

# Implementation Plan for Geelong Shell 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 \$20 million for the construction of a 2,000 megalitre per year (ML/yr) water recycling plant in Geelong from the Water for the Future initiative's National Urban Water and Desalination Plan. The Project is scheduled to be completed by 31 March 2013. It is consistent with the objectives and funding criteria for the National Urban Water and Desalination Plan.

### PROJECT

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#### Project Objective

- 3 The objective is to build a 2,000 ML/yr water recycling plant to facilitate the diversification of water supply options in Geelong.

### ROLES AND RESPONSIBILITIES

#### Commonwealth

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

#### 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 \$20,000,000, 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"> <li>• Execution of the project Implementation Plan</li> <li>• Execution of an agreement between the Delivery Agent and Shell Refining (Australia) Pty. Ltd.</li> <li>• Submission of a progress Report to the satisfaction of the Committee and the Commonwealth</li> </ul>	Expected by December 2009	\$1,500,000
2	<ul style="list-style-type: none"> <li>• Completion of the pilot plant with the capacity to deliver Class A water</li> <li>• Completion of the detailed design for the Northern Water Plant</li> <li>• Submission of a progress Report to the satisfaction of the Committee and the Commonwealth</li> </ul>	Expected by June 2010	\$5,000,000
3	<ul style="list-style-type: none"> <li>• Site establishment and commencement of construction</li> <li>• Submission of a progress Report to the satisfaction of the Committee and the Commonwealth</li> </ul>	Expected by September 2010	\$5,000,000
4	<ul style="list-style-type: none"> <li>• Completion of bulk earthworks and excavations</li> <li>• Completion of foundation and ground level concrete works</li> <li>• Orders placed for key treatment items</li> <li>• Receipt of structural steelwork and piping</li> <li>• Submission of a progress Report to the satisfaction of the Committee and the Commonwealth</li> </ul>	Expected by April 2011	\$6,500,000
5	<ul style="list-style-type: none"> <li>• Completion of construction (practical completion) and commissioning of the plant</li> <li>• End of performance evaluation activities and provision of final report</li> <li>• Submission of a final Report to the satisfaction of the Committee and the Commonwealth</li> </ul>	Expected by March 2013	\$2,000,000
<b>Total</b>			<b>\$20,000,000</b>

## STATE CONTRIBUTIONS

- 10 The State agrees to provide the amount of \$9.22 million (GST exclusive) and any additional costs incurred to complete the Project.

## BUDGET

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

Table 2

Expenditure Item	Cwth Amount (excl. GST) \$ million	State Amount (excl. GST) \$ million	Other Amount (excl. GST) \$ million	Total Cost (excl. GST) \$ million
Award of contract for design, construction and commissioning	1.5	3.05	0.19	4.74
Detailed design, construction, commissioning and performance reporting	18.5	6.17	59.97	84.64
<b>Total</b>	<b>20</b>	<b>9.22</b>	<b>60.16</b>	<b>89.38</b>

## 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 OF 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  
National Urban Water and Desalination  
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 2644, fax number 0262 742360;

email address [tanya.stacpoole@environment.gov.au](mailto:tanya.stacpoole@environment.gov.au)

or

b) 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](mailto:michael.wheelahan@dse.vic.gov.au)