



PUBLIC ACCOUNTS AND ESTIMATES COMMITTEE

2007-08 BUDGET ESTIMATES QUESTIONNAIRE

DEPARTMENT OF INFRASTRUCTURE

TABLE OF CONTENTS

1.	Output responsibilities.....	1
2.	Output initiatives	5
3.	Staffing matters	8
4.	Financial information	11
5.	Performance measures	15
6.	Carry over funding.....	16
7.	Departmental savings	17
8.	Departmental asset investment.....	18
9.	Communication, advertising and promotion.....	22
10.	Budget development	23
11.	National Reform Agenda.....	24
12.	Australian equivalents to the International Financial Reporting Standards	25



PUBLIC ACCOUNTS AND ESTIMATES COMMITTEE

2007-08 BUDGET ESTIMATES QUESTIONNAIRE

1. *Output responsibilities*

Question 1.1

Using the following format, please identify the Minister responsible for each output of the department. Where shared responsibility arrangements exist for the delivery of outputs please identify the lead Minister.

Ministerial responsibilities and budgets

Output group	Output	Responsible Minister/s	2007-08 budget (\$ million)
Public Safety and Security	Public Transport Safety and Regulation	Minister for Public Transport	20.0
	Road Safety and Regulation	Minister for Roads and Ports	84.9
	Vehicle and Driver Regulation	Minister for Roads and Ports (Lead) and Minister for Public Transport	131.7
	Marine Safety and Regulation	Minister for Roads and Ports	19.9
	Transport and Marine Safety Investigations	Minister for Public Transport (Lead) and Minister for Roads and Ports	1.8
	Infrastructure Security and Emergency Management	Minister for Public Transport (Lead) and Minister for Roads and Ports	4.4
	Public Transport Services	Integrated Metropolitan Public Transport Services	Minister for Public Transport

2007-08 Budget Estimates questionnaire

	Rural and Regional Public Transport Services	Minister for Public Transport	603.4
	Specialist Transport Services	Minister for Public Transport (Lead) and Minister for Roads and Ports	221.3
Infrastructure Planning, Delivery and Management	Integrated Transport Policy and Planning	Minister for Public Transport (Lead) and Minister for Roads and Ports	28.3
	Public Transport Infrastructure Development	Minister for Public Transport	114.1
	Road System Management	Minister for Roads and Ports	868.6
	Traffic and Transport Management	Minister for Roads and Ports	125.2
	Freight, Logistics, Ports and Marine Development	Minister for Roads and Ports (Lead) and Minister for Public Transport	26.9
	Public Construction and Land Development	Minister for Major Projects	51.6

Question 1.2

For new initiatives announced in the 2007-08 Budget (Budget Paper No.3), please identify the Minister responsible. Where shared responsibility arrangements exist for the initiatives, please identify the lead Minister. Please use the following format.

Ministerial responsibilities and initiatives

Initiatives (both output and asset)	Responsible Minister/s
Output	
A Fare Go for Public Transport Users	Minister for Public Transport
Boating Fund Grants	Minister for Roads and Ports
Caulfield-Dandenong Rail Corridor Stage 1 – Cranbourne Stabling and Station Upgrade	Minister for Public Transport
Continuation of Metropolitan Bus Services Upgrades	Minister for Public Transport
Continuation of SmartBus Red Line Circle Route Initiative	Minister for Public Transport
Metropolitan Premium Station Upgrades	Minister for Public Transport
Metropolitan Train Services	Minister for Public Transport
Motor Registration Discount for Hybrid Cars	Minister for Roads and Ports
Regional Coach/Bus Growth and Remote Area Service Improvements	Minister for Public Transport
Registration and Licensing Information System Development Funding	Minister for Roads and Ports
Walking and Cycling Infrastructure Program	Minister for Roads and Ports
Asset	
Caulfield – Dandenong Rail Corridor – Stage 1 – Cranbourne Stabling and Station Upgrade	Minister for Public Transport
Clifton Hill Rail Group – Track Duplication Clifton Hill - Westgarth	Minister for Public Transport
Congestion Improvements Program	Minister for Roads and Ports
Coolaroo Station	Minister for Public Transport
Duplication of Thompson Road - Carrum Downs	Minister for Roads and Ports

2007-08 Budget Estimates questionnaire

Duplication of Thompsons Road – Cranbourne	Minister for Roads and Ports
Ferntree Gully Road – Widening	Minister for Roads and Ports
Frankston Bypass EES	Minister for Roads and Ports
Frankston Intersections	Minister for Roads and Ports
Geelong Bypass – Stage 4	Minister for Roads and Ports
Glenelg Highway Passing Lanes	Minister for Roads and Ports
Hallam Station Park and Ride	Minister for Public Transport
Local Transport Initiatives	Minister for Roads and Ports
Maintenance of the Rail Freight Network	Minister for Public Transport
Metropolitan Premium Stations Upgrade	Minister for Public Transport
Metropolitan Train Services	Minister for Public Transport
Mildura Rail Corridor Upgrade	Minister for Public Transport
Pacific National Buyback	Minister for Public Transport
Public Transport Security Package	Minister for Public Transport
Signalisation of Lower Dandenong Road / Boundary Road	Minister for Roads and Ports
Stations and Modal Interchanges Upgrade Program	Minister for Public Transport
Traffic Signals – Springvale Road	Minister for Roads and Ports
Vineyard Road	Minister for Roads and Ports

2. Output initiatives

Question 2.1

Please provide at least a paragraph detailing content, estimated cost (including out years), staffing implications and expected outputs for each initiative.

A Fare Go for Public Transport Users

This initiative funds the abolition of Zone 3 on Melbourne's public transport, a reduction in V/Line fares by an average of 20 per cent, and a reduction in bus fares on the Mornington and Bellarine peninsulas.

This initiative contributes to the Department's Integrated Metropolitan Public Transport Services; and Rural and Regional Public Transport Services outputs.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
9.0	20.5	21.0	21.5	22.1

Boating Fund Grants

This initiative provides for the continuation of funding for new search and rescue vessels, ramps, jetties, floating pontoons and community harbours. It will also fund boat safety and education programs, navigation aids, signage and improve marine communications.

This initiative contributes to the Department's Marine Safety and Regulation output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	5.0	5.0	5.0	5.0

Caulfield – Dandenong Rail Corridor Stage 1 – Cranbourne Stabling and Station Upgrade

Funding has been provided for construction of train stabling and improvement of station facilities at Cranbourne, as the first stage of works in the Caulfield – Dandenong Rail Corridor Project. This is a *Meeting Our Transport Challenges* initiative.

This initiative contributes to the Department's Integrated Metropolitan Public Transport Services output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	-	0.4	0.8	0.8

Continuation of Metropolitan Bus Services Upgrade

Funding has been provided to continue the upgrade of Metropolitan Bus Services. As part of the Government's Linking the Suburbs program, bus service levels were increased in outer metropolitan Melbourne to meet community needs and recognise demographic changes, particularly in areas of population growth.

This initiative contributes to the Department's Integrated Metropolitan Public Transport Services output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	1.1	1.2	1.2	1.3

Continuation of SmartBus Red Line Circle Route Initiative

Funding has been provided to continue the operation of the SmartBus Red Line Circle Route Stage 1 initiative which operates from Mordialloc to Box Hill, initially funded in 2003-04. The SmartBus project involves the development of an orbital network of premium bus services which improve the frequency, travel times and standard of customer information.

This initiative contributes to the Department's Integrated Metropolitan Public Transport Services output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	1.2	1.3	1.3	1.4

Metropolitan Premium Stations Upgrades

Funding has been provided to upgrade three metropolitan railway stations (Watsonia, Burnley and Mentone) to 'premium' stations, which will improve facilities, seating and security, and ensure these stations are staffed from first until last train. This is a *Meeting Our Transport Challenges* initiative.

This initiative contributes to the Department's Integrated Metropolitan Public Transport Services output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	0.4	0.8	1.3	1.3

Metropolitan Train Services

This initiative will address the overcrowding and reliability pressures on Melbourne's train network that have been caused largely by a sharp increase in patronage. Funding has been provided to increase the number of metropolitan train services and includes the purchase of an additional 10 trains, associated capital stabling, maintenance and operating costs. This is a *Meeting Our Transport Challenges* initiative.

This initiative contributes to the Department's Integrated Metropolitan Public Transport Services output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	2.6	3.7	5.5	10.4

Motor Registration Discount for Hybrid Cars

The Government will reduce the registration fee for hybrid cars by \$50 per year from 1 May 2007 to encourage the purchase of environmentally-friendly vehicles.

This initiative contributes to the Department's Vehicle and Driver Regulation output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	0.1	0.2	0.3	0.4

Regional Coach/Bus Growth and Remote Area Service Improvements

This initiative provides funding for additional bus services across regional communities facing population growth and demographic change in regional Victoria. This is a *Meeting Our Transport Challenges* initiative.

This initiative contributes to the Department's Rural and Regional Public Transport Services output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	3.9	7.6	8.6	10.2

Registration and Licensing Information System Development Funding

Development funding is provided to investigate and develop detailed requirements for a cross-agency information system that delivers registration and licensing functions. The proposed system will service the immediate need to replace the VicRoads' Registration System and provide the platform for future development of shared services capability for registration and licensing functions.

This initiative contributes to the Department's Vehicle and Driver Regulation output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
-	3.0	-	-	-

Walking and Cycling Infrastructure Program

Funding is provided to improve walking and cycling connections throughout Victoria, and to encourage increased walking and cycling for exercise and as a mode of transport. This is a *Meeting Our Transport Challenges* initiative.

This initiative contributes to the Department's Traffic and Transport Management output.

2006-07 \$m	2007-08 \$m	2008-09 \$m	2009-10 \$m	2010-11 \$m
2.0	5.3	-	-	-

3. Staffing matters

Question 3.1

Using the format below, please provide actual EFT staff numbers at 30 June 2006 and estimates of EFT staff numbers (non-executive officers, executive officers and departmental secretary classifications) at 30 June 2007 and 30 June 2008 for the department and its major budget funded agencies.

DoI

Classification	30 June 2006 (Actual) (EFT)					30 June 2007 (Estimate) (EFT)					30 June 2008 * (Estimate) (EFT)				
	On-going	Fixed term	Casual	Funded vacancy	Total	On-going	Fixed term	Casual	Funded vacancy	Total	On-going	Fixed term	Casual	Funded vacancy	Total
SEC		1.0			1.0		1.0			1.0		1.0			1.0
EO		62.7		7.0	69.7		56.6		3.0	59.6		59.6		2.0	61.6
VPS STS	7.0	4.0			11.0	10.0	4.0			14.0	10.0	4.0			14.0
VPS PS		4.0			4.0		8.0			8.0					-
VPS GR6	270.8	37.0	1.0		308.8	258.1	25.0		12.0	295.1	276.1	27.6			303.7
VPS GR5	193.7	49.4	1.0		244.1	178.8	40.6		10.0	229.4	194.4	29.6		2.0	226.0
VPS GR4	143.6	26.0	1.0		170.6	139.9	18.6		2.0	160.5	149.1	56.6			205.7
VPS GR3	190.9	26.0	1.0		217.9	183.1	31.5		6.0	220.6	189.6	28.5		1.0	219.1
VPS GR2	63.3	20.8			84.1	55.5	13.0		1.0	69.5	57.5	9.0			66.5
VPS GR1	5.0	2.0	1.0		8.0	3.0	5.0			8.0	4.0	5.0			9.0
Total	874.3	232.9	5.0	7.0	1,119.2	828.4	203.3	-	34.0	1,065.7	880.7	220.9	-	5.0	1,106.6

VicRoads

Classification	30 June 2006 (Actual) (EFT)					30 June 2007 (Estimate) (EFT)					30 June 2008 (Estimate) (EFT)				
	On-going	Fixed term	Casual	Funded vacancy	Total	On-going	Fixed term	Casual	Funded vacancy	Total	On-going	Fixed term	Casual	Funded vacancy	Total
EO		67.0			67.0		69.0		1.0	70		70			70.0
VRO-1	163.3				163.3	150.0			15.0	165	150			15.0	165.0
VRO-2	523.1	1.0			524.1	490.0	1.0		28.0	519	510	1		9.0	520.0
VRO-3	709.9	3.0			712.9	700.0	2.0		11.0	713	705	3		5.0	713.0
VRO-4	725.2	3.0			728.2	785.0	1.0		8.0	794	785	2		4.0	791.0
VRO-5	339.3	1.0			340.3	330.0	5.0		5.0	340	345	3		5.0	353.0
VRO-6	75.3	2.0			77.3	119.0	6.0			125	130	4		3.0	137.0
Total	2,536.1	77.0	-	-	2,613.1	2,574.0	84.0	-	68.0	2,726	2,625	83	-	41.0	2,749.0

SEITA

Classification	30 June 2006 (Actual) (EFT)					30 June 2007 (Estimate) (EFT)					30 June 2008 (Estimate) (EFT)				
	On-going	Fixed term	Casual	Funded vacancy	Total	On-going	Fixed term	Casual	Funded vacancy	Total	On-going	Fixed term	Casual	Funded vacancy	Total
Exec Officers		8.0			8.0		8.0			8.0		8.0			8.0
STS		2.0		1.0	3.0	2.0			1.0	3.0	2.0				2.0
VPS-6		8.4			8.4	9.4				9.4	10.4				10.4
VPS-5		2.0		1.0	3.0	3.0				3.0	3.0				3.0
VPS-4		2.0			2.0	1.0			1.0	2.0	2.0				2.0
VPS-3		6.0			6.0	5.0			1.0	6.0	6.0				6.0
VPS-2		1.4			1.4	1.4		0.5		1.9	1.4		0.5		1.9
Total		29.8	-	2.0	31.8	21.8	8.0	0.5	3.0	33.3	24.8	8.0	0.5	-	33.3

4. Financial information

Question 4.1

Please provide information on revenue and expenditure for the controlled and administered operating statements, using the financial statement format in the 2007-08 Budget Paper No. 4.

Controlled Operating Statement

Operating statement	Column 1	Column 2	Column (2-1)/1
	2006-07 Estimated Actual (\$ million)	2007-08 Budget (\$ million)	Variation (%)
Income			
Output appropriations	3,692.7	4,017.4	8.8
Special appropriations	1.7	1.7	0.0
Sale of goods and services	182.8	166.4	(9.0)
Commonwealth Grants	0.0	4.4	..
Fines and Fees	66.0	67.6	2.4
Revenue from other parties and other income	289.8	275.2	(5.1)
Total	4,233.1	4,532.6	7.1
Expenses			
Employee benefits	292.4	292.3	0.0
Depreciation and amortisation	359.8	358.9	(0.3)
Resources provided free of charge or for nominal consideration	40.4	0	(100.0)
Grants and other payments	1,428.8	1,478.7	3.5
Capital asset charge	68.3	70.8	3.7
Supplies and services	1,907.9	1,926.6	1.0
Finance costs	7.0	6.5	(7.1)
Total	4,104.5	4,133.9	0.7
Net result for the reporting period	128.6	398.8	210.1

Administered Operating Statement

Operating statement	Column 1	Column 2	Column (2-1)/1
	2006-07 Estimated Actual (\$ million)	2007-08 Budget (\$ million)	Variation (%)
Administered Income			
Appropriation – payments made on behalf of the state	18.5	0.0	(100.0)
Sale of goods and services	0.7	0.7	0.0
Commonwealth grants	299.8	394.7	31.7
Taxes	1,343.0	1,373.2	2.2
Fines	14.8	15.1	2.0
Fees	69.8	52.1	(25.4)
Other	141.2	44.3	(68.6)
Total	1,887.8	1,880.2	(0.4)
Administered expenses			
Grants and other payments	18.5	0.0	(100.0)
Expenses on behalf of the State	(1.3)	6.1	569.2
Payments into the Consolidated Fund	1,978.3	2,063.6	4.3
Total	1,995.5	2,069.7	3.7
Income less expenses	(107.7)	(189.5)	(76.0)

Question 4.2

In 2007-08 are there any new revenue raising initiatives planned or major changes to existing revenue initiatives? If so, please provide details of these initiatives and anticipated revenue collections.

There are no new revenue initiatives planned for 2007-08.

Question 4.3

Please provide details of the financial position for controlled and administered items using the following format.

Controlled Statement of Financial Position

Balance sheet (a)	Column 1	Column 2	Column (2-1)/1
	2006-07 Estimated Actual (\$ million)	2007-08 Budget (\$ million)	Variation (%)
Assets			
Cash assets	387.9	254.2	(34.5)
Other financial assets	50.0	50.0	0.0
Receivables	446.2	474.7	6.4
Prepayments	4.2	4.2	0.0
Inventories	15.6	16.6	6.4
Property plant and equipment	19,540.1	20,163.2	3.2
Intangible Assets	(3.8)	(3.8)	0.0
Other	44.2	(3.1)	(107.0)
Total assets	20,484.8	20,956.3	2.3
Liabilities			
Payables	750.2	514.2	(31.5)
Interest bearing liabilities	8.5	8.5	0.0
Employee Provisions	86.0	84.9	(1.3)
Other	253.3	270.7	6.9
Total liabilities	1,098.0	878.3	(20.0)
Net assets	19,386.8	20,077.9	3.6
Equity			
Contributed capital	14,741.8	15,034.2	2.0
Reserves	4,967.8	4,967.8	0.0
Accumulated surplus/(deficit)	(322.9)	75.9	123.5
Total equity	19,386.8	20,077.9	3.6

Note: (a) Please provide balances at an aggregate level

Administered Statement of Financial Position

Balance sheet (a)	Column 1	Column 2	Column (2-1)/1
	2006-07 Estimated Actual (\$ million)	2007-08 Budget (\$ million)	Variation (%)
Assets			
Cash assets	13.7	13.7	0.0
Receivables	115.5	35.0	(69.7)
Total assets	129.2	48.8	(62.2)
Liabilities			
Payables	14.2	14.2	0.0
Other	86.4	195.6	126.4
Total liabilities	100.6	209.8	108.5
Net assets	28.6	(160.9)	(662.6)

Note: (a) Please provide balances at an aggregate level

5. Performance measures

Question 5.1

What changes have been made to departmental performance measures and major outputs/deliverables in this year's budget compared with 2006-07?

Refer Appendix A

Question 5.2

What changes, if any, have been made to key government objectives expected to be achieved by the major outputs?

Following the Victorian State Election of 2006, Machinery of Government changes have resulted in changes to the 2007/2008 output structure of the Department of Infrastructure.

Responsibility for Energy Policy Services, ICT Policy and Programs and eGovernment Infrastructure has moved to other government Departments.

The continuing focus of the department, however, as reflected in the major outputs, is to lead the strategic planning, integration, development and management of:

- Transport;
- Major Projects;
- Freight and Logistics; and
- Security of critical infrastructure to enhance Victoria's growth and liveability.

The Department is focused on delivering the Government's key priorities detailed in major policy statements including:

- *Meeting Our Transport Challenges: Connecting Victorian Communities;*
- *Linking Melbourne: Metropolitan Transport Plan;*
- *Melbourne 2030: Planning for Sustainable Growth;*
- *Victorian Ports Strategic Framework;*
- *arrive alive! 2002-2007: Victoria's Road Safety Strategy;*
- *Building One Victoria; and*
- *Moving Forward: Making Provincial Victoria the Best Place to Live, Work and Invest*

The Department's outputs will:

- Improve safety and security on the public transport and road network;
- Facilitate metropolitan growth and development of Transit Cities and Activity Centres
- Manage road and rail congestion;
- Improve regional access through investment in regional public transport and road infrastructure; and
- Encourage economic growth through the efficient movement of freight and commercial traffic, including links to ports.

New output measures have been included in relation to the Office of the Chief Investigator, Transport and Marine Safety Investigation to improve safety outcomes through the independent investigation of safety incidents.

6. Carry over funding

Question 6.1

What funding for 2006-07 does the department estimate that it will carry forward to 2007-08 and for what purposes will this funding be applied, either by outputs or additions to the net asset base?

For Output Purposes:	Amount
New Ticketing Solution	\$69.4m
Boating Safety Grants	\$5.5m
Melbourne Port@L	\$0.6m
SmartFreight	\$1.2m
Counter Terrorism Project	\$1.5m
Total	\$78.2m

For Capital Purposes:	Amount
New Ticketing Solution	\$81.9m
Dandenong Transit Cities	\$13.7m
Accessible Public Transport – DDA	\$8.4m
Corio Independent Goods Line	\$7.9m
North Melbourne Station Upgrade	\$5.0m
Lascelles Wharf	\$4.6m
Princes Pier	\$4.5m
Dandenong Growth Corridor	\$3.0m
Metropolitan Train Safety Communications System	\$2.9m
Metropolitan Train Control Reliability	\$2.2m
Other Minor Projects	\$11.2m
Total	\$145.3m

Question 6.2

What factors are expected to contribute to the carry over of funding?

Factors include:

- Changes to contract milestones
- Delays in receiving invoices from grant recipients
- Changes in project scheduling following stakeholder consultation
- Timing differences in the expected crystallisation of project risks

Capital:

Factors include:

- Changes in project scope
- Finalisation of planning permits
- Extended consultation processes
- Difficulties in obtaining third party agreements
- Timing differences in the expected crystallisation of project risks
- Changes in project scheduling following stakeholder consultation

7. Departmental savings

Question 7.1

Please advise of any particular areas where there will be a focus in 2007-08 on achieving cost savings or greater efficiencies in your department.

As part of the 2007-08 State Budget funding arrangements, DOI has been required to achieve operational efficiencies. The Efficient Government policy requires savings to be achieved through implementation of a number of efficiency measures:

- A 'Buying Smarter, Buying Less' purchasing framework which will apply to all purchases of operating supplies and consumables from 1 July 2007.
- Head Office savings including those delivered through Shared Services functions such as Corporate Services (Finance, HR) and ICT (Desktop, Applications, Infrastructure).
- Reduction in advertising and consultancies expenditure;
- Increased operational efficiencies via Best Practice Grant Administration; and
- Reduction in fleet management costs through better use of technology, centralised databases and facilities.

Question 7.2

Please quantify any savings that the department will be required to achieve in 2007-08.

The proposed new savings reflected in the 2007-08 Budget total \$7.8 million.

Question 7.3

How does the department anticipate it will achieve these savings?

The Department, including VicRoads and SEITA, will implement a number of strategies designed to achieve its savings requirements, including through the implementation of the ‘Buying Smarter, Buying Less’ purchasing framework; improved operational efficiencies through Shared Services functions and reducing reliance on consultants and contractors.

8. Departmental asset investment

Question 8.1

Please provide a list of the asset investment projects for which capital expenditure is budgeted to occur in 2007-08.

Asset investment projects for which capital expenditure greater than \$1 million is budgeted to occur in 2007-08:

DoI Asset Investment Program
Accessible Public Transport in Victoria - DDA Compliance for Train, Tram & Bus
Caulfield - Dandenong Rail Corridor - Stage One - Cranbourne Stabling and Station Upgrade
Clifton Hill to Westgarth Track Duplication
Coolaroo Station
Corio Independent Goods Line including North Geelong Track Modifications
Country Rail Network Maintenance - Passenger Initiative
Creating New Bus and Transport Connections
Dandenong Growth Corridor – Development Funding
Dynon Port Rail Link

Frankston Bypass Planning Study
Hallam Park and Ride
Linking the Suburbs - Craigieburn Rail Project
Metropolitan Park and Ride Facilities
Metropolitan Premium Stations Upgrades
Metropolitan Train Control Reliability Systems Upgrade (METROL)
Metropolitan Train Procurement
Metropolitan Train Safety Communications System
Mildura Rail Corridor - Freight Upgrade
New Ticketing Solution
North Melbourne Station Interchange Upgrade
Partnership Agreement Works
Princes Pier Restoration
Public Transport Projects - Station Upgrades (ConnectEast)
Public Transport Security Package
Railway Level Crossing Upgrade Program
Regional Rollingstock
SmartBus - Ringwood to Frankston
SmartBus - Wellington Road
SmartBus Green Orbital - Nunawading to Airport West
SmartBus Red Orbital - Box Hill to Altona
SmartFreight
Stations and Modal Interchanges Upgrade Program
Sunshine Rail Corridor - Third Track Development Funding
Vigilance Control and Event Recording System (VICERS) on Metro Trains

Whole of Government: Transit Cities - Ballarat Second Station
Whole of Government: Transit Cities - Revitalising Central Dandenong
Wodonga Rail Freight and Urban Redevelopment
VicRoads Capital Program
Albury/Wodonga Bypass - New Road/Bypass (Wodonga)
Anderson Street Duplication - Cobden Cres to Swansea Rd (Lilydale)
Barwon Heads Bridge Replacement (Barwon Heads)
Bass Highway Duplication (Stage 5) - Grantville to King Rd
Bass Highway Duplication (Stage 6) - King Rd to Woolmers Rd
Bendigo Inner Box Road Widening (Bendigo)
Berwick-Cranbourne Rd Duplication - Pound Rd to Thompsons Rd (Cranbourne North, Clyde North)
Boundary Rd - Improve Arterial Roads Operation - Derimut
Breakwater Rd Upgrade (Belmont, Geelong)
Calder Highway Sec 1 – New ITS Facilities and provision of third lane - Western Ring Rd to Melton Hwy (Keilor)
Calder Highway Sec 2 - Faraday to Ravenswood
Calder Highway Upgrade - Kyneton to Faraday
Cheltenham Road Widening - Springvale Rd to Chandler Rd (Keysborough)
Congestion Improvements Program
Cranbourne Frankston Rd – Carriageway Duplication – Centre Rd to Western Port Hwy
Cranbourne-Frankston Rd Duplication - Scott St to Hall Rd (Cranbourne)
Cranbourne-Frankston Rd Duplication - Warrandyte Rd to Centre Rd (Langwarrin)
Derrimut Road Duplication - Hogans Rd to Sayers Rd (Hoppers Crossing)
Duplication of Vineyard Road between Obeid Drive and Mitchells Lane in Sunbury
Frankston Intersections

Geelong Ring Road - Sections 1 to 4 (formerly Geelong Bypass)
Goulburn Valley Highway Upgrading
Grieve Parade – Improve Arterial Roads Operation – Altona North
Hume Highway - Donnybrook Road grade separation
Kelletts Road Duplication – Taylors Lane to Napoleon Road (Rowville)
Kings Road Duplication - Melton Hwy to Taylors Rd (Sydenham)
KooWeeRup-Longwarry – Bayles Bridge Rehabilitation (Bayles)
Local Transport Initiatives
Mickleham Rd Duplication - Barrymore Rd to Somerton Rd (Greenvale)
Midland Hwy Duplication (Hamlyn Heights, Geelong)
Monash Fwy - Noise Barriers Retrofitting (Mt Waverly)
Nepean Hwy Bridge Replacement - Mordialloc Creek (Kingston City)
New Passing lanes on the Glenelg Hwy between Scarsdale and Linton
New Young Driver Safety and Graduated licenses – Database upgrade
Pakenham Bypass
Palmers Road Construction - Dunnings Road to Princes Fwy (Truganina)
Plenty Rd Duplication - Bethany Crt to Gordons Road (South Morang)
Plenty Rd Duplication - Centenary Drv to North of Bethany Crt (Mill Park)
Plummer St Bypass (Port Melbourne)
Princes Highway East (Via Bruthen) - Buchan Road to Princes Hwy
Princes Highway/Henty Highway Improvements (Portland – Heywood)
Road Safety Infrastructure Programs 2 and 3
Signalisation of Lower Dandenong Road / Boundary Road
Somerton Road Duplication and Grade Separation (Somerton)
South Gippsland Highway - Loch to Bena - Road Realignment

South Road New Road Construction - Warrigal Rd to Old Dandenong Rd (Heatherton)
Taylor's Road Bypass
Thompsons Road Widening - Manningham Rd to Foote St (Templestowe)
Traffic Signals – Springvale Road, Donvale
Tullamarine - Calder Freeway Interchange
Tullamarine Fwy Sec 1 Road Construction (Airport West)
Upgrade for Thompsons Road - Duplication between Mornington Peninsula Fwy and
Upgrade for Thompsons Road - Duplication between South Gippsland Hwy and Narre
Upgrading Ferntree Gully Road - Widening between Jells Road and Stud Road in
Wellington Road Widening - Huntingdale Station to Stud Rd (Metro Various)
Western Highway: Deer Park Bypass and Leakes Rd Interchange Upgrade (Deer Park)
Western Port Hwy Duplication – Cranbourne Frankston Road to North Road
West-Gate Monash Freeways Improvement Project

9. **Communication, advertising and promotion**

Question 9.1

What is the communication, advertising and promotion budget for 2007-08? How does this compare with the actual expenditure incurred on communications, advertising and promotion in the previous two financial years (due to machinery of government changes relating to the structure of departments, please break down according to like agencies where possible)?

	2007-08 Budget	2006-07 Forecast	2005-06 Actual
DoI ⁽¹⁾	5.40	4.00	5.66
VicRoads ⁽²⁾	8.15 ⁽³⁾	1.99	2.48
SEITA	0.72	0.60	0.44

(1) DoI figures include the following costs for functions which have transferred to other government departments as a result of the recent Machinery of Government:

- MultiMedia Victoria	-	0.20	0.09
- Energy Policy Services	-	0.05	0.63

(2) VicRoads 2006-07 and 2005-06 figures exclude communications activities.

(3) Major safety and operational communications activities planned for 2007-08 include new graduated licensing system, Monash-CityLink-Westgate upgrade and other major road upgrades.

10. Budget development

Question 10.1

Please list the key assumptions (up to five) that have been used to develop the department's budget projections for 2007-08.

Key budget development assumptions:

- Government funding based on current policy settings and approved budget initiatives;
- Motor vehicle taxation estimates based on DTF modelling of demand for car purchases and registration;
- Commonwealth funding for road and rail infrastructure projects as per AusLink agreement;
- Continuation of public transport contract arrangements including partnership agreements; and
- Economic projections for CPI, population growth etc. based on DTF forecasts.

11. National Reform Agenda

Question 11.1

How is your department responding to the National Reform Agenda?

In February 2006, the Council of Australian Governments (COAG) committed to deliver a new National Reform Agenda embracing competition and regulatory reform, and investment in human capital.

Under the National Reform Agenda, COAG agreed to a range of tasks that involved participation by the Department of Infrastructure:

- The report on the national review of urban congestion was prepared by an interjurisdictional transport officials group and provided to the Competition and Regulation Working Group (CRWG, a COAG officials group which formed the steering committee for the review). The report was submitted in December 2006. DOI advised the Victorian representatives on the CRWG and participated on the interjurisdictional group that prepared the draft report for the CRWG's consideration. COAG released the report on 13 April 2007.
- COAG requires each jurisdiction to prepare a five yearly infrastructure report, and the first was due in January 2007. DOI coordinated the drafting of Victoria's report in consultation with the Departments of Sustainability and Environment, Premier and Cabinet, and Treasury and Finance. DOI submitted the draft report to Premier and Cabinet in December 2006 for forwarding to the Commonwealth as part of COAG coordination. COAG released each jurisdiction's report on 13 April 2007.
- COAG has also agreed that each State will review its ports regulation. In the case of Victoria it has been agreed that this review will focus on the Port of Melbourne and the relationship between port policy and strategic planning and the entry of new suppliers of services, such as stevedoring. The review is to be completed by the end of 2007. Terms of reference and arrangements for conduct of the review are currently under discussion between DOI and central agencies.
- On behalf of the Victorian Government, DOI developed the Victorian Government's submissions to the Productivity Commission Inquiry into Road and Rail Infrastructure Pricing and has provided assistance in the development of the COAG response to the Inquiry which was released on 13 April 2007.
- On 1 August 2006, Victoria introduced its new Rail Safety Legislative Regime. The Victorian regime is consistent with the National Model Legislation which is a component of the work schedule for harmonising and reforming road and rail regulations.

Question 11.2

What are the implications for departmental services?

The staffing resources that DOI is committing to work on the COAG program are being drawn from existing staff numbers. The work being undertaken is not affecting DOI's capacity to deliver its services.

Question 11.3

What state funding has been allocated in 2007-08 for initiatives under the National Reform Agenda?

DOI will be able to make its contribution to the National Reform Agenda principally through the work being undertaken by DOI staff on relevant projects and issues. Victoria may be required to provide some funding to studies on a needs basis.

12. Australian equivalents to the International Financial Reporting Standards

Question 12.1

Please outline the impact (both by individual program impact and in dollar terms) that the application of the Australian equivalents to the International Financial Reporting Standards has had on the preparation of the department's budget for 2007-08.

International Financial Reporting Standards (IFRS) were introduced for the 2005-06 Budget. There are no additional impacts in the Department's budget for 2007-08.

Question 12.2

What features of the Australian equivalents to the International Financial Reporting Standards have had the greatest impact on the preparation of the Estimated Financial Statements of the department for 2007-08?

International Financial Reporting Standards (IFRS) were introduced for the 2005-06 Budget. There are no additional impacts in the Department's budget for 2007-08.

Question 5. Performance Measures

Discontinued performance measures

The following table is an extract from the 2007-08 Budget Paper No.3, Appendix C – Discontinued Outputs and/or Measures.

In addition to the discontinued performance measures outlined below, the ICT Policy, Programs and Infrastructure output and the Energy Policy Services output have transferred to other government departments following the Machinery of Government announced in December 2006.

Major Outputs/Deliverables Performance Measures	Unit of Measure	2006-07 Expected Outcome	2006-07 Target	2005-06 Actual
Vehicle and Driver Regulation				
<i>Timeliness</i>				
Preliminary investigation of serious taxi service complaints completed within 10 working days ^(a)	per cent	94	94	92
Integrated Transport Policy and Planning				
<i>Quantity</i>				
University campuses recruited for TravelSmart first year enrolment ^(b)	number	4	3	nm
<i>Quality</i>				
Transport infrastructure project feasibility studies delivered in accordance with agreed scope and standards ^(c)	per cent	100	100	nm
<i>Timeliness</i>				
Transport Plan: progress report released ^(c)	date	na	qtr 4	nm
Transport model development: metropolitan area freight movement model implemented ^(d)	date	qtr 2	qtr 2	nm
Central Melbourne area transport model developed and implemented ^(d)	date	qtr 2	qtr 2	nm
North Eastern Integrated Transport Study – final strategy complete ^(d)	date	qtr 4	qtr 2	nm
Transport infrastructure project feasibility studies completed within agreed timeframes ^(d)	per cent	100	100	nm
Public Transport Infrastructure Development				
<i>Quantity</i>				
Regional Fast Rail construction projects – contract completion: Latrobe ^(d)	per cent	100	100	93
Southern Cross Station redevelopment project (Partnerships Victoria) – design and construction contracts progressed ^(d)	per cent	100	100	100
<i>Timeliness</i>				
Regional Fast Rail – introduction of revised timetables incorporating Regional Fast Rail services:				
• Ballarat ^(d)	date	qtr 1	qtr 1	nm
• Bendigo ^(d)	date	qtr 1	qtr 1	nm

2007-08 Budget Estimates questionnaire

Major Outputs/Deliverables Performance Measures	Unit of Measure	2006-07 Expected Outcome	2006-07 Target	2005-06 Actual
• Latrobe ^(d)	date	qtr 2	qtr 2	nm
• Geelong ^(d)	date	qtr 1	qtr 1	nm
Craigieburn Rail Project:				
• All track work complete ^(d)	date	qtr 3	qtr 3	nm
Southern Cross Station Project:				
• Final handover to Civic Nexus Consortium ^(d)	date	qtr 1	qtr 1	nm
Development of new integrated public transport ticketing solution:				
• commence installation of New Ticketing System (NTS) equipment (devices) ^(e)	date	qtr 3	qtr 3	nm
• NTS pilot implementation complete ^(e)	date	qtr 4	qtr 4	nm
Metropolitan Train Communications System: tender specifications complete ^(d)	date	qtr 4	qtr 4	nm
North Melbourne Station Upgrade:				
• request for tender for construction ^(d)	date	qtr 1	qtr 1	nm
• award construction contract ^(d)	date	qtr 2	qtr 2	nm
• construction commences ^(d)	date	qtr 3	qtr 3	nm

Freight, Logistics, Ports and Marine Development

Quality

Geelong Port Rail Access: project construction progressed within agreed scope ^(d)	per cent	100	100	nm
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Timeliness

Channel Deepening:				
• SEES completed and exhibited ^(d)	date	qtr 3	qtr 3	nm
Dynon Port Rail Link:				
• complete pre tender design and documentation ^(d)	date	qtr 2	qtr 1	Jan 2006
• contracts let for construction of Footscray Road grade separation ^(d)	date	qtr 4	qtr 2	nm
• construction commenced ^(d)	date	qtr 4	qtr 3	nm

Public Construction and Land Development

Timeliness

Hazardous Waste Siting:				
• statutory approval given for long-term containment facility ^(f)	date	na	qtr 1	na
• commence process for appointment of an operator for long-term containment facility ^(f)	date	na	qtr 2	na

Notes:

- This measure is replaced with one which is more robust in measuring the timeliness of resolving taxi complaints.
- Tertiary education campuses are now incorporated into a measure covering schools, workplaces and other organisations.
- The transport plan has been superseded by Meeting Our Transport Challenges.
- Measure that was completed in 2006-07.
- NTS pilot implementation is underway and is scheduled for completion in qtr 4 – pilot implementation constitutes all planning and preparation works necessary to undertake the NTS pilot.
- With the release of the EES statement (9 January 2007) the Government's decision was to discontinue with the project, therefore no approval was given for a long-term containment facility. Appointment of an operator was not made due to the project being discontinued after release of the EES statement.

Appendix A

New performance measures

The following table is an extract from the 2007-08 Budget Paper No.3, Chapter 3 – Departmental Output Statements.

Public Safety and Security

Major outputs/Deliverables Performance Measures	Unit of Measure	2007-08 Target	2006-07 Expected Outcome	2006-07 Target	2005-06 Actual
Vehicle and Driver Regulation^(l)					
<i>Quality</i>					
Customer satisfaction index: taxi services ^{(x) (y)}	score	>64.4	nm	nm	nm
<i>Timeliness</i>					
Taxi services complaints investigated and closed within 30 days of receipt ^(x)	per cent	>60	nm	nm	nm
Marine Safety and Regulation					
<i>Quantity</i>					
All accredited training providers audited ^(ac)	per cent	100	nm	nm	nm
Transport and Marine Safety Investigations^(ad)					
<i>Quantity</i>					
Proportion of notified accidents with passenger fatalities and serious passenger injuries investigated ^(ag)	per cent	90 ^(ah)	nm	nm	nm
Proportion of accident/incidents involving identified multiple safety system failures investigated ^(ai)	per cent	90 ^(ah)	nm	nm	nm
<i>Timeliness</i>					
Accidents/incidents assessed within 2 days of notification to determine need for detailed investigation	per cent	100	nm	nm	nm
Investigation of accidents/incidents completed within agreed timeframes ^(aj)	per cent	80	nm	nm	nm

Notes:

- (l) General references in this output to 'driver licences', 'vehicle registration' and 'other driver and licensing procedures' relate to all non-commercial passenger vehicles and drivers. Performance measures relating to commercial passenger vehicles and drivers are worded accordingly and cover areas such as taxis, hire cars and tow truck operations.
- (x) The new taxi service complaints investigated and closed with 30 days measure is a more robust measure than the previous measure relating to timeliness of handling taxi service complaints and, combined with the customer satisfaction index measure for taxi services, provides an improved analysis of overall taxi service performance and complaints handling processes.
- (y) The Director of Public Transport commissions monthly surveys of both users and non users of public transport to measure satisfaction with services.

- (ac) New measure relating to audits performed on accredited training provider.
- (ad) There are 158 designated waterways in Victoria.
- (ag) A serious injury means an injury that requires, or would normally require, admission to hospital.
- (ah) Some investigations of accidents that occur in Victoria fall within the jurisdiction of the Federal Australian Transport Safety Bureau. The Chief Investigator, Transport and Marine Safety Investigations would not normally conduct an investigation of accidents investigated by that Federal agency.
- (ai) Safety systems are a combination of policies, processes and procedures used by organisations to guard against unwanted safety outcomes during operations.
- (aj) Investigations are categorised as Level One for those involving large scale losses of life and/or equipment and Level Two for lesser events. Level One investigations will be completed in 52 weeks, and Level Two events in 26 weeks from the time of notification.

Infrastructure Planning, Delivery and Management

Major outputs/Deliverables Performance Measures	Unit of Measure	2007-08 Target	2006-07 Expected Outcome	2006-07 Target	2005-06 Actual
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Integrated Transport Policy and Planning

<i>Quantity</i>					
Local Area Access Program grant funding committed within agreed timelines ^(e)	per cent	100	nm	nm	nm
Local Area Access Program evaluation framework developed ^(e)	per cent	100	nm	nm	nm
Completion of Auslink corridor strategies involving Victoria ^(f)	number	8	nm	nm	nm
<i>Quality</i>					
Local Area Access Program assessments, monitoring reports and payments undertaken according to grant agreements ^(e)	per cent	100	nm	nm	nm
<i>Timeliness</i>					
Local Area Access Program activities completed within agreed timelines ^(e)	per cent	100	nm	nm	nm
Policy advice including COAG National Reform Agenda provided to agreed timelines ⁽ⁱ⁾	per cent	100	nm	nm	nm
East-West Link Needs Assessment Final Report to Government ^(j)	date	qtr 3	nm	nm	nm

Public Transport Infrastructure Development

<i>Quantity</i>					
Track duplication – Clifton Hill to Westgarth: main works packages ^(m)	per cent	30	nm	nm	nm
<i>Timeliness</i>					
Track duplication – Clifton Hill to Westgarth ^(m) :					
• main works contract awarded	date	qtr 2	nm	nm	nm
• signalling contract awarded	date	qtr 3	nm	nm	nm
Development of new integrated public transport ticketing solution ^(p) :					
• Commence customer education program	date	qtr 1	nm	nm	nm
• Commence metropolitan installation	date	qtr 2	nm	nm	nm

2007-08 Budget Estimates questionnaire

Major outputs/Deliverables Performance Measures	Unit of Measure	2007-08 Target	2006-07 Expected Outcome	2006-07 Target	2005-06 Actual
Metropolitan Train Communications System replacement ^(q) :					
• request for tender issued	date	qtr 1	nm	nm	nm
• tender awarded	date	qtr 3	nm	nm	nm
North Melbourne Station Interchange Upgrade:					
• commence works on concourse	date	qtr 2	nm	nm	nm
Vigilance Control and Event Recording System (VICERS) ^(t) :					
• complete wiring on Comeng fleet for installation of VICERS units	date	qtr 1	nm	nm	nm
• complete VICERS unit installation on Comeng fleet	date	qtr 2	nm	nm	nm
• Commence installation on Siemens/Xtrapolis fleet	date	qtr 2	nm	nm	nm
SmartBus: Red Orbital - Box Hill to Altona ^(u)					
• Construction works commence on road priority treatments	date	qtr 2	nm	nm	nm
• Construction works commence on bus stop upgrade works	date	qtr 4	nm	nm	nm

Traffic and Transport Management

<i>Quantity</i>					
Number of cycling projects delivered ^(ai)	number	20	nm	nm	nm
Length of cycling paths and lanes completed ^(ai)	km	18.35	nm	nm	nm
Number of pedestrian projects delivered ^(ai)	number	15	nm	nm	nm

Freight, Logistics, Ports and Marine Development

<i>Timeliness</i>					
Channel Deepening: project approval ^(ao)	date	qtr 2	nm	nm	nm
Dynon Port Rail Link ^(ap) :					
• complete Customs Access Road	date	qtr 4	nm	nm	nm
• complete Appleton Dock Road	date	qtr 4	nm	nm	nm
Mildura Rail Corridor Freight Upgrade project ^(aq)					
• Sleeper contract commenced	date	qtr 1	nm	nm	nm
• Construction commenced	date	qtr 2	nm	nm	nm

Public Construction and Land Development^(ar)

<i>Timeliness</i>					
Princes Pier: commencement of deck demolition ^(aw)	date	qtr 2	nm	nm	nm

2007-08 Budget Estimates questionnaire

Major outputs/Deliverables Performance Measures	Unit of Measure	2007-08 Target	2006-07 Expected Outcome	2006-07 Target	2005-06 Actual
Parkville Gardens: completion of retrofit works ^(ax)	date	qtr 1	nm	nm	nm

Notes:

- (e) *New measures for the Local Area Access Demonstration Program. This program will fund local councils to develop and implement small scale "demonstration projects" that improve access to activity centres, community services, jobs and other attractions within local areas and support the use of sustainable transport alternatives.*
- (f) *New measure. Auslink is a cooperative transport planning and funding initiative with joint Federal, State and Territory responsibility for the delivery of projects. Its core components include a defined National Network of important road and rail infrastructure links and their intermodal connections and a National Land Transport Plan which integrates planning and investment on the national network. There are eight Auslink projects in Victoria, which are: Melbourne - Adelaide; Melbourne - Brisbane; Melbourne - Geelong; Melbourne - Mildura; Melbourne - Sale; Melbourne - Sydney; Adelaide - Sydney (includes parts of Northern Victoria); and Melbourne Urban.*
- (i) *New measure. DOI provides policy advice to the COAG on: Victoria's first Infrastructure Report to COAG; National Review of Urban Congestion; Review of Ports Regulation; Road and Rail Pricing; and the importance of Australia's cities and their transport systems.*
- (j) *New measure. The East-West Link Needs Assessment (Eddington Study) was announced by the Government in May 2006 as part of Meeting Our Transport Challenges. The study formally commenced in early 2007.*
- (m) *New measures introduced to track commencement and progress of the project on approval of funding in 2007-08.*
- (p) *New measures reflect the next phases of the new integrated public transport ticketing solution project.*
- (q) *This project involves replacing the train radio system across the electrified rail network. New measures reflect next phases of project.*
- (t) *New measures introduced to track progress of the project for which \$22m was allocated in 2006-07.*
- (u) *New measures introduced to track progress of the project scheduled to commence in 2007-08.*
- (ai) *New measures to reflect the additional cycling paths and lanes to be introduced as part of the Walking and Cycling Infrastructure Program.*
- (ao) *New measure reflects the next phase of the Channel Deepening project after completion of the SEES (Supplementary Environment Effects Statement). This is subject to the findings of the Independent Review Panel's Inquiry into the SEES, the Minister for Planning's assessment and appropriate State and Commonwealth environmental approvals.*
- (ap) *New measures reflect the next phases of the Dynon Port Rail Link project.*
- (aq) *New measures introduced to track progress of the project.*
- (ar) *Projects named in this output are those for which funding is received directly by the Department. The Department also manages the delivery of major projects that are funded through other departments and agencies.*
- (aw) *New measure for the restoration and partial refurbishment of the pier in accordance with the Victorian Heritage Legislation*
- (ax) *New measure for re-fitting Commonwealth Games housing for public sale, and social housing for handing over to the Housing Association.*

Contact details

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Ten copies of the completed questionnaire (and an electronic version) must be returned by **5.00 pm Tuesday 1 May 2007**.

Please return the response to the questionnaire to:

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