



Australian Government
Department of Infrastructure, Transport,
Cities and Regional Development



Infrastructure Investment Program – Overview and Governance Arrangements

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AUSTRALIAN GOVERNMENT INVESTMENT

- Investing **\$100 billion** over 10 years from 2019-20
- Investment Strategy
 - Reduce Congestion in our Cities
 - Better Connect Our Regions
 - Improve Safety On Our Roads
 - Meet Our National Freight Challenge



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INFRASTRUCTURE INVESTMENT PROGRAM

- Major urban motorways / national highways
- Urban passenger rail
- Urban arterials
- Regional highways
- Black Spots
- Bridges Renewal
- Heavy Vehicle Safety & Productivity
- Roads to Recovery
- Northern Australia Road programs



RECENT INITIATIVES

- Urban Congestion Fund
- Commuter Carparks
- Roads Of Strategic Importance
- Local & State Government Road Safety Packages
- Faster Rail Agency and projects
- Major Project Business Case Funding



FRAMEWORK FOR INVESTMENT

- **Federal Financial Relations Framework (FFRF)**
 - States and Territories responsible for transport infrastructure
- **National Land Transport Act 2014**
 - Legislative basis for investment
- **National Partnership Agreement**
 - Primary governance arrangements

NATIONAL PARTNERSHIP AGREEMENT ON LAND TRANSPORT INFRASTRUCTURE PROJECTS

An agreement between

- the Commonwealth of Australia and
- the States and Territories, being:
- New South Wales
- Victoria
- Queensland
- Western Australia
- South Australia
- Tasmania
- the Australian Capital Territory
- the Northern Territory

This Agreement will contribute to a national transport system that is safe, efficient, reliable, secure, sustainable and of high quality, and will provide a platform for infrastructure investment that promotes opportunities for local and regional development.

2014
House of Representatives

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ROLLING PIPELINE OF INVESTMENT

- **Restructured in the 2018-19 Budget to be a 10-year rolling pipeline of investment currently out to 2029-30**
- **Key drivers**
 - Signal for industry and private sector investors
 - Commonwealth taking a longer term view
 - More strategic planning horizon
- **New commitments typical considered at Budget**



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HOW DECISIONS ARE MADE

- **Investment priorities continually assessed**
 - Infrastructure Australia Infrastructure Priority List
 - Major Project Business Case Fund
 - Traffic modelling and forecasts
 - State and territory infrastructure and transport plans
- **Commonwealth perspective**
 - It's not a per capita distribution
 - It's not all about the benefit cost ratio

HOW DECISIONS ARE MADE

- **Infrastructure Australia**
 - Prepares Audit and Infrastructure Priority List
 - Assess business cases seeking >\$100 million
 - Advisory, not binding
- **Infrastructure and Project Financing Agency**
 - Alternative funding and financing opportunities
 - Aim to maximise the reach of grant funding
- **Ultimately government make decisions**

GOVERNANCE

- **Focus on delivery**
 - Monitoring thousands of projects
 - States are project managers
- **National Partnership Agreement**
 - Sets out roles and responsibilities
 - Outcomes and outputs focused
 - Financial governance (e.g. cost savings/increases)
 - Project governance (e.g. milestones/reporting)
 - Detailed requirements in Notes on Administration



GOVERNANCE

- **Project development and governance**
 - Milestone schedules; pay on need
 - Steering committees for key projects
 - New Project Specific Agreements
 - Update funding profiles at Budget / MYEFO



Questions?