

Implementation Plan for the Black Rock Water Recycling Project in Victoria

NATIONAL PARTNERSHIP AGREEMENT ON WATER FOR THE FUTURE

PRELIMINARIES

- 1 This Implementation Plan is created subject to the provisions of the *National Partnership Agreement on Water for the Future* and should be read in conjunction with that Agreement.
- 2 The Commonwealth has agreed to provide financial assistance of \$10 million for the construction of a 3000 megalitre per year (ML/yr) water recycling plant at Black Rock in Victoria from the National Water Security Plan for Cities and Towns. The Project is scheduled to be completed by 31 December 2012.

PROJECT

Project Objective

- 3 The objective is to build a 3000 ML/yr water recycling plant to facilitate the diversification of water supply options in the Victorian surf coast growth corridor.

ROLES AND RESPONSIBILITIES

Role of the Commonwealth

- 4 The Commonwealth is responsible for reviewing the State's performance against the Project Milestones in accordance with this Implementation Plan.

Role of the State

- 5 The State will have responsibility for:
 - (a) completing the Project in a timely and professional manner in accordance with this Implementation Plan.
 - (b) meeting all conditions including providing Reports, in accordance with this Implementation Plan.
- 6 The State agrees to establish a Project Management Committee (the Committee) to monitor and oversee the implementation of the Project. A Commonwealth representative will be an observer and may attend and participate in all meetings (via telephone or in person).
- 7 The State agrees to have in place a Project Agreement with Barwon Region Water Corporation, including but not limited to, a procurement strategy, communication, risk and stakeholder plans.

FUNDING, MILESTONES AND PAYMENTS

- 8 The maximum funding to be provided by the Commonwealth for the Project is \$10,000,000, payable in accordance with milestones set out in Table 1 below.
- 9 Subject to the terms of this Implementation Plan including any right the Commonwealth has to reduce or withhold Funds, the Commonwealth will pay the Funds to the State as specified in Table 1 below.

Table 1

Payment Number	Milestone Description	Due Date	Amount (GST excl.)
1	<ul style="list-style-type: none"> Execution of the project Implementation Plan Submission of a progress report to the satisfaction of the Committee and the Commonwealth 	Expected by January 2010	\$1,000,000
2	<ul style="list-style-type: none"> Completion of detailed design award of contract for the construction Submission of a progress report to the satisfaction of the Committee and the Commonwealth 	Expected by December 2010	\$4,000,000
3	<ul style="list-style-type: none"> Site established and groundworks commenced Key process items ordered Submission of a progress report to the satisfaction of the Committee and the Commonwealth 	Expected by August 2011	\$2,000,000
4	<ul style="list-style-type: none"> Completion of construction and commissioning Submission of a progress report to the satisfaction of the Committee and the Commonwealth 	Expected by June 2012	\$2,000,000
5	<ul style="list-style-type: none"> Final completion and end of performance evaluation activities and provision of the final report Submission of a progress report to the satisfaction of the Committee and the Commonwealth 	Expected by March 2013	\$1,000,000
Total			\$10,000,000

STATE CONTRIBUTIONS

- 10 Barwon Region Water Corporation agrees to provide the amount of \$10 million (GST exclusive) and any additional costs incurred to complete the Project and the State will ensure that the Project Agreement specifies this amount and the responsibility for any additional costs as the Barwon Region Water Corporation contribution to the Project.

BUDGET

11 The Overall Project Budget (GST exclusive) is set out in Table 2 below.

Table 2

Expenditure Item	Cwlth Amount (excl. GST) \$ million	State* Amount (excl. GST) \$ million	Other Amount (excl. GST) \$ million	Total Cost (excl. GST) \$ million
Completion of detailed design, award of contract for construction	1.0			1.0
Site establishment and early civil works	4.0	0.5		4.5
Key process items on site	2.0	3.0		5.0
Completion of construction (practical completion) and commissioning	2.0	4.0		6.0
Project Management / Engineering	1.0	2.5		3.5
Total	10.0	10.0		20.0

* The State Budget amount reflects the Barwon Region Water Corporation contribution to the Project

REPORTS

12 Each progress Report is to contain the following information:

- a) a description of actual performance of the Project to date against the Project milestone/s and budget;
- b) promotional activities undertaken in relation to, and media coverage of, the Project during the last reporting period; and
- c) a description of the work that will be undertaken to complete the remaining Project Milestone(s), and any expected promotional opportunities, during the next reporting period for the Project.

13 The final Project Report is due within 60 Business Days of the completion of the Project (or termination of this Implementation Plan or the Project) and will be a stand-alone document that can be used for public information dissemination purposes regarding the Project. The final Project Report must:

- a) describe the conduct, benefits and outcomes of the Project as a whole;
- b) evaluate the Project, including assessing the extent to which the objective has been achieved and explaining why any aspect were not achieved; and

- c) include a discussion of any other matters, relating to the Project, which DEWHA notifies the State should be included in this final Project Report at least 30 days before it is due.

REQUESTS FOR REPORTS AND INFORMATION

- 14 The State agrees to meet any reasonable request by the Commonwealth to provide other reports, or access to information, sites or assets to enable assessment or review of the implementation of the project.

NOTICE DETAILS FOR THIS PROJECT

- 15 A notice relating to this Project, rather than the Agreement generally, is to be in writing and dealt with as follows:

- a) if given by the State to the Commonwealth:

Director
Cities and Towns
Urban Water Security Branch
Water Governance Division
Department of Environment, Water, Heritage and the Arts
GPO Box 787
Canberra ACT 2600.

Contact number 02 6274 2378, fax number 02 6274 2758;

email address craig.bradley@environment.gov.au

or

- a) if given by the Commonwealth to the State:

Group Director Industry Governance and West Region
Water Industry Division
Office of Water
Department of Sustainability and Environment
P O Box 500
East Melbourne VIC 3002

Phone: 03 9637 9637

Fax: 03 9637 9252

email: michael.wheelahan@dse.vic.gov.au