Gate 2 BUSINESS CASE
9. WestConnex Northern and Southern extensions	Demonstrated. 2012 SIS	The WestConnex Delivery Authority (WDA) should develop business cases for the Northern and Southern Extensions to WestConnex by the end of 2015, with a view to their procurement and delivery as tollways within the next decade.	Toll roads	Development of final business cases by the end of 2015 for the Northern and Southern extensions. Decision to procure as tollways. WestConnex Stages 1 and 2 project delivery.	Business case under development. Next gate: Gate 2 BUSINESS CASE
10. Western Harbour Tunnel	Demonstrated. 2012 SIS	Transport for NSW should develop a business case for the Western Harbour Tunnel by the end of 2015 to enable the project's procurement and delivery as a tollway with, or immediately after, the delivery of WestConnex Stage 3.	Toll road	Development of a final business case by early 2016 for the Western Harbour Tunnel project. Decision to procure as a tollway. WestConnex Stage 3 project delivery.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
11. Sydney-Illawarra Pinch Points Program	Demonstrated. LTTMP	A reservation of \$300 million from the Rebuilding NSW initiative for a Sydney-Illawarra Pinch Points program to improve access to Sydney from the Illawarra by unblocking critical constraints on Sydney's southern road corridors.	300	Transport for NSW should complete a final business case by the end of 2015 for the Sydney-Illawarra Pinch Points Program. Transport for NSW should also continue to undertake detailed assessment of larger scale investment options on the F6, A1, A3 and A6 corridors.	Business case under development. Next gate: Gate 2 BUSINESS CASE
<b>Urban Roads subtotal</b>			<b>7.600</b>		

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Project/ Program	Strategic Fit	Recommendation	Rebuilding NSW reservation \$million	Dependencies/Next steps	May 2015 current status of project development
12 Regional Road Freight Corridor Program	Demonstrated. 2012 SIS	A reservation of \$2 billion from the Rebuilding NSW initiative for a Regional Road Freight Corridor Program.	2,000	Transport for NSW should complete corridor strategies as soon as possible for the Golden Highway, New England Highway and Great Western Highway. Transport for NSW should prepare final business cases for projects to be funded from this reservation, with investment priorities guided by freight productivity needs identified within the four proposed corridor strategies.	Corridor strategies under development (Golden Highway, New England Highway and Great Western Highway).  Next gate: Gate 1 STRATEGIC ASSESSMENT  Business case under development (Newell Highway, Golden Highway, New England Highway).
13 Bridges for the Bush Program	Demonstrated. 2012 SIS	A reservation of \$200 million from the Rebuilding NSW initiative for the Bridges for the Bush Program.	200	Transport for NSW should prepare final business cases by the end of 2015 for projects to be funded from this reservation.	Business case under development.  Next gate: Gate 1 STRATEGIC ASSESSMENT
14 Fixing Country Roads Program	Demonstrated. 2012 SIS	A reservation of \$500 million should be made from the Rebuilding NSW initiative for the Fixing Country Roads Program.	500	Transport for NSW should prepare a final business case by the end of 2015 for the Fixing Country Roads Program.	Process for applications for funding to be arranged.  Next gate: Gate 2 BUSINESS CASE
15 Fixing Country Rail Program	Demonstrated. 2012 SIS	A reservation of \$400 million from the Rebuilding NSW initiative for a Fixing Country Rail Program.	400	Transport for NSW should complete a final business case for the Fixing Country Rail Program by mid-2016, including an assessment of the capacity of industry to contribute towards the costs of investment	Business case under development.  Next gate: Gate 1 STRATEGIC ASSESSMENT
16 Regional Growth Roads Program	Demonstrated. LTTMP	A reservation of \$1,000 million from the Rebuilding NSW initiative for a Regional Growth Roads Program to accelerate network optimisation and network planning for regional growth areas over the next two years.	1,000	Transport for NSW should prepare final business cases by the end of 2015 for projects to be funded from the Regional Growth Roads Program.	Business case under development.  Next gate: Gate 1 STRATEGIC ASSESSMENT
<b>Regional Transport subtotal</b>			<b>4,100</b>		



Reference: Table 12.1 Project Assessment Summary of Recommendations for funding from the Rebuilding NSW initiative pages 154 to 158 State Infrastructure Strategy Update 2014  
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Project/Program	Strategic Fit	Recommendation	Rebuilding NSW reservation \$million	Dependencies/Next steps	May 2015 current status of project development
17 Regional Water Security and Supply Fund	Demonstrated. 2012 SIS State strategic priority	A reservation of \$1 billion should be made from the Rebuilding NSW initiative to establish the Regional Water Security and Supply Fund to support recommended programs and projects.	1,000	Investment decisions for expenditure from the \$1,000 million Regional Water Security and Supply Fund may be subject to any requirements to adjust the Basin Plan Sustainable Diversion Limits (SDLs) for increased water extraction, and/or regulated pricing determinations for cost recovery.	Rebuilding NSW State Infrastructure Strategy 2014 accepted the recommendation to establish the Regional Water Security Fund.  (See below)
18 Regional Water Priority Catchments Program	Demonstrated. 2012 SIS	The Regional Water Security and Supply Fund can support the Regional Water Priority Catchments Program which includes the inland catchments of Gwydir, Macquarie and Lachlan and the coastal catchment of the Upper Hunter. A mix of works including dams and delivery efficiency schemes has been identified.	As above	The NSW Office of Water should develop final business cases by the end of 2015 for projects to be funded in the Regional Water Priority Catchments Program for the Gwydir, Macquarie, Lachlan and the Upper Hunter.	Business case under development.  Next gate: Gate 1 STRATEGIC ASSESSMENT
19 Water security for Broken Hill	Demonstrated. 2012 SIS	The Regional Water Security and Supply Fund can support the preferred option for a secure/permanent town water supply for Broken Hill, which could include a pipeline from the Murray River.	As above	The NSW Office of Water should prepare a final business case by the end of 2015 for the preferred option for Water Security for Broken Hill.	Business cases under development for short and long term projects.  Next gate: Gate 2 BUSINESS CASE
20 Water security for Cobar.	Demonstrated. 2012 SIS	The Regional Water Security and Supply Fund can support the preferred option for a pipeline to replace reliance on the Albert Priest Channel as a longer term solution to secure the Cobar water supply.	As above	The NSW Office of Water should prepare a final business case by the end of 2015 for the preferred option for Water Security for Cobar.	Business case under development.  Next gate: Gate 2 BUSINESS CASE

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Project/ Program	Strategic Fit	Recommendation	Rebuilding NSW reservation \$million	Dependencies/Next steps	May 2015 current status of project development
21 Regional Towns backlog water and wastewater Program	Demonstrated, 2012 SIS	The Regional Water Security and Supply Fund can support the preferred option for the 71 backlog projects identified in regional towns to ensure drinking water supplies meet minimum guidelines and waste water services meet environmental standards.	As above	The NSW Office of Water should finalise the business case by the end of 2015 for the preferred option for 71 Regional Towns backlog projects. These projects will have Co-contributions to capital costs from Local Water Utilities.	Process for applications for funding to be arranged. Next gate: Gate 2 BUSINESS CASE
Regional Water subtotal			1,000		
22 Schools Growth Program	Demonstrated 2012 SIS	A reservation of \$700 million from the Rebuilding NSW initiative to create a 10-year Schools Growth Program for education infrastructure projects to service growing student populations.	700	The Department of Education and Communities should finalise the business case by the end of 2015 to prioritise projects to be funded in the Schools Growth Program.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
23 Regional Schools Renewal Program	Demonstrated 2012 SIS	A reservation of \$300 million should be made from the Rebuilding NSW initiative to create a 10-year Regional Schools Renewal Program.	300	The Department of Education and Communities should prepare a strategic business case by the end of 2015 to prioritise projects to be funded in the Regional Schools Renewal Program.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
24 Hospitals Growth Program	Demonstrated 2012 SIS	A reservation of \$600 million from the Rebuilding NSW initiative for a Hospitals Growth Program to contribute towards funding new health facilities.	600	The Ministry of Health should finalise business cases by the end of 2015 for hospital investments such as Rouse Hill) and south-west (Campbelltown) of Sydney, and by mid-2016 for a south-west Sydney.  The Ministry of Health should also complete business cases for possible future investments in metropolitan and regional hospitals to be funded from this reservation.	Campbelltown: Business case under development. Next gate: Gate 2 BUSINESS CASE New hospitals, Rouse Hill and Children's Hospital South West: Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT

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Project/Program	Strategic Fit	Recommendation	Rebuilding NSW reservation \$million	Dependencies/Next steps	May 2015 current status of project development
25 Care Co-location Program	Demonstrated. 2012 SIS	A reservation of \$100 million from the Rebuilding NSW initiative for the Care Co-location Program.	100	The Ministry for Health should prepare a final business case by mid-2015 for the Care Co-location Program.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
26 Regional Multipurpose Health Facilities Program	Demonstrated. 2012 SIS	A reservation of \$300 million from the Rebuilding NSW initiative for the Regional Multipurpose Health Facilities Program.	300	The Ministry for Health should prepare a final business case by mid-2015 for the Regional Multipurpose Health Facilities Program.	Business case under development. Next gate: Gate 2 BUSINESS CASE
<b>Education and Health subtotal</b>			<b>2,000</b>		
27 Cultural Infrastructure Program	Demonstrated 2012 SIS	A reservation of \$600 million from the Rebuilding NSW initiative for the Cultural Infrastructure Program.	600	Infrastructure NSW and the NSW Department of Trade & Investment will work together to develop a sector-wide strategic business case by mid-2015 to guide investment in the sector and prioritise projects to be funded from the Cultural Infrastructure Program.	Walsh Bay Arts Precinct final business case and gateway review complete. Next gate: Gate 3 PRE-TENDER Opera House Stage 1 and Parramatta cultural Precinct and relocation of Powerhouse Museum business cases under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
28 Regional Environment and Tourism Program	Demonstrated State strategic priority	A reservation of \$300 million from the Rebuilding NSW initiative for the Regional Environment and Tourism Program to invest in improved national park and regional tourism infrastructure.	300	Department of Trade & Investment should develop a strategic business case by mid-2015 to prioritise projects to be funded from the Regional Environment and Tourism Program.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
29 Sports Stadia Infrastructure Program	Demonstrated 2012 SIS	A reservation of \$400 million from the Rebuilding NSW initiative for the Sports Stadia Infrastructure Program.	400	Venues NSW should progressively develop business cases (with relevant stakeholders) to support delivery of the Sports Stadia Program.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT

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		Sports and Culture subtotal	1,300		
30 Corridor Reservation Program	Demonstrated. 2012 SIS	A reservation of \$100 million from the Rebuilding NSW initiative for Transport for NSW to establish a corridor reservation funding program for identified strategic projects.	100	Transport for NSW should develop a strategic business case by mid-2015 for corridor reservations under the Corridor Reservation Program.	Business case under development. Next gate: Gate 1 STRATEGIC ASSESSMENT
		Corridor reservation	100		



