

ABOUT THIS BUDGET PAPER

Purpose and scope

Budget Paper No. 2 *Infrastructure Statement* provides information on the Government's infrastructure investment program. The objectives of this budget paper are to:

- support transparency and accountability by reporting on planned capital expenditure covering new works and works-in-progress
- explain how resources have been allocated in the current budget and the forward estimates for both the general government and public non-financial corporation sectors
- explain how infrastructure investment supports the Government's priorities and service delivery objectives, including the underlying policies and strategies
- make publicly available the State Infrastructure Plan adopted by the Government as required by the *Infrastructure NSW Act 2011*.

This budget paper includes the infrastructure investment of agencies that are material to the general government and public non-financial corporation sectors. Budget Paper No. 1 *Budget Statement*, includes an overview of agency classifications by sector and a glossary.

The capital projects listed in this *Infrastructure Statement* can be accessed online at myinfrastructure.planning.nsw.gov.au with sorting functionality, including a geospatial presentation available.

Changes in reporting of Budget data

The Government is delivering a once-in-a-generation reform to transform financial management across the New South Wales public sector. The reform delivers greater transparency, efficiency and accountability of government expenditure.

The reform includes the delivery of the 2017-18 Budget using a new financial management system 'Prime', replacing 20 year old systems.

The new system has enhanced the preparation of this Budget by having a single source for all financial and non-financial information.

The new system allows for a more refined approach for the collection, aggregation and consolidation of agency financial data for the production of project, agency and sector level capital information.

Structure of Budget Paper No. 2

Chapter	Description
1. Investment Program	Chapter 1 categorises the State's capital investment in the Budget and the forward estimates and explains funding arrangements. It reports the value of the State's physical assets at an aggregate level and maintenance expenditure by the government sector.
2. Restart NSW	Chapter 2 presents the expenditure commitments and reservations made for infrastructure projects from the Restart NSW Fund. It lists Restart NSW Funding sources, along with descriptions of investment themes and governance arrangements.
3. Rebuilding NSW	Chapter 3 presents Rebuilding NSW, the Government's plan to invest \$20 billion in new infrastructure projects from the proceeds of the 49 per cent lease of the NSW electricity network businesses. Priority investment areas funded by Rebuilding NSW are categorised and described, along with a list of detailed project and program reservations. Additional details on many of these projects are included in Chapter 4.
4. State Infrastructure Plan	Chapter 4 presents the five-year State Infrastructure Plan. The plan outlines the Government's funded infrastructure priorities over the next five years. The State Infrastructure Plan incorporates priority projects from the 20-year <i>NSW Government State Infrastructure Strategy 2012</i> and subsequent relevant updates, projects currently underway and projects to begin within the next five years.
5. General Government Sector Projects	Chapter 5 lists major capital projects and minor works for each general government agency, grouped by cluster. Project level information is treated as commercial-in-confidence for some parts of the sector and is not reported in detail.
6. Public Non-financial Corporations Projects	Chapter 6 lists major capital projects and minor works for each public non-financial corporation, grouped by industry sector. Project level information is treated as commercial-in-confidence for some parts of the sector and is not reported in detail.
Appendix	Description
A. Capital Strategies and Policies	Appendix A outlines the Government's strategy and policies for planning, selecting, funding, delivering and managing infrastructure investments and existing asset bases. It highlights new and ongoing initiatives that will support infrastructure investments in New South Wales, including improving asset planning and management across the whole of government.
B. Selected Restart NSW Projects	Appendix B lists specific projects approved for funding in the 2017-18 Budget for the Resources for Regions program, Illawarra Infrastructure Fund, Fixing Country Roads program, Water Security for Regions program, Regional Tourism Infrastructure program, Hunter Infrastructure and Investment Fund, Housing Acceleration Fund and Cobbora Transition Fund
C. Restart NSW and Rebuilding NSW Reconciliation	Appendix C provides a reconciliation of Restart NSW budgeted commitments and reservations since the 2016-17 Budget.

Agency disclosures

Capital program definitions

Program	Definition
Major Works	This refers to projects with an estimated total cost of \$250,000 or above, subdivided into new projects (approved to begin in 2017-18) and works in progress (begun before 2017-18 but not yet completed).
Minor Works	This refers to projects with an estimated total cost below \$250,000, such as minor plant and equipment or annual provisions for replacements.

Project level information

Item	Description
Project description	This is a brief outline of the capital project.
Location	This is the location where the infrastructure/project/asset will be built. 'Various' is noted for projects occurring across multiple locations.
Start	This is the calendar year when construction began or will begin. For planning works, it is the year that planning appraisals and related activities began or will begin.
Complete	This is the project's expected calendar year of completion.
Estimated total cost (ETC)	This represents the current cost estimate of planning, procuring and delivering the infrastructure/project/asset. The ETC may change as more detailed planning is undertaken and further information on market conditions becomes available. Large infrastructure acquisitions may be split into several projects, including planning, land acquisition and stages of construction. Due to commercial sensitivities, the ETC for some major works is not included.
Estimated expenditure to 30-June-17	This is the projected total project expenditure to 30 June 2017.
Allocation 2017-18	This is the amount of project expenditure approved in the 2017-18 Budget.

Notes

- The Budget year refers to 2017-18, while the forward estimates period refers to 2018-19, 2019-20 and 2020-2021.
- Figures in tables, charts and text have been rounded. Discrepancies between totals and the sum of components reflect rounding:
 - estimates under \$100,000 are rounded to the nearest thousand
 - estimates midway between rounding points are rounded up
 - percentages are based on the underlying unrounded values.
- For the budget balance, a negative sign indicates a deficit while no sign indicates a surplus.
- One billion equals one thousand million.
- The following notations are used:
 - n.a. means data is not available or is not disclosed for commercial reasons
 - N/A means not applicable
 - no. means number
 - 0 means not zero, but rounded to zero
 - ... means zero
 - thous means thousand
 - \$m means millions of dollars
 - \$b means billions of dollars.
- Unless otherwise indicated, the data source for tables and charts is Treasury.