



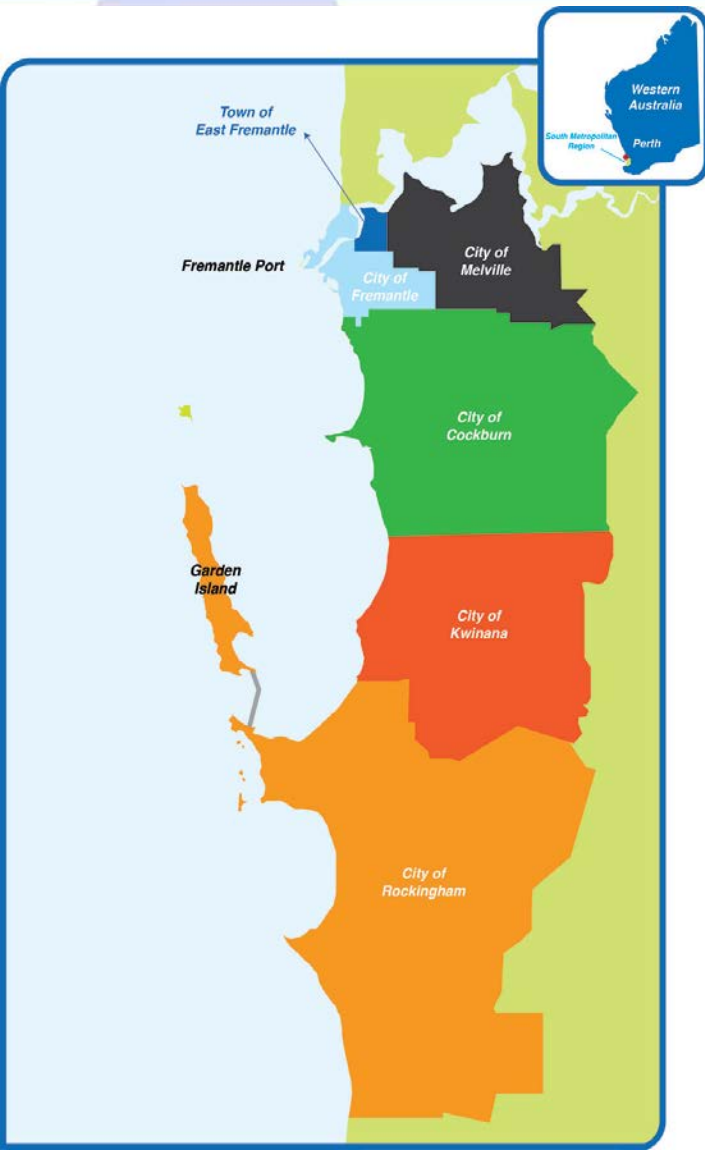
South West Group

Presentation to Federal Liberal Members of Parliament

Thursday 11 September 2014

Mick McCarthy
Director





South West Group - Background

- Established in 1983
- Voluntary Regional Organisation of Councils (VROC)
- Member Councils
 - **City of Cockburn**
 - **Town of East Fremantle**
 - **City of Fremantle**
 - **City of Kwinana**
 - **City of Melville**
 - **City of Rockingham**
- Population - 403,015 (June 2013)
- Growth – 3.7% pa (WA 3.3%, Aust 1.6%)
- GRP and contribution to State's economy is approx \$30 Billion p/a



Key Activities of the South West Group

- Lobbying and Advocacy
- Integrated Transport and Land Use Planning
- Economic Development
- Employment and Workforce Development
- Industry and Business Support



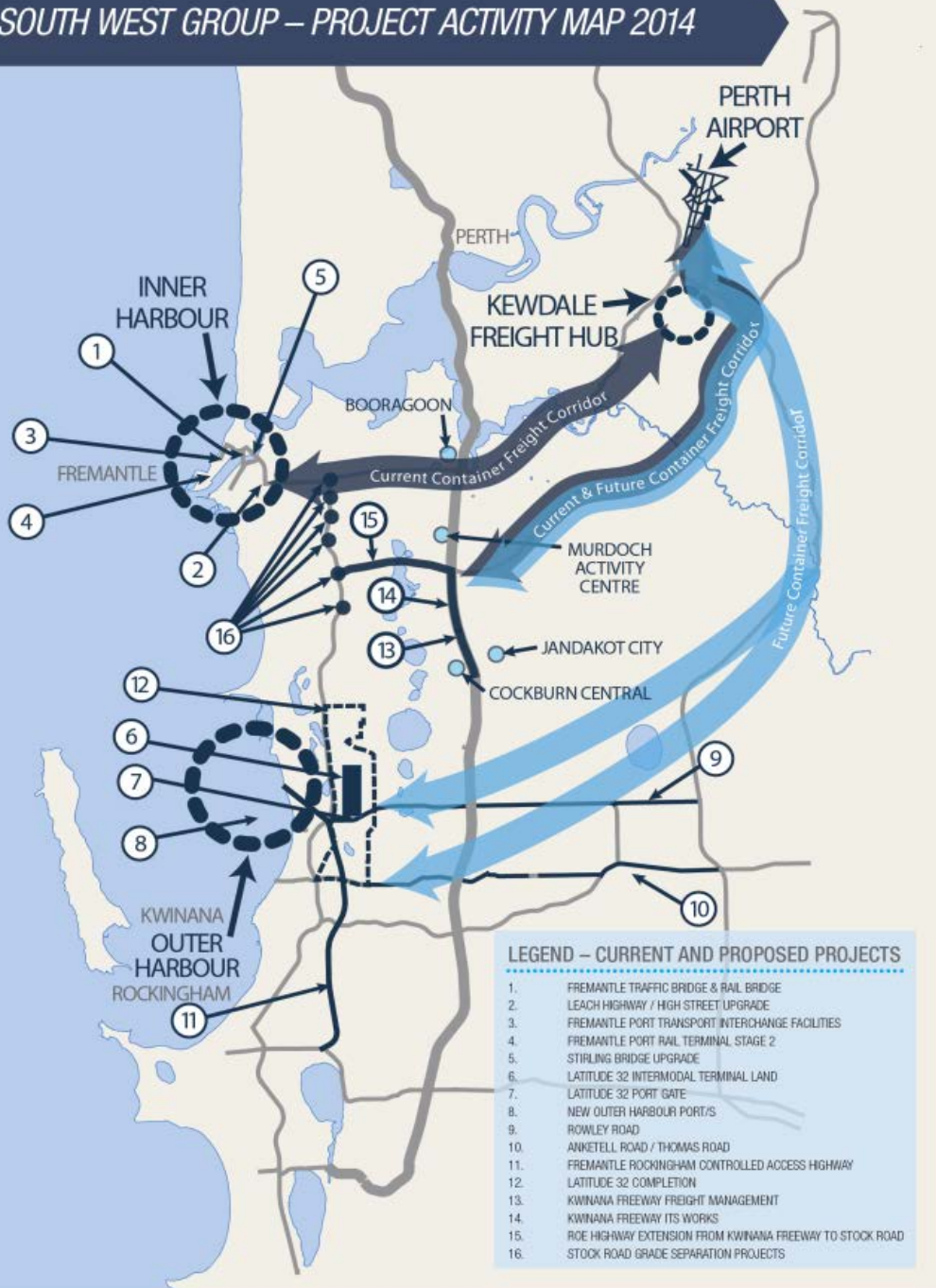
Key Facts

- **\$1 in every \$7** is earned in the region and contributes to the State's economy
- **Over 50% of Perth's population growth** will occur in South West Metropolitan Region and Rivers Region
- **Highest proportion of industrial land** in the metropolitan region, but least developed
- **Major challenges and investment required** to support growth, develop industry and establish freight corridors (road and rail)



Freight Task

- Regional context and links between Fremantle Harbours (Inner, Outer), Kewdale and Airport
- Current and future container freight corridors pass through the region
- Freight projects packaged to articulate importance of regional role
- Economic infrastructure of State and National significance





Capital Expenditure - State

- Significant under investment in capital expenditure at State level
- \$1 Billion/year spend from 2009/10 to 2011/12, but declining spend from 2012/13 onwards

2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
\$528.8M	\$431.6M	\$338.8M	\$179.3M	\$146.9M	\$99.8M

- Reduced expenditure will curtail investment and have adverse impacts on productivity and revenue
- Major risks to the Regional and State economy!



Funding/Budget Highlights - Federal

- **Perth Freight Link** - \$925M
(subject to environmental & funding approvals)
- **Regional Development** - \$10M for Cockburn Central West Recreation Centre, \$2M for Kwinana Adventure Playground
- **Financial Assistance Grants Scheme (FAGS)** - \$13.8M 2014/15, but declining with no indexation
- **Fremantle North Quay Rail Terminal** - \$17.2M
- **Kwinana Freeway Widening South**
(Roe Highway to Cockburn Central) - \$31.3M



Regional Integrated Transport Framework

Regional Integrated Transport and Land Use Strategy

Regional Integrated Transport Framework

Congestion
Management
Strategy

Integrated
Program for
Freight
Infrastructure
Projects

Economic
Assessment
and
Government
Investment

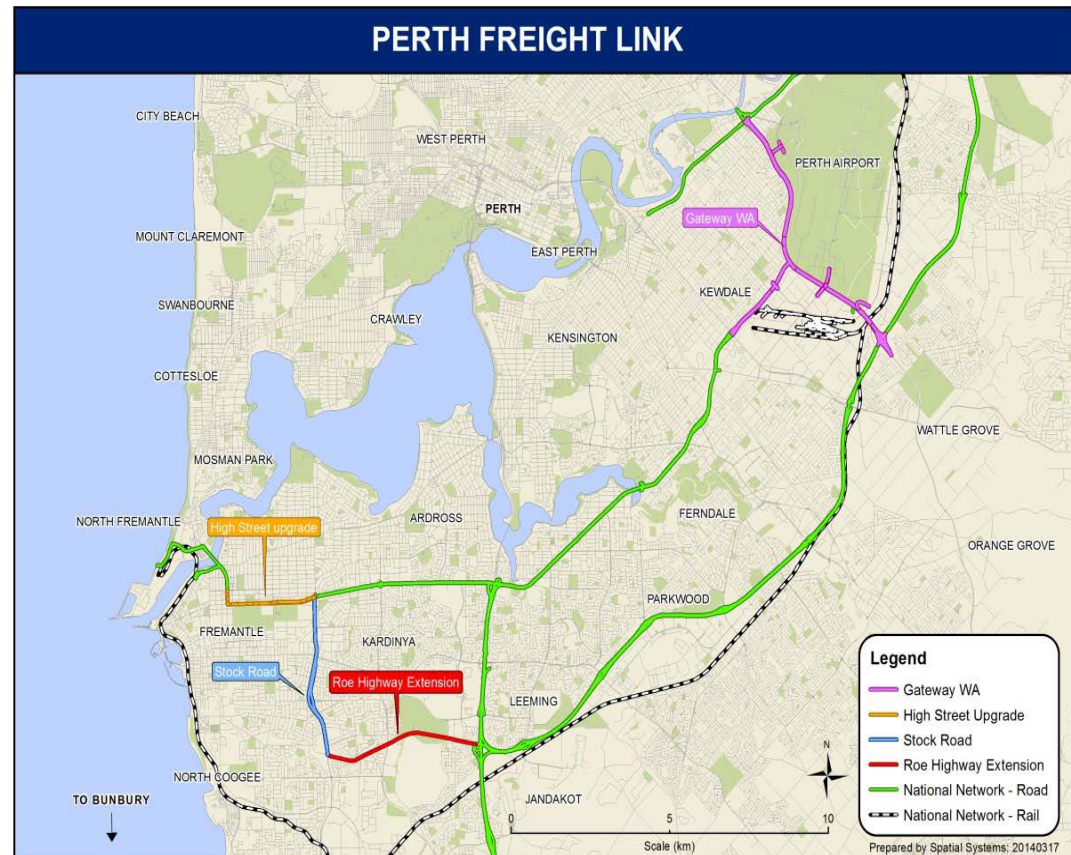
Our Public
Transport
Future



Regional Priority Projects

Perth Freight Link

- Awaiting Ministerial decision on environmental assessment (Roe Highway Ext)
- Business case under development by Main Roads
- State Govt. contribution (\$230M) dependant on sale of assets (e.g. Kwinana Bulk Terminal?)
- Private sector investment (\$445M) linked to freight charge





Regional Priority Projects

Community Connect South

- Package of road projects around Cockburn Central
- Key corridor for inter-regional and intra-regional transport
- Responding to severe congestion due to population growth, urban development and infrastructure provision (rail station car parks)
- Shared funding commitments/proposals total \$660M
 - \$22.5M from private sector
 - \$97.1M from Local Government
 - \$539M from State and Federal Government
 - Federal Government – around \$200M for eligible project
- Bridge construction and widening – Kwinana Freeway
- Additional lane on Kwinana Freeway (north)

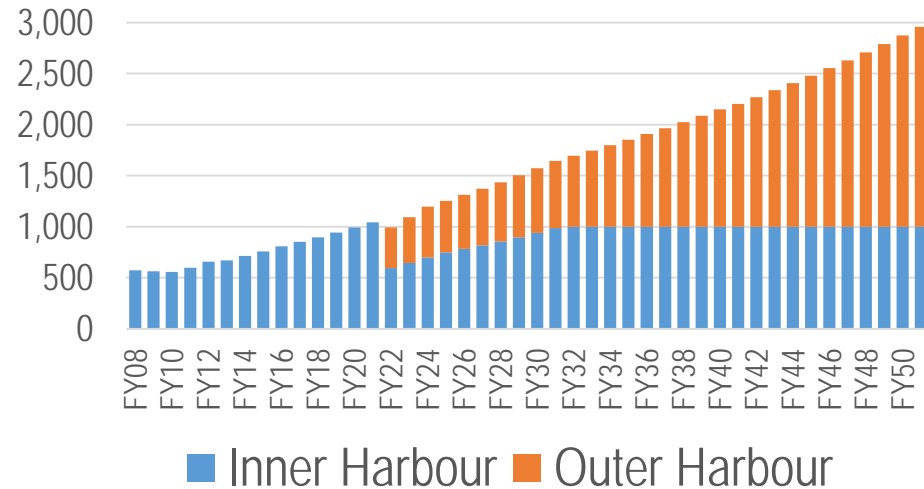


Regional Priority Projects

Fremantle Outer Harbour

- Inner Harbour at 700K TEU, with capacity 1.2M to 1.4M TEU
- Outer Harbour required by 2025
- Intermodal terminal at Latitude 32
- By 2050 - 3M TEU
 - 1M TEU Inner Harbour
 - 2M TEU Outer Harbour
- Significant investment required for Outer Harbour (\$2B+)
- Road and Rail connections critical
- Requires active involvement of Federal Government - asset of national significance to the economy

Inner - Outer Harbour volumes
BASE Case ('000 TEUs)

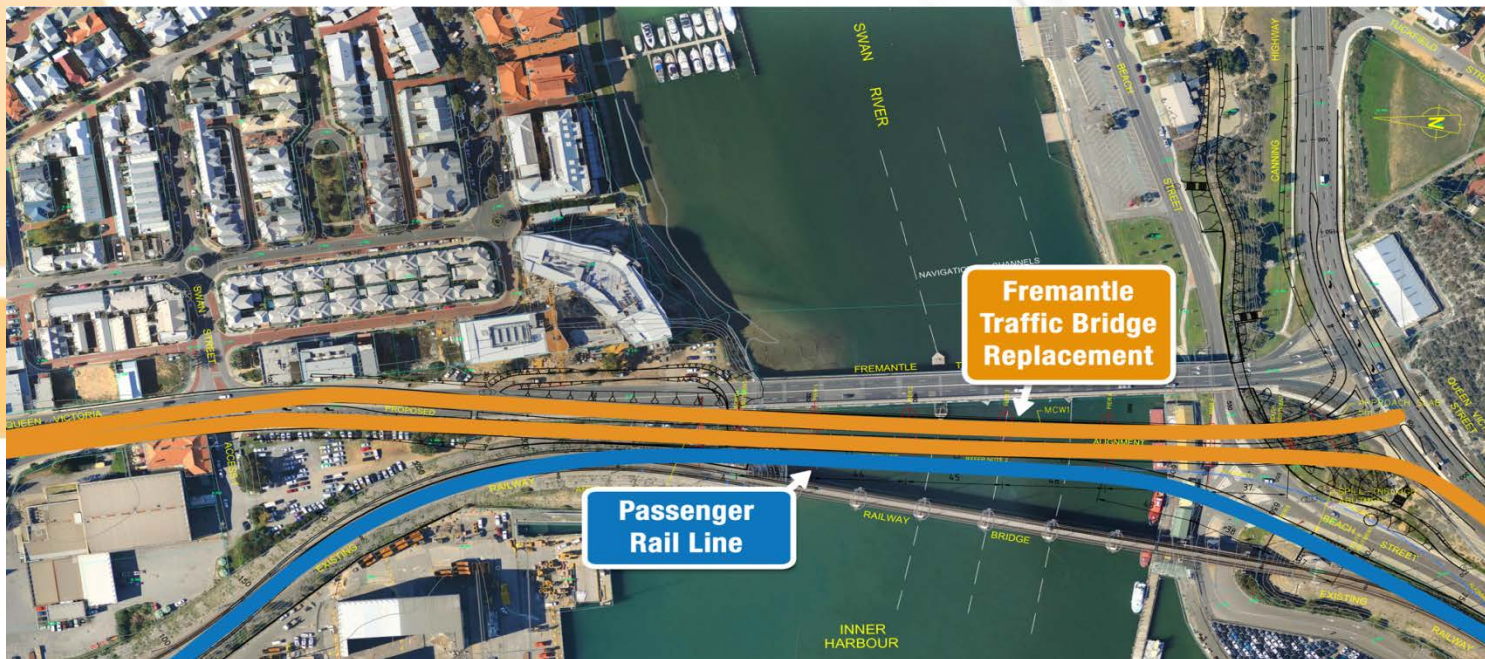




Regional Priority Projects

Fremantle Traffic Bridge

- Safety concerns over the age, structural stability and safety of bridge
- Shared freight/passenger rail – recent vessel impact!
- Replacement bridge with dedicated passenger rail – free up freight line





WA Oil and Gas Centre of Excellence

- Based on previous Industry Innovation Precinct (IIP) models
- 2 IIPs already set up in Australia
- Woodside led oil and gas precinct bid for WA
- AMC and Jandakot City are key regional facilities
- Significant global opportunities for O&G precinct – Gorgan, key industries (Primes/SMEs), FLNG
- Seeking stakeholder support and Federal funding for the WA Oil and Gas precinct or centre of excellence concept





Key Challenges

- Managing population growth pressures and the provision of infrastructure to support our communities
- Freight is emerging as the key transport planning challenge in the region and the metropolitan area
- Requires significant investment, coordination and collaborative action to deal with complexity of issues and stakeholders (ports, logistics, supply chains, govt. agencies)



Key Challenges (cont.)

- Gaining recognition on needs and importance of realising priorities for investment in the region and resulting benefits for the State and National economy
- Securing commitments and funding support to plan, develop and implement regional transport infrastructure projects (State, Federal, Local, PPP)



Federal Support and Assistance

- Promotion of the region as the “powerhouse” of the metropolitan area and major contributor to State/National economy
- Leadership role in freight infrastructure planning, coordination and implementation, including national best practice, funding models and governance structures

(Perth Freight Link a good start, but need to ensure that receiving port/s and support facilities are in place so that National Ports Strategy and Land Freight Strategy efficiency objectives are met)



Federal Support and Assistance

- Resurrection of the WA Oil and Gas Industry Innovation Precinct/Centre of Excellence proposal
- Pro-active engagement with the State Government MPs and Ministers on the opportunities and challenges in the region
- Identifying opportunities for investment and partnerships
- Introductions to the key players and decision makers to progress regional priorities



Questions and Discussion

Further information

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