Economic Development Queensland



Infrastructure Funding Framework

July 2013





The Department of State Development, Infrastructure and Planning leads a coordinated Queensland Government approach to planning, infrastructure and development across the state.

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Economic Development Queensland Infrastructure Charges

In accordance with sections 10 and 115 of the *Economic Development Act 2012*, the MEDQ may fix charges and other terms for the provision of infrastructure in priority development areas (PDAs).

A development scheme is compiled for each PDA which incorporates an infrastructure plan. The charges and infrastructure requirements are imposed as a condition of a PDA development approval. Infrastructure delivered as part of the development may be offset against the infrastructure charges which would otherwise apply. Potential offsets are identified both in the Infrastructure Funding Framework, Crediting and Offsets Arrangements (IFFCOA) and, where compiled, in an Infrastructure Charging Offset Plan (ICOP), which is PDA specific. The ICOP provides details of infrastructure contributions that may be offset against these charges as well as maps of the infrastructure networks.

Appendix 1 sets out the infrastructure charging framework for each PDA where a development scheme is in effect. At present there are eight (8) PDAs where local government charges have not been adopted and nine (9) PDAs where they have been adopted. Appendix 2 is the infrastructure charging framework currently adopted for Brisbane PDAs.

Appendix 3 is the approved infrastructure charging framework for the greenfield PDAs of Caloundra South, Ripley Valley, Greater Flagstone and Yarrabilba. These charges will apply in the absence of an infrastructure agreement or conditions of approval.

This document should be read in conjunction with:

- the development scheme, in particular the infrastructure plan, for the PDA
- the IFFCOA
- any applicable ICOP for the PDA.

Appendix 1 - Infrastructure Charges in Priority Development Areas

| PDA | Basis for charge within PDA |
|---|---|
| Bowen Hills, Brisbane | Infrastructure framework (for current charges – refer Appendix 2) |
| Northshore Hamilton, Brisbane | Infrastructure framework (for current charges – refer Appendix 2) |
| Fitzgibbon, Brisbane | Infrastructure framework (for current charges – refer Appendix 2) |
| Woolloongabba, Brisbane | An infrastructure charges schedule to be prepared. |
| Oonoonba, Townsville | Based on Council's applicable infrastructure charging document for the area. |
| Clinton, Gladstone | Based on Council's applicable infrastructure charging document for the area. |
| Andergrove, Mackay | Based on Council's applicable infrastructure charging document for the area. |
| Roma, Maranoa | Based on Council's applicable infrastructure charging document for the area. |
| Blackwater, Central Highlands | Based on Council's applicable infrastructure charging document for the area. |
| Moranbah, Isaac | Based on Council's applicable infrastructure charging document for the area. |
| Tannum Sands, Gladstone | Based on Council's applicable infrastructure charging document for the area. |
| Rockhampton | Based on Council's applicable infrastructure charging document for the area. |
| Toolooa, Gladstone | Based on Council's applicable infrastructure charging document for the area. |
| Greenfield PDA's: Yarrabilba, Greater Flagstone, Ripley Valley and Caloundra South. | Infrastructure framework approved (including value capture and a special infrastructure levy). Refer to Appendix 3 for charges |

Appendix 2 - Infrastructure Charging Framework for Bowen Hills, Northshore Hamilton and Fitzgibbon Priority Development Areas

EDQ Infrastructure and Value uplift charges

General infrastructure charge

(applies to total GFA)

| Bowen Hills and Northshore Hamilton | | | |
|--|---------------------|----------------------|---------------------|
| Residential (per dwelling unit) | Small ^{1.} | Medium ^{1.} | Large ^{1.} |
| Residential (per dwelling drift) | \$12,574 | \$17,552 | \$29,054 |
| Retail (per 100m ² GFA) | \$15,061 | | |
| Commercial (per 100m ² GFA) | | \$15,061 | |

Notes:

1. Small < $60m^2$ GFA, Medium = $60m^2$ GFA to $100m^2$ GFA, Large > $100m^2$ GFA

| Fitzgibbon Chase | | | | |
|------------------------|----------|---------------------|----------------------|---------------------|
| Detached Dwelling Unit | | | | |
| Dwelling Type | Dwelling | Small ^{1.} | Medium ^{1.} | Large ^{1.} |
| Infrastructure charges | \$18,459 | \$8,419 | \$11,742 | \$19,329 |

Notes:

1. Small < 60m^2 GFA, Medium = 60m^2 GFA to 100m^2 GFA, Large > 100m^2 GFA

Value uplift component*

(applies only to GFA exceeding City Plan¹)

| Bowen Hills and Northshore Hamilton | | | |
|---|---------------------|----------------------|---------------------|
| Peridential (per everage dwelling unit) | Small ^{2.} | Medium ^{2.} | Large ^{2.} |
| Residential (per average dwelling unit) | \$12,095 | \$18,144 | \$32,254 |
| Retail (per 100m ² GFA) | \$22,765 | | |
| Commercial (per 100m ² GFA) | \$22,765 | | |

- 1. Subject to transitional provisions and crediting arrangements
- 2. Small < 60m² GFA, Medium = 60m² GFA to 100m² GFA, Large > 100m² GFA

^{*} Note - Credit is available up to 50% of the charge for achieving specified affordable housing and/or ecologically sustainable development (ESD) outcomes. Further information is available if required.

Infrastructure and value uplift charges

Scenarios for Bowen Hills and Northshore Hamilton projects

Scenario 1

The plot ratio of the project does not exceed City Plan, or exceeds City Plan but the transitional provisions apply.

| Development | Туре | |
|--|---|----------|
| Dwelling Small (<60m ² GFA) | -General Infrastructure charge ¹ | \$12,574 |
| | Value Uplift charge ² | \$0 |
| | -General Infrastructure charge ¹ | \$17,552 |
| m ² GFA) | Value Uplift charge ² | \$0 |
| Dwelling Large (>100 m ² GFA) | -General Infrastructure charge ¹ | \$29,054 |
| | Value Uplift charge ² | \$0 |
| Retail (per 100 m ² GFA) | General Infrastructure charge 1 | \$15,061 |
| | Value Uplift charge ² | \$0 |
| Commercial (per 100 m ² GFA) | General Infrastructure charge ¹ | \$15,061 |
| | Value Uplift charge ² | \$0 |

Notes:

- 1. Applies to all GFA or dwellings in the project.
- Applies to only the GFA or dwellings in excess of City Plan plot ratio or yield. This charge is in addition to the general infrastructure charge.

Scenario 2

The plot ratio of the project exceeds City Plan and the affordable housing and sustainable development measures are not provided meaning that **no credit applies** to these components of the value uplift charge.

| Development Type | | |
|--|--|----------|
| Dwelling - Small (<60m²GFA) | General Infrastructure charge ¹ | \$12,574 |
| | Value Uplift charge ² | \$12,095 |
| Dwelling - Medium (60m² to 100 | General Infrastructure charge ¹ | \$17,552 |
| m ² GFA) | Value Uplift charge ² | \$18,144 |
| Dwelling - Large (>100 m ² GFA) | General Infrastructure charge 1 | \$29,054 |
| | Value Uplift charge ² | \$32,254 |
| Retail (per 100 m ² GFA) | General Infrastructure charge 1 | \$15,061 |
| | Value Uplift charge ² | \$22,765 |
| Commercial (per 100 m ² GFA) | General Infrastructure charge ¹ | \$15,061 |
| | Value Uplift charge ² | \$22,765 |

Scenario 3

The plot ratio of the project exceeds City Plan and the affordable housing and sustainable development measures are provided meaning that **a full credit applies** to these components of the value uplift charge.

| Development ' | Development Type | | |
|--|--|----------|--|
| Dwelling - Small (<60m ² GFA) | General Infrastructure charge ¹ | \$12,574 | |
| | Value Uplift charge² | \$6,048 | |
| Dwelling - Medium (60m² to 100 | General Infrastructure charge 1 | \$17,552 | |
| m ² GFA) | Value Uplift charge² | \$9,072 | |
| Dwelling - Large (>100 m ² GFA) | General Infrastructure charge 1 | \$29,054 | |
| | Value Uplift charge ² | \$16,127 | |
| Retail (per 100 m ² GFA) | General Infrastructure charge 1 | \$15,061 | |
| | Value Uplift charge ² | \$11,383 | |
| Commercial (per 100 m ² GFA) | General Infrastructure charge ¹ | \$15,061 | |
| | Value Uplift charge² | \$11,383 | |

Appendix 3 - Approved Infrastructure Charging Framework for greenfield Priority Development Areas

EDQ Infrastructure Charges 2013/2014

Charges apply in the absence of any infrastructure agreement or conditions of approval.

Local Charge

Reconfiguring a Lot

The Local Charge and Value Capture Charges for those PDA development applications for the reconfiguration of a lot where the application is not accompanied with an MCU application or Plan of Development are as follows:

| For all PDAs | | |
|----------------------------------|------------------|------------------------------|
| | Local Charge | Value Capture Charge |
| Greater Flagstone and Yarrabilba | \$28,708 per lot | \$8,091 per lot ¹ |
| Ripley Valley | \$29,229 per lot | N/A |
| Caloundra South | \$28,707 per lot | N/A |

^{1.} Where applicable, refer to the Value Capture Charge at page 15

Reconfiguring a Lot with a POD and/or Material Change of Use

The Local Charge for those PDA development applications for the reconfiguration of a lot with a Plan of Development and/or a material change of use, is as follows:

RESIDENTIAL USE - HOUSE

| Greater Flagstone and Yarrabilba | |
|---|----------|
| Residential (per lot) | |
| Municipal Charge | \$20,405 |
| State Charge | \$1,258 |
| Implementation Charge | \$1,617 |
| Sub-regional Charge | \$5,428 |
| Total | \$28,708 |
| Catalyst Infrastructure Charge ¹ | |
| Per residential lot | \$5,220 |

^{1.} This charge is a component of the Municipal Charge.

| Ripley Valley | |
|---|----------|
| Residential (per lot) | |
| Municipal Charge | \$19,393 |
| State Charge | \$2,006 |
| Implementation Charge | \$1,078 |
| Sub-regional Charge | \$6,752 |
| Total | \$29,229 |
| Catalyst Infrastructure Charge ¹ | |
| Per residential lot | \$5,220 |

^{1.} This charge is a component of the Municipal Charge.

| Caloundra South | |
|-----------------------|----------|
| Residential (per lot) | |
| Municipal Charge | \$18,569 |
| State Charge | \$2,243 |
| Implementation Charge | \$1,632 |
| Sub-regional Charge | \$6,263 |
| Total | \$28,707 |

Local Charge - Staged payment

For residential uses (other than a house) and non-residential uses, the Local Charge is paid in two parts:

Part A, the initial charge, recognises that the number and size of the dwelling units (for residential uses) or gross floor area (for non-residential uses) may not be known at the plan sealing stage.

Part B, is a subsequent payment where further detail regarding the size of the dwelling units and gross floor area is known.

Where a Part B payment is made, a credit will be given for the Part A payment previously made. The credit will be indexed to the date the Part B payment is made.

RESIDENTIAL USE - OTHER THAN A HOUSE

| Greater Flagstone and Yarrabilba | | | | |
|---|--------------------|---------------------|--------------------|--|
| PART A CHARGE | | | | |
| Residential (per lot) | | | | |
| Municipal Charge | | \$20,405 | | |
| State Charge | | \$1,258 | | |
| Implementation Charge | | \$1,617 | | |
| Sub-regional Charge | | \$5,428 | | |
| Total | | \$28,708 | | |
| PART B CHARGE | | | | |
| Residential (per dwelling unit) | Small ¹ | Medium ¹ | Large ¹ | |
| Municipal Charge | \$13,268 | \$16,927 | \$20,405 | |
| State Charge | \$818 | \$1,043 | \$1,258 | |
| Implementation Charge | \$1,051 | \$1,341 | \$1,617 | |
| Sub-regional Charge | \$3,132 | \$4,176 | \$5,428 | |
| Total | \$18,269 | \$23,487 | \$28,708 | |
| Catalyst Infrastructure Charge ² | | | | |
| Per residential lot/dwelling | | \$5,220 | | |

- 1. Small < 60sqm GFA, Medium = 60sqm to 100sqm GFA, Large > 100sqm GFA
- 2. This charge is a component of the Municipal Charge.

| Ripley Valley | | | | |
|---|--------------------|---------------------|--------------------|--|
| PART A CHARGE | | | | |
| Residential (per lot) | | | | |
| Municipal Charge | | \$19,393 | } | |
| State Charge | | \$2,006 | | |
| Implementation Charge | | \$1,078 | | |
| Sub-regional Charge | | \$6,752 | | |
| Total | | \$29,229 | | |
| PART B CHARGE | PART B CHARGE | | | |
| Residential (per dwelling unit) | Small ¹ | Medium ¹ | Large ¹ | |
| Municipal Charge | \$12,467 | \$15,931 | \$19,393 | |
| State Charge | \$1,290 | \$1,648 | \$2,006 | |
| Implementation Charge | \$694 | \$885 | \$1,078 | |
| Sub-regional Charge | \$4,340 | \$5,546 | \$6,752 | |
| Total | \$18,791 | \$24,010 | \$29,229 | |
| Catalyst Infrastructure Charge ² | | | | |
| Per residential lot/dwelling | | \$5,220 | | |

- Notes:

 1. Small < 60sqm GFA, Medium = 60sqm to 100sqm GFA, Large > 100sqm GFA

 2. This charge is a component of the Municipal Charge.

| Caloundra South | | | | | |
|---------------------------------|--------------------|---------------------|--------------------|--|--|
| PART A CHARGE | | | | | |
| Residential (per dwelling/lot) | | | | | |
| Municipal Charge | | \$18,569 | | | |
| State Charge | | \$2,243 | | | |
| Implementation Charge | | \$1,632 | | | |
| Sub-regional Charge | | \$6,263 | | | |
| Total | | \$28,707 | | | |
| PART B CHARGE | | | | | |
| Residential (per dwelling unit) | Small ¹ | Medium ¹ | Large ¹ | | |
| Municipal Charge | \$11,227 | \$14,681 | \$18,569 | | |
| State Charge | \$1,356 | \$1,774 | \$2,243 | | |
| Implementation Charge | \$988 | \$1,292 | \$1,632 | | |
| Sub-regional Charge | \$4,698 | \$5,741 | \$6,263 | | |
| Total | \$18,269 | \$23,488 | \$28,707 | | |

^{1.} Small < 60sqm GFA, Medium = 60sqm to 100sqm GFA, Large> 100sqm GFA

| Non-residential Municipal Charges for all greenfield PDAs | | | | |
|---|---|-----------------------------------|--|--|
| Land Use Category | Part A Charge (per lot) | Part B Charge (per sqm of GFA) | | |
| Retail | | | | |
| Bulk Landscape Supplies | \$5,130 | \$146 | | |
| Fast Food Premises | \$5,130 | \$188 | | |
| Food Premises | \$5,130 | \$188 | | |
| Garden Centre | \$5,130 | \$146 | | |
| Market | \$nil | \$nil | | |
| Outdoor sales | \$5,130 | \$146 | | |
| Service Station | \$5,130 | \$188 | | |
| Shop | \$5,130 | \$188 | | |
| Shopping Centre | \$25,649 | \$188 | | |
| Showroom | \$5,130 | \$146 | | |
| Commercial | | | | |
| Business | \$5,130 | \$146 | | |
| Car Park | To be determined by EDQ at the time of assessment | | | |
| Health Care Services | \$5,130 \$146 | | | |
| Sales Office – on a residential lot | As per "Residential uses – other than a house | | | |
| Industrial (excluding Greater Flagstone (North | Maclean)) | | | |
| Extractive Industry/High Impact, Noxious and Hazardous industry | To be determined by EDQ at the time of assessment | | | |
| Low Impact and Medium Impact Industry | \$5,130 | \$52 | | |
| Research and Technology | \$5,130 | \$52 | | |
| Service Industry | \$5,130 | \$188 | | |
| Warehouse | \$5,130 | \$52 | | |
| Rural | | | | |
| Agriculture | \$nil | \$nil | | |
| Agricultural Supply Store | \$5,130 | \$52 | | |
| Animal Keeping and Husbandry | To be determined by EDQ at the time of assessment | | | |
| Intensive Animal Industry | \$5,130 | \$21 | | |
| Intensive Horticulture | \$5,130 | \$21 | | |

| Land Use Category | Part A Charge (per lot) | Part B Charge (per sqm of GFA) | | |
|---|-------------------------|---|--|--|
| Retail | W. T. T. Y | (1.2.2.1.2.2.7 | | |
| Wholesale Nursery | \$5,130 | \$21 | | |
| Service, Community and Other Uses | | | | |
| Cemetery | \$nil | \$nil | | |
| Child Care Centre | \$5,130 | \$146 | | |
| Community Facility | \$5,130 | \$73 | | |
| Crematorium | | To be determined by EDQ at the time of assessment | | |
| Educational Establishment | \$25,649 | \$146 | | |
| Emergency Services | \$5,130 | \$146 | | |
| Funeral Parlour | \$5,130 | \$73 | | |
| Hospital | \$25,649 | \$146 | | |
| Place of Assembly | \$5,130 | \$73 | | |
| relecommunications Facility | \$nil | \$nil | | |
| Jtility installation | \$nil | \$nil | | |
| /eterinary Hospital | \$5,130 | \$146 | | |
| Sport, Recreation and Entertainment | | | | |
| ndoor Entertainment | \$10,259 | \$209 | | |
| ndoor Sport and Recreation | \$10,259 | \$209 | | |
| Outdoor Sport and Recreation | | To be determined by EDQ at the time of assessment | | |
| Park | \$ | \$nil | | |
| Tourism | | | | |
| Fourist Attraction | | To be determined by EDQ at the time of assessment | | |
| Fourist Park | | To be determined by EDQ at the time of assessment | | |
| Undefined Uses | | To be determined by EDQ at the time of assessment | | |
| Greater Flagstone (North Maclean) | | | | |
| All uses in the Industrial Use category | \$5,130 | \$115 | | |

| Non Residential Sub-Regional Charge for all greenfield PDAs | | | | |
|--|----------------------------|--|--|--|
| PDA | Part A Charge (per lot) | Part B Charge ¹ (Calculated as a percentage of the Part B Charge for Non-residential Municipal Charges for the applicable Land Use as set out above) (per sqm of GFA) | | |
| Ripley Valley | \$2,052 | 25.7% ¹ | | |
| Greater Flagstone (excluding North Maclean) and Yarrabilba | \$2,052 | 24.4% ¹ | | |
| Greater Flagstone (North Maclean) All uses in the Industrial Use category | \$4,104 | \$52 | | |
| Caloundra South | \$2,052 | 27.3% ¹ | | |

Value Capture Charge¹

| Greater Flagstone and Yarrabilba | | | | | |
|--|---|---------|------|---------------------------|--|
| Residential Use - House | | | | | |
| Residential (per dwelling lot) | \$8,091 | | | | |
| Residential Uses – Other than a house | | | | | |
| Part A Charge | \$8,091 | | | | |
| Part B Charge | Small ² | Med | ium² | Large ² | |
| Residential (per dwelling unit) | \$4,698 | \$7,046 | | \$8,091 | |
| Non-residential Uses | Part A Cha (per lot) | | | rt B Charge r sqm GFA) | |
| All uses in the Retail Use category | \$2,052 | | | \$31 | |
| All uses in the Commercial Use category | \$2,052 \$31 | | \$31 | | |
| All uses in the Industrial Use category | \$2,052 \$21 | | \$21 | | |
| All uses in the Rural Use category | To be determined by EDQ at the time of assessment | | | | |
| All uses in the Services, Community and Other Uses category | To be determined by EDQ at the time of assessment | | | | |
| All uses in the Sport, Recreation and Entertainment Use category | To be determined by EDQ at the time of assessment | | | | |
| All uses in the Tourism Use category | To be determined by EDQ at the time of assessment | | | | |
| Undefined Uses | To be determined by EDQ at the time of assessment | | | | |

The Value Capture Charge only applies to land outside the urban footprint as shown in the South East Queensland Regional Plan 2009 - 2031
 Small < 60m²GFA, Medium = 60m² GFA to 100m² GFA, Large > 100m² GFA

Special Infrastructure Levy²

| PDA | Column 1 Levy (per annum) Residential Uses | Column 2 Levy (per annum) Non- Residential Uses ³ |
|----------------------------------|--|--|
| Ripley Valley ¹ | \$105 per lot | 7.5% |
| Greater Flagstone and Yarrabilba | \$211 per lot | 34% |
| Caloundra South | \$412 per lot | 43% |

- 1. Maximum charge if required
- 2. For a period of 30 years from the creation of a new lot pursuant to a PDA development approval.
- 3. Calculated as follows: Site Value (as defined by the *Land Valuation Act 2010*) x Local Government's "cents in the \$ per annum" adopted for the general rate by the Local Government x the percentage in column 2

Timing for Payment of Charges

The timing for the payment of the above charges is as follows:

Residential uses - House

Prior to the endorsement of the survey plan creating the lot.

Residential uses - other than a house

For a part A charge, prior to the endorsement of the survey plan creating the lot.

For a part B charge, prior to the endorsement of the survey plan, community management statement/building format plan or commencement of use, whichever is earlier.

Non-residential uses

For a part A charge, prior to the endorsement of the survey plan creating the lot.

For a part B charge, prior to the endorsement of the survey plan, community management statement/building format plan or commencement of use, whichever is earlier.

Indexation and Updating of Charges and the Special Infrastructure Levy

The infrastructure charges and the Special Infrastructure Levy set out above will be indexed annually on the 1st of July in line with the 3 year rolling average of the Queensland Roads and Bridges Construction Index.

An infrastructure charge conditioned in a PDA development approval will be increased in accordance with the applicable rates as at the date of payment.

Indexation of Land Values

The land values identified in the relevant ICOP will be indexed annually on the 1st of July in line with the 3 year rolling average of the Queensland Roads and Bridges Construction Index.

The land value will be independently reviewed and updated at every charging and offsetting review.

Review of Charges and Offsets

To ensure the charging and offset frameworks remain relevant, it is planned to be reviewed by the MEDQ initially by December 2014, and subsequently every 5 years.

Understanding that the delivery of affordable land to the market is a key outcome, the aim of the review is to ensure that the charges still cover construction costs for the subregional infrastructure as identified in this document. It is understood that some key infrastructure networks may vary to provide better efficiency in infrastructure delivery. However, it is anticipated that the overall scope of the network will not increase and charges may increase only due to construction cost increases.

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