#### DETAILED RESPONSE TO REZONING REVIEW ASSESSMENT CRITERIA ESTABLISHED UNDER THE CURRENTLY APPLICABLE STRATEGIC PLANNING FRAMEWORK Derriwong Road and Old Northern Road, Dural (6/2024/PLP)

# 1. THE SITE

The site has a total area of approximately 12.88 hectares and comprises five (5) individual land parcels known as 614, 618 and 626 Old Northern Road and 21 and 27 Derriwong Road, Dural.

The site is located to the north of Round Corner Town Centre and is bound by Old Northern Road to the east and Derriwong Road to the south and west. The subject land surrounds Dural Public School. Old Northern Road forms the boundary between The Hills Shire Council and Hornsby Shire Council Local Government Areas.

The site falls to the west and south-west towards O'Hara Creek and currently comprises rural residential development, including a dam. The site is predominantly cleared of substantial vegetation though some patches of vegetation remain. Desktop analysis suggests parts of the site were used for agricultural purposes as recently as 2014, whilst other parts of the site have been used for small businesses and home businesses. There are a number of surrounding land uses including large rural properties, agricultural land uses, Dural Public School, Redfield College and various commercial uses. The site and its surrounding locality are identified in the figure below.



Figure 1 Subject site and aerial view of surrounding locality

# 2. HISTORY / PREVIOUS PLANNING PROPOSALS

May 2016A previous planning proposal was lodged with Council incorporating the subject<br/>site and additional land further south opposite the Dural Service Centre.

- **December 2016** Council resolved to hold the planning proposal in abeyance until the wider Dural Investigation Area planning was completed to enable a more cohesive development and infrastructure outcome and provide a clear boundary to urban development.
- **February 2017** A Rezoning Review was lodged with the Department of Planning and Environment. The Sydney West Central Planning Panel determined that the planning proposal should not proceed to Gateway Determination.
- **March 2019** The Phase 1 Urban Capacity and Capability Assessment for the Dural locality was completed. The Assessment concluded that while some land is environmentally capable of accommodating development, there is insufficient infrastructure capacity to facilitate development uplift in the Dural locality at this time.

Council resolved to receive the outcomes of this Assessment, discontinue further investigations with respect to rural rezoning in the locality and further lobby the State Government with respect to regional road upgrades and reclassification along Annangrove Road, Old Northern Road and New Line Road to address existing road capacity problems. Council also resolved to consider the merits of any future planning proposal, where it can be demonstrated that required local and regional infrastructure upgrades can be delivered at no cost to Council.

- **June 2019** The Local Planning Panel considered the planning proposal and advised that the application should not proceed to Gateway Determination.
- July 2019 Council considered the planning proposal and resolved to forward the application to the Department for Gateway Assessment to determine State Government agency views on the merits of the planning proposal.
- April 2020 DPE issued a Gateway Determination that the planning proposal should not proceed.
- **September 2020** The Proponent initiated a Gateway Determination Review and DPE referred the matter to the Independent Planning Commission (IPC) for advice on whether the Gateway Determination should be altered. The IPC advised that the planning proposal should not proceed to Gateway Determination.
- **November 2020** DPE advised Council that it had not yet determined whether to alter the Gateway Determination in light of the IPC's advice. DPE invited Council to submit a revised planning proposal if Council was satisfied that it could address the concerns raised by the IPC and DPE's Gateway Determination.
- **February 2021** Council resolved to submit a revised planning proposal to DPE for Gateway Assessment, commence negotiations with the Proponent to prepare a draft VPA to secure local infrastructure contributions and consider a further report on the draft VPA and a draft DCP prior to any public exhibition of the planning proposal. The revised planning proposal related only to the "Northern Site" (surrounding Dural Public School), which is generally the same area as the current proposal at this time.
- July 2021 A Gateway Determination was issued by DPE authorising the planning proposal to proceed, subject to a number of conditions including public agency consultation prior to public exhibition. The planning proposal could not proceed to public exhibition unless a letter of support was provided by TfNSW.

Agency consultation was undertaken with RFS, TfNSW and SINSW. TfNSW objected to the proposal and advised that it would not accept the land or reserve other land for a regional bypass corridor at this time. As such, Council was unable

to meet the condition of the Gateway Determination to obtain a letter of support from TfNSW.

- August 2021 Consultation continued to occur between Council Officers, DPE (including the Planning Delivery Unit), TfNSW, SINSW and the Proponent. Council Officers sought advice from DPE on the next steps for the proposal in the absence of being able to satisfy the Gateway conditions that would enable the proposal's progression to public exhibition.
- April 2022 A Gateway Alteration was issued by DPE that deleted all conditions of the Gateway Determination and stated that the planning proposal should *not* proceed.

Reasons for this decision included the proposal's inability to comply with Gateway conditions in light of TfNSW's consistent submissions, the substantial amount of work that was still required to comply with other Gateway Conditions and the inability to meet the 9 month finalisation timeframe.

The Gateway Alteration letter from DPE advised that Council and the Proponent may wish to consider a new planning proposal but flagged a number of implications with a future proposal. These included the provision of a local road corridor, the removal of a regional road bypass, no future references to 'land-banking' a local road corridor, and consideration of design, alignment, land dedication and revised traffic and transport analysis in consultation with TfNSW with respect to a local road corridor.

The letter also noted that the regional bypass corridor was the core element of the proposal's strategic merit, and that as a result, any future planning proposal would need to meet the strategic merit test in the absence of the regional bypass road, noting TfNSW's objection to this element of the proposal previously.

- **September 2022** A new planning proposal was lodged with Council (2/2023/PLP). This was generally similar to the original proposal (23/2016/PLP), with the following changes:
  - The site was expanded to include one additional property at 614 Old Northern Road;
  - Average lot sizes were adjusted to include a greater number of 600m<sup>2</sup> lots and 1,000m<sup>2</sup> lots. Previously proposed 700m<sup>2</sup> lots were removed;
  - The proposal sought to achieve 110 lots compared to the previously proposed 101 lots;
  - The proposed public park changed to a more central location within the site adjoining Derriwong Road and Dural Public School; and

The alignment and location of the proposed bypass corridor was changed to run north along the western boundary of the site and then east along the northern boundary of Dural Public School.

- **December 2022** The Local Planning Panel considered the planning proposal (2/2023/PLP) and advised that the proposal had not yet satisfied the strategic merit test, but should proceed to Gateway Determination in order to resolve the following issues with State Government agencies that would enable the proposal to demonstrate strategic merit:
  - The road corridor can be delivered in the proposed location and can function as a bypass with an intersection at Old Northern Road;
  - The road to be dedicated is a regional corridor width; and
  - The issues raised by SINSW can be addressed without compromising the function of the future bypass road.
- **February 2023** Council considered the planning proposal (2/2023/PLP) and resolved that it should not proceed to Gateway Determination on the basis of the proposal's technical

inconsistencies with the Region Plan, District Plan and LSPS having regard to the treatment of land within the Metropolitan Rural Area.

The decision reflected that despite the site-specific merit demonstrated by the proposal, the Region Plan does not identify any urban development on this land and the consideration of site-specific merit is only a relevant factor once a proposal has first satisfied the strategic merit test.

The decision also reflected that despite the contribution of this proposal, the ultimate provision of a regional bypass corridor is contingent on a number of factors that are becoming increasingly uncertain or unlikely, therefore presenting a speculative risk or financial burden to Council.

- April 2023 Rezoning Review application lodged by Proponent with the Department of Planning and Environment.
- June 2023 The Sydney Central City Planning Panel advised Council Officers that Department Staff had directed the Panel to be more flexible when considering applications where the potential for housing creation exists, in response to the Government's priorities to deliver more housing.
- July 2023 The Sydney Central City Planning Panel considered the Rezoning Review request and determined that the planning proposal (2/2023/PLP) should not proceed to Gateway Determination because it has not demonstrated strategic merit.
- August 2023 Council received correspondence from the Minister for Planning regarding the housing crisis and prioritisation of housing supply in the assessment of rezoning applications. An updated Local Environmental Plan Making Guideline was subsequently released by the Department of Planning.
- **February 2024** Pre-lodgement meeting held with Proponent. Council officers noted during the meeting that the new application seeks essentially the same outcomes as the previously lodged planning proposal (2/2023/PLP) and as such, the findings from the previous assessment of the proposal are expected to remain consistent.
- March 2024 New subject planning proposal (6/2024/PLP) lodged with Council. The proposal is essentially the same as the previously lodged application in September 2022 (2/2023/PLP).

# 3. DESCRIPTION OF PLANNING PROPOSAL

The subject planning proposal was lodged on 15 March 2024. It seeks to achieve generally the same outcomes as the previous proposal considered by Council and the Sydney Central City Planning Panel in February 2023 and July 2023 respectively. The proposal seeks to rezone the land from RU6 Transition to R2 Low Density Residential and SP2 Infrastructure (Local Road). It would also make associated amendments to maximum building height and minimum lot size controls to facilitate a low density subdivision comprising approximately 110 lots.

A comparison between the existing and proposed controls under LEP 2019 is provided in Table 1 and Figures 2-4 below.

Planning Control	Existing	Proposed
Land Zone	RU6 Transition SP2 Infrastructure (Classified Road)	R2 Low Density Residential SP2 Infrastructure (Local Road) SP2 Infrastructure (Classified Road) (retained)
Height of Building	10m	9m
Floor Space Ratio	N/A	No change
Minimum Lot Size	2 hectares	600m <sup>2</sup> , 1,000m <sup>2</sup> and 2,000m <sup>2</sup>

Local Provision	N/A
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Limit yield to a maximum of 110 residential lots





Figure 2 Existing (left) and Proposed (right) Land Zone Map



Figure 3 Existing (left) and Proposed (right) Height of Building Map



Existing (left) and Proposed (right) Minimum Lot Size Map

The proposed concept plan prepared by the Proponent is provided in the following figure, illustrating the indicative subdivision layout, proposed lot sizes and internal road network including a potential new bypass corridor through the site.



Figure 5 Proposed Concept Plan

The planning proposal is accompanied by a draft site-specific Development Control Plan (DCP) and draft Voluntary Planning Agreement (VPA) letter of offer.

The draft DCP comprises development controls relating to subdivision requirements, site planning, residential density, visual character, road network, vehicular access, public open space and landscaping, bushfire management, stormwater management, utilities requirements and dwelling design.

The draft VPA letter of offer proposes infrastructure contributions comprising the following:

- Embellishment and dedication of 4,000m<sup>2</sup> of land for the purpose of a new local park;
- Embellishment and dedication of 141m<sup>2</sup> of land for the purpose of a pedestrian link;
- Works and land dedication associated with a portion of a future Round Corner bypass road (approx. 13,223m<sup>2</sup> forming a 32m road reservation and 21.5m wide collector road);
- Embellishment and dedication of two stormwater detention basins;
- Active open space monetary contribution of \$363,305.80; and
- Community facilities monetary contribution of \$101,242.90.

The Proponent has valued the above land, works and monetary items at \$19,032,389, which would equate to \$173,000 per lot. These items are proposed to be in addition to the already applicable Section 7.12 Contributions Plan, which levies development at a rate of 1% of the cost of development.

It is noted that as part of these local infrastructure works and the broader master plan concept, the Proponent has identified the following benefits to State Government infrastructure:

- The provision of the local collector road which includes a drop off and pick up facility adjacent to Dural Public School and widened verges to accommodate future expansion;
- Provision of sewer infrastructure up to the boundary of Dural Public School and undergrounding of overhead powerlines across the School site;
- Potential for the School to utilise the public park and benefit from improved connectivity and access to the School via the park;
- The ability to install and upgrade pedestrian pathways to the School site's frontage and northern edge to mitigate potential impacts on existing pedestrian entrances; and
- Provision of a new intersection at Old Northern Road to support improved traffic distribution within the locality in north south movements and more broadly around the school.

# 4. STRATEGIC MERIT ASSESSMENT

a) Does the proposal give effect to the relevant regional plan outside of the Greater Sydney Region, the relevant district plan within the Greater Sydney Region, and/or corridor/precinct plans released for public comment or a place strategic for a strategic precinct including any draft place strategy;

# Greater Sydney Region Plan and Central City District Plan

The following objectives of the Greater Sydney Region Plan and Planning Priorities of the Central City District Plan are relevant to the subject proposal:

- Objective 2 Infrastructure aligns with forecast growth
- Objective 10 Greater housing supply
- Objective 11 Housing is more diverse and affordable
- Objective 28 Scenic and cultural landscapes are protected
- Objective 29 Environmental, social and economic values in rural areas are protected and enhanced
- Planning Priority C1 Planning for a city supported by infrastructure
- Planning Priority C5 Providing housing supply, choice and affordability, with access to jobs, services and public transport
- Planning Priority C15 Protecting and enhancing bushland, biodiversity and scenic and cultural landscapes
- Planning Priority C18 Better managing rural areas

Objective 2 – Infrastructure Aligns with forecast growth and Planning Priority C1 – Planning for a city supported by infrastructure

The planning proposal does not demonstrate strategic merit as there is no commitment to a bypass corridor in this location and the proposed densification would therefore not align infrastructure with future growth. Council previously resolved that if increased densities were to be permitted in this location, the infrastructure necessary to support the growth would need to be provided at no cost to government. Given that the regional bypass is not proposed to be funded by State Government and this proposal, in isolation, is unable to deliver the entire length of the corridor, there will be a cost to Council to upgrade the proposed local road to a bypass road in the future. Council has not indicated any intent to allocate funds to further studies, designs, land acquisition of capital works for a bypass corridor road and TfNSW has expressed the view that it does not have any plans for such a regional bypass corridor.

Further to the above, even if the significant funding issues were overcome, the ability for a bypass road to be constructed to a standard that allows for sufficient speeds consistent with a bypass corridor status remains uncertain, given the "dog-leg" layout of the proposed alignment and the comments from Schools Infrastructure NSW that have requested lower vehicle speeds and traffic calming treatments to ensure safety adjacent to Dural Public School. Further, the signalised intersection treatment works required to connect the bypass road to Old Northern Road do not form part of the Proponent's public benefit offer and would be an additional cost that is unaccounted for as part of the provision of either the local or regional bypass road.

# Objective 10 – Greater housing supply, Objective 11 – Housing is more diverse and affordable, Planning Priority C5 – Providing housing supply, choice and affordability, with access to jobs, services and public transport

These objectives and planning priorities seek to increase housing supply in the right locations. While the planning proposal would seek to increase housing supply, it is in a location that is not identified within the State Government's or Council's strategic policies. Council's Local Strategic Planning Statement identifies potential for an additional 38,000 dwellings by 2036, primarily within areas already planned for future growth and densification, being the North West Metro Corridor or Growth Centres Precincts of Box Hill and North Kellyville.

The nomination of these areas with sufficient housing supply to 2036 and beyond has allowed Council to accommodate all future growth within its existing urban areas without need for expansion onto rural land. While Council's approach to rural land management is discussed in the next section, it is noted that The Hills Shire Council is the only Metropolitan Council that met and exceed its 5-year housing target from 2016 to 2021, and has enough zoned capacity to meet its next 5-year housing target to 2029 nearly twice-over, on land that is already rezoned, in well-located areas with planned infrastructure to support the growth.

With respect to diversity of housing supply, the Proponent submits that the planning proposal offers a point of difference with large lot lower density development. It should be noted however, that while a greater proportion of dwellings within The Hills will be apartments (30%), detached homes will continue to be the predominant built form (57%) within The Hills in 2036. It is therefore considered that there are broader opportunities, in areas already identified and zoned for urban development, for the provision of housing diversity in this respect.

Objective 28 – Scenic and cultural landscapes are protected, Objective 29 – Environmental, social and economic values in rural areas are protected and enhanced, Planning Priority C15 – Protecting and enhancing bushland, biodiversity and scenic and cultural landscapes, Planning Priority C18 – Better managing rural areas

These objectives and planning priorities state that rural residential development is not consistent with the values of the Metropolitan Rural Area, particularly as the strategic policy settings identify sufficient land to deliver housing needs within the current boundary of the urban area. While future Region and District plans *may* identify additional need for housing to accommodate growth, this need is not identified at this stage and there is a clear policy position which discourages any densification within the Metropolitan Rural Area.

It is noted that the review of the Region and District Plans was earmarked to occur in 2023. In considering the previous planning proposal as part of a Proponent-initiated Gateway Determination Review, the Independent Planning Commission (IPC) recommended that the subject site be considered

for inclusion for urban development as part of the next review of the District Plan, given the site-specific merit demonstrated. However, the planning framework requires the current Plans to be implemented in the assessment of any application until such time as a review is completed and adopted. Section 3.5 of the EP&A Act deliberately contemplates a scenario where the scheduled review of the Region and District Plans does not occur and explicitly states that the Plans, in their adopted form, continue to have validity and determinative weight in that instance. As such, the IPC ultimately concluded that the previous planning proposal (which sought essentially the same development outcome on this site) did not demonstrate strategic merit and should not proceed to Gateway Determination. In its determination of the subject planning proposal in July 2024, the elected Council also recognised the need to enact the Region and District Plan, in their current and in force form, rather than speculating around the potential outcomes and policy positions that may or may not come out of a future review.

The Region and District Plan state that rural residential development is generally not supported as it is not an economic value of the Metropolitan Rural Area. Limited growth may be considered where there are no adverse impacts on the amenity of the local area and where the development provides incentives to maintain and enhance environmental, social and economic values of the land. This could include the creation of protected biodiversity corridors, buffers to support investment in rural industries and protection of scenic landscapes.

The planning proposal does not seek to maintain the values of the Metropolitan Rural Area through any of the above incentives. Further, the proposal would potentially impact on the potential for surrounding rural land to undertake agricultural land uses that are already permitted in the zone. It should be noted that land on the eastern side of Old Northern Road falls within Hornsby Shire Local Government Area and is zoned RU2 Rural Landscape. The objectives of this zone seek to maintain the rural landscape character of the land and provide for extensive agricultural uses, including provision of farm produce directly to the public and sustainable primary industry production.

This is a more intensive rural zone than the site's zoning of RU6 Transition. The objectives of the RU6 Transition zone are to provide a buffer between rural and other land uses of varying intensities and to minimise the conflict between land uses within this zone and land uses within adjoining zones. Importantly, this zone is not "urban land in waiting" and is not envisaged to transition to more intense development, but rather, provide a physical transition and buffer to permissible agricultural uses. The strategic importance of the RU6 Transition zone achieving The Hills' priority to protect and manage the rural urban interface was noted in the elected Council's determination of the proposal.

The proposal to rezone the site to R2 Low Density Residential and facilitate residential subdivision would potentially compromise the ability to achieve the intended outcomes for the site and surrounding rural land. Further, there would be concern that rezoning the subject land would create precedent and additional pressure to rezone surrounding land and further exacerbate land use conflicts and impacts on the rural landscape.

It is noted that the Council Officer Assessment Report to Council recommended that the planning proposal should proceed to Gateway Determination to allow for further exploration of the opportunity for Council to work towards one of its local strategic transport planning objectives. The Council officer's report set out the tension between the opportunity offered by the Proposal to further Council's local strategic objective of securing a regional bypass corridor generally in this location and the other policy positions and objectives of the strategic planning framework, particularly as they relate to protecting and managing rural lands and discouraging any densification of development in the Metropolitan Rural Area.

However, the decision of the elected Council was that the planning proposal should not proceed to Gateway Determination. This decision of the elected Council reflects the conclusion that the proposal does not satisfy the strategic merit test. While the Council Officer's report presented a pathway for Council to continue to work towards its local strategic vision for a regional bypass corridor, the elected Council's decision not to proceed ultimately places greater weight on the appropriate management and protection of the environmental, social and economic values in the Shire's rural areas. It also acknowledges the current views of TfNSW and that despite the contribution of this proposal, the ultimate provision of a regional bypass corridor is contingent on a number of factors that are becoming increasingly uncertain or unlikely.

The Report was clear that it remained open to the elected Council whether to continue to pursue State Government commitment to a regional bypass corridor and accept the financial risks associated with the road remaining as a local bypass road in the event that State Government did not accept the road. Ultimately, this risk was not considered acceptable by the elected Council, particularly so given the resulting development outcome would be inconsistent with the adopted approach to managing rural land. The need for a bypass however remains set out in Council's long term strategic documents which remain current.

#### **Dural Urban Capacity and Capability Assessment**

In March 2019, the Phase 1 Urban Capacity and Capability Assessment for the Dural locality was completed. This Assessment was undertaken in response to pressure to rezone land on a number of sites within the Dural locality. The Assessment undertook a holistic approach to the development potential and management of land in the broader Dural area, rather than on an ad hoc basis in response to landowner-initiated site specific planning proposals.

The Dural Urban Capacity and Capability Assessment concluded that while some land is environmentally capable of accommodating development, there is insufficient infrastructure capacity to facilitate development uplift in the Dural locality at this time. Council resolved to receive the outcomes of this Assessment, discontinue further investigations with respect to rural rezoning in the locality and further lobby the State Government with respect to regional road upgrades and reclassification along Annangrove Road, Old Northern Road and New Line Road to address existing road capacity problems. Council also resolved to consider the merits of any future planning proposal, where it can be demonstrated that required local and regional infrastructure upgrades can be delivered at no cost to Council.

It is evident that infrastructure provision is a significant impediment to development in the Dural locality. The previous planning proposal sought to resolve these issues with the State Government through the Gateway Determination and public authority consultation process. DPE's Gateway Determination Assessment Report with respect to the previous proposal for the site noted that the proposed regional bypass road was the core element of the proposal's strategic merit, and without this element, DPE would still need to be satisfied that the proposal met the strategic merit test.

Ultimately, the planning proposal was unable to demonstrate sufficient progress towards resolving infrastructure issues with TfNSW and Schools Infrastructure NSW. While the Council Officer report on the subject planning proposal sought to initiate this same process again to continue these discussions, the elected Council's decision was made cognisant of the Government's position on these matters which had been clearly articulated to date, being that there was no commitment from State Government to the provision of a regional bypass corridor and no timeline for when this position might change.

# **Section 9.1 Ministerial Directions**

The following Section 9.1 Directions are relevant to the subject planning proposal:

Direction 3.2 Heritage Conservation

The site does not comprise any heritage items, however is in the vicinity of a number of locally listed items. These are discussed in detail within the Council Officer Report. The Proponent has submitted a Heritage Impact Statement in support of the proposal. Broadly, it is considered that the proposal will not diminish the values or the views of the surrounding heritage items as there is appropriate separation between the items and the subject site. The Officer Report flagged that should the planning proposal proceed, further discussions may be required with Heritage NSW as part of the intersection and road works at Old Northern Road, given that the road is an archaeological item.

Direction 5.1 Integrating Land Use and Transport

The planning proposal does not seek to integrate land use and transport and does not achieve the planning objectives of this Direction, being to improve access to housing by walking, cycling and public transport, increasing the choice of available transport and reducing dependence on cars, and reducing travel demand including the number of trips generated by development and the distances travelled by car.

The planning proposal would result in car dependent movements as the site is located within the Metropolitan Rural Area where access to public transport services and other active transport infrastructure is limited. Capacity along regional roads is already constrained and anticipated to worsen as planned growth occurs in the North West Growth Centre. As discussed above, road infrastructure is a critical impediment to development in the area. While the subject site would not substantially worsen, nor is it responsible for, the existing local and regional traffic levels, the proposal would facilitate increased car dependence and does not seek to co-locate increased density with public transport infrastructure.

It is acknowledged that the proposal did seek to offer a portion of a future regional bypass corridor through the site, which would contribute towards Council's longer term vision for a solution to regional traffic movements through Dural Round Corner and the locality. While this overall vision may have a positive impact on traffic congestion in the locality, the Proponent is unable to deliver the entire road corridor in isolation and TfNSW has indicated that it has no plans for such a corridor to be delivered.

#### Direction 9.1 Rural Zones

The objective of this Direction is to protect the agricultural production value of rural land. Under this direction, a planning proposal must not rezone land from a rural zone to a residential zone and must not contain provisions that will increase the permissible density of land within a rural zone.

The planning proposal is inconsistent with this Direction as it seeks to rezone rural land to a residential zone and contains provisions to increase the permissible density of the land by way of reducing the minimum lot size. The proposal may be inconsistent with the Direction if justified by a study prepared in support of the planning proposal which gives consideration to the objectives of this Direction.

The site was used as a peach orchard which ceased operation in mid-2014. The Proponent purchased the site in late 2016/early 2017. The Proponent has submitted an Economic Impact Assessment which comprises an Agriculture Suitability Assessment, involving land capability analysis, economic viability analysis and suitability of surrounding land uses. The Proponent seeks to justify inconsistency with this Direction on the basis that the land has no agricultural production value that warrants protection.

The Proponent submits that parts of the site are substantially sloped, which makes it unviable for some primary production purposes, such that it could be regularly cultivated. The Proponent's Class category analysis concluded that the land would only be able to accommodate some rural land uses such as fruit orchards, cattle grazing and horse agistment. A Class 4 category means that the land is not capable of being regularly cultivated but suitable for grazing with occasional cultivation.

It is considered that the intent of the site is not to facilitate intensive primary production operations, given that the site is not zoned RU1 Primary Production or RU2 Rural Landscape. The RU6 Transition Zone provides for lower impact agricultural uses such as those listed above in the Proponent's land capability assessment. The land being capable of grazing with occasional cultivation does not indicate that there is no agricultural capability associated with the land.

The Proponent has submitted that the size of the land is not conductive to feasible enterprise operations, and therefore has no economic capability for agricultural purposes. However, this is questioned given that the majority of the site was utilised for agricultural purposes as recently as mid-2014, following which the Proponent subsequently purchased the land.

The Proponent's analysis of the suitability of surrounding land uses provides recommended buffer distances for primary industries and relevant areas. The analysis concludes that these buffer distances preclude the subject site from undertaking agricultural production on the land given its proximity to residential areas to the south and the school immediately adjacent to the site. However, this analysis does not consider the site's proximity to surrounding agricultural uses and the objectives of the NSW Right to Farm Policy. This is discussed further in the next section.

Direction 9.2 Rural Lands

The objectives of this Direction are to:

(a) protect the agricultural production value of rural land,

(b) facilitate the orderly and economic use and development of rural lands for rural and related purposes, (c) assist in the proper management, development and protection of rural lands to promote the social, economic and environmental welfare of the State,

(d) minimise the potential for land fragmentation and land use conflict in rural areas, particularly between residential and other rural land uses,

(e) encourage sustainable land use practices and ensure the ongoing viability of agriculture on rural land,

(f) support the delivery of the actions outlined in the NSW Right to Farm Policy.

The northern part of the site immediately adjoins an agricultural business on the opposite side of Old Northern Road, within Hornsby Shire Local Government area. The southern part of the site is within 200-300 metres of a number of sites that are currently utilising rural land for agricultural purposes. This is illustrated in the figure below.



Figure 6 Proximity of agricultural production in relation to the subject site

The key objective of the NSW Right to Farm Policy reflects the desire by farmers to undertake lawful agricultural practices without conflict or interference arising from complaints from neighbours and other land users. Agricultural production is being undertaken on the sites identified in the figure above in accordance with the current planning permissibility controls. The subject planning proposal seeks to amend the land zone to introduce more dense residential development in close proximity to these operations and would therefore potentially threaten these landowners' right to farm on their land by exacerbating the potential for future land use conflicts and neighbour complaints.

With respect to the Proponent's submission that the site does not comprise sufficient agricultural value, it should be noted that not every parcel of land zoned for rural purposes within The Hills Shire is currently in production. However, this does not mean that a site's agricultural potential is lost, or that the land does not play a strategically important role in buffering surrounding agricultural land uses by minimising land use conflicts. It is therefore insufficient grounds to seek to rezone the land for urban residential development, particularly when the introduction of residential development on the subject land could impact on the ability for surrounding agricultural businesses to continue to operate.

b) <u>Does the proposal demonstrate consistency with the relevant LSPS or strategy that has been</u> endorsed by the Department or required as part of a regional or district plan; Local Strategic Planning Statement (Assured by GCC), Housing Strategy (Endorsed by DPE) and Rural Strategy (supporting strategy of the LSPS)

Planning Priority 4 – Retain and manage the Shire's rural productive capacity

The site is located within one of two distinctly identified agricultural clusters within The Hills Shire, being the cluster that extends from Dural to north of Glenorie. This planning priority states that productive rural uses must be protected from land use conflict arising from incompatible uses. This Priority will be implemented primarily through focusing residential development in the urban area and by implementing an Urban Growth Boundary. This boundary follows the extent of the existing rural urban interface, and the subject site is located within the Metropolitan Rural Area, above the identified growth boundary. The proposal is therefore inconsistent with this Planning Priority.

#### Planning Priority 5 – Encourage support activities and tourism in rural areas

This priority seeks to value the contribution that rural industries make to Greater Sydney's economy and protect productive agricultural land from development pressures, particularly along the rural-urban fringe. The LSPS states that Council will discourage planning proposals which seek to rezone viable agricultural land for residential purposes. The planning proposal material seeks to demonstrate that there is no agricultural viability on the subject site, however it is noted that the site was used for orcharding purposes as recent as mid-2014. Further, irrespective of the uses on the site, the site performs a strategically important role of providing a buffer to minimise land use conflicts with surrounding sites that are currently in production for agricultural purposes. The proposal to permit more dense residential development on the subject site, as surrounding rural land could also be affected by the introduction of residential development nearby.

 Planning Priority 7 – Plan for new housing in the right locations and Planning Priority 8 – Plan for a diversity of housing

The intent of these planning priorities is to increase housing supply in the right locations that are well supported by infrastructure and other services to increase public transport patronage. They also seek to facilitate diverse outcomes that respond to a range of budget and lifestyle needs that match the demographic of the Shire. The key locations identified for housing provision include the Sydney Metro Station Precincts and the Growth Centres Precincts of North Kellyville and Box Hill. The LSPS states that Council will limit residential growth to within the existing and planned residential zoned areas below the Urban Growth Boundary.

The subject planning proposal seeks to facilitate housing in a location that is not identified for future residential growth, but rather, an area specifically identified for protection from increased density. The Shire's forecast dwelling mix still envisages the predominant built form to be low density detached dwellings, despite the increased proportion of apartments to be provided.

The Proponent submits that the planning proposal is consistent with the intent to facilitate limited expansion of rural villages within the Metropolitan Rural Area and that the planning proposal presents a logical extension of the Dural Town Centre. However, while proximate to Dural village, the proposed land is not connected to the Town Centre and as such would not be a logical extension of the town centre. The development outcome is not contiguous and would result in pockets of rural land located between the site and the Round Corner Town Centre. There is concern that the rezoning of this site could be a further catalyst for other rural land to be rezoned in this locality.

While the Proponent has submitted justification in response to the key criteria for considering the expansion of rural villages, it is important to note that the limited expansion of rural villages is earmarked as an action for Council to complete holistically, rather than for a Proponent to seek on an ad hoc site specific basis. As part of previous planning proposals applicable to this site, TfNSW advised that it would be necessary for Council, not the Proponent, to undertake a holistic land use and transport assessment for the wider Dural area. Council's progression with Phase 1 of the Dural Urban Capacity and Capability Assessment reviewed a large study area in the locality (including the subject site) and resolved not to progress with Phase 2 investigations. This was largely on the basis that the infrastructure

upgrades required to support growth would necessitate the granting of substantial development uplift to fund these upgrades, of a scale that is incompatible with the character and values of the rural area.

# Planning Priority 14 – Plan for a safe and efficient regional road network

This planning priority seeks to upgrade and maintain existing road infrastructure and facilitate key road connections identified in Future Transport 2056. The planning priority acknowledges that traffic congestion is a source of frustration for many residents and that while there are improvements to public transport to alleviate these concerns in the short term, levels of service on arterial and regional roads is still required to ensure the road network can support growth in the long term.

A key connection flagged to achieve this objective is amending the status of Annangrove Road from sub-arterial to arterial in conjunction with a bypass of Kenthurst Road to connect with New Line Road. This would ease congestion around Dural and Round Corner, facilitating a key east-west traffic movement corridor from the North West Growth Centre to other parts of Greater Sydney. The LSPS states that Council will advocate for regional road projects that will benefit the Shire and Greater Sydney, and work with the NSW Government to revise the status of Annangrove Road to an arterial road.

As part of the previous planning proposal applications for this site, Council sought to facilitate its strategic objective of securing a regional bypass corridor to ease congestion around Dural and Round Corner. Detailed consultation with Transport for NSW and Schools Infrastructure NSW occurred as part of the Gateway Determination process. The Council report comprises further commentary and summarises the outcomes of this consultation.

Transport for NSW advised that it has no current plans, proposals or investigations into a regional bypass corridor in this location. They advised that they are therefore unable to provide commitment to funding or investigating the required upgrades. TfNSW encouraged the Proponent and Council to consider the appropriateness of a local road in this location, alternative to a regional road that would be owned and managed by the State Government. SINSW have requested traffic calming treatments and lower speeds to ensure safety adjacent to Dural Public School, which is not conducive to a high speed bypass road that seeks to prioritise vehicular movements.

While a detailed account of these discussions with Government agencies is provided within the Council report, in determining the current proposal, the elected Council did not choose to progress the planning proposal to Gateway Determination to continue these discussions with State Government agencies.

Planning Priority 16 – Manage and protect the rural/urban interface

This planning priority acknowledges that despite sufficient capacity for residential growth in urban areas of the Shire, there is pressure on land at the rural-urban fringe to be developed for residential uses. This pressure impacts on the availability of viable land for rural activities and also threatens the character of the Shire's rural areas. This planning priority states that Council will implement an Urban Growth Boundary that largely follows the current boundary of the RU6 Transition zone. It also states that Council will not support planning proposals or development applications seeking to intensify urban land uses above the Urban Growth Boundary line. Council's decision not the progress the planning proposal to Gateway Determination is consistent with the implementation of this planning priority.

- c) <u>Does the proposal respond to a change in circumstances that has not been recognised by the existing planning framework. Factors that lead to responding to a change in circumstances may include, but not exclusively relate to:</u>
  - <u>Key infrastructure investment or opportunity to plan for future infrastructure unanticipated</u>
     <u>by the existing strategic planning framework</u>
  - <u>Response to key Government priorities Premier's Priorities, climate change, or a shift in</u> government policy (e.g. NSW Government's Net Zero Plan)
  - <u>Changes to population and demographic trends and associated needs such as housing or</u> jobs.

No, there has been no such change in circumstances not recognised in the current planning framework relating to the Metropolitan Rural Area or since the Sydney Central City Planning Panel last considered

this same proposal in July 2023 and determined that it did not have sufficient merit to proceed. While the Government has made announcements and policy decisions with respect to addressing the housing crisis, Council's proven history of strategically planning for growth means that it is already in a strong position to meet and exceed its required housing targets to 2029 under the currently available zoned capacity in the Shire, in areas that are well-located and able to be serviced by infrastructure, subject to the rate of completions by the market.

With respect to current government priorities, it is clear that the Government is committed to addressing the housing crisis by focusing on *"well-located homes close to transport, jobs and existing infrastructure"* (Government media release dated 7 December 2023). The Government's suite of policy reforms are all focused on Transport Oriented Development Program and Low and Mid Rise housing, with the stated priority of increasing housing supply in centres and well located areas and the continued roll-out of development capacity in pre-planned greenfield release areas such as Box Hill, North Kellyville and Gables.

The subject site is not located within a station precinct or within the walkable catchment of high frequency public transport or any agglomeration of local services. It is not in an area, or along a corridor, that has existing underutilised traffic and transport capacity. Rather, the proposal would represent an isolated urban footprint in a rural area that would likely exacerbate existing regional traffic and transport issues that are already being experienced in this locality.

While the proposal would result in a marginal increase in housing, it clearly does not align with the current Government's stated priority of delivering more *"well-located homes close to transport, jobs and existing infrastructure"*.

There has been no reference to, or justification for, further rezoning of land in the Metropolitan Rural Area in any Government policy reforms or announcements to date, indicating that this form of rezoning is not the Government's intended solution to the housing supply crisis.

The Hills Shire Council has been given a housing target of approximately 23,000 dwellings to be delivered by 2029. Under the current zoned capacity of The Hills Shire, there is capacity for around 44,000 new dwellings available, all of which are in more appropriate, accessible and serviceable locations in comparison to the planning proposal, aligning with the government's priority of more well-located housing. Council is continuing to work on coordinated planning to rezone capacity for a further 12,000 dwellings in areas strategically identified by Council but not yet rezoned.

Of the 44,000 dwellings available under the current zoned capacity, approximately 17,500 dwellings have already been approved but are not yet completed by the market. That is, Council has already approved 76% of its 5-year housing target and it is increasingly apparent in areas such as The Hills that the housing supply crisis is more closely linked to completions, not zoned capacity or approvals.

Council has responded and continues to respond to the Government's priority of addressing the housing crisis by facilitating more homes in well-located, serviceable areas and in accordance with Government policy and good planning principles. Council's 5-year housing target could be achieved nearly twice-over, on land that is already rezoned, in well-located areas with planned infrastructure to support the growth. In contrast, the subject site has not been rezoned, is not already serviced by existing infrastructure, is in an area where all layers of strategic planning policy specifically discourage rezoning and is not in an area where any Government announcement or reforms to date have sought to facilitate or encourage additional housing supply.

The proposal does not present a key infrastructure investment or opportunity to plan for future infrastructure given that TfNSW has been consistent in its advice that there are no current plans, proposal or investigations for a regional bypass or the upgrading of Old Northern Road and New Line Road.

The site, in isolation, is able to address the utilities servicing requirements for 110 lots through augmentation works to the network. The potable water reservoirs and sewage pumping stations do not have sufficient spare capacity to accommodate development in the area. Development in the area would require installation of trunk water and sewer networks, including new water reservoir/s, sewer pump stations and potentially a new treatment plant or upgrades to an existing plant.

In 2019, the Council-commissioned Dural Urban Capacity and Capability Assessment was completed. The need for this study arose, in part, due to a number of ad-hoc landowner-initiated planning proposals submitted to Council in the absence of any holistic or coordinated approach to planning for the area. The study investigates the potential for more intensive development to occur in the Dural locality. The study concluded that while there is land capable of accommodating urban development (i.e. relatively free of any environmental constraints), there are infrastructure capacity issues in the locality that if unresolved, would prevent any such development from occurring in an orderly and feasible manner.

The study included detailed traffic analysis of the existing road network in the Dural locality. It concluded that road capacity and traffic issues are already being experienced in Dural, with further delays to be expected as planned development occurs within the North West Growth Centre, unless upgrade works are undertaken to cater for increased demand. The planning proposal would facilitate development in addition to this planned growth and as such, the additional traffic would likely exacerbate (albeit to a very small extent) the existing traffic issues, in the absence of any firm commitment from Government for the funding of the required road upgrades. The proposal in isolation would contribute a minimal extent, however the precedent set by rezoning rural land in this locality within the MRA could see other landowners justify their proposals on similar grounds and the incremental unchecked traffic impacts would continue to worsen.

The completion of any major road upgrades in Dural will come at a significant cost to Government as a consequence of high property values, difficult topography and other environmental constraints. In 2018, Transport for NSW estimated that the upgrading of Old Northern Road and New Line Road alone would exceed \$300 million (approximately \$360 million indexed to 2024). This upgrade could not feasibly be delivered in association with the former South Dural planning proposal for 3,000 dwellings and is not considered feasible in association with the subject proposal for 110 lots. The Australian and NSW Governments have invested \$20 million to investigate improvements on New Line Road, however the last update regarding this project was the release of a consultation report in December 2022. This report indicated that the investigations into upgrading New Line Road end at the intersection with Old Northern Road (approximately 1.3km south of the subject site) which would not assist in the traffic congestion and delays being experienced through the Dural/Round Corner town centre.

There has been extensive consultation undertaken with TfNSW as part of all iterations of this planning proposal. TfNSW advised that it has no current plans, proposals or investigations for a regional bypass road to avoid congestion and delays through the Dural/Round Corner town centre, by connecting Annangrove Road to Old Northern Road. Therefore, there is no suitable funding or commitment to the delivery of a regional bypass road and increases to the capacity on the regional road network.

In August 2023, the NSW Productivity Commission released a paper entitled 'Building more homes where infrastructure costs less: Comparing the marginal costs of servicing growth in different areas of Sydney'. The report identifies a need to 'do density better' and for the NSW Government to consider the costs associated with the provision of new housing. The Commission's report states that building more homes where infrastructure costs less will ensure that taxpayers' infrastructure dollars are being utilised more efficiently and the Government will have more money to maintain and improve government services.

Importantly, the report found that growth costs associated with new housing are substantially lower in inner-ring suburbs. The Hills Shire LGA was specifically referenced within the report as one of the highest-cost areas, up to \$75,000 per dwelling higher than for inner-city areas. The report found that these higher infrastructure costs were mostly reflected in higher traffic congestion and water and wastewater costs but were also reflected in the costs of expanding school capacity in some areas.

The report reflects DPHI's rhetoric of building more homes in well-located places and fundamentally underpins the policy approach to addressing the housing crisis through the Low and Mid Rise Reforms and the Transit Oriented Development Precincts. The provision of new housing within the Metropolitan Rural Area would create a higher cost to Government through the funding of the necessary associated infrastructure and divert existing resources from delivering infrastructure in well located areas.

#### 5. SITE SPECIFIC MERIT ASSESSMENT

#### a) the natural environment (including known significant environmental values, resources or hazards)

The site is relatively free of environmental constraints and the known constraints that are present are able to be addressed through more detailed design. Proximity to heritage items is discussed within the Council Officer Report.

The site is largely cleared of existing vegetation, though there are some remaining patches. The Proponent's material indicates the presence of Northern Foothills Blackbutt Grassy Forest and Sydney Turpentine ironbark Forest (STIF), which are endangered and critically endangered ecological communities respectively under the Biodiversity Conservation Act 2016.

The Proponent's material indicates that attempts will be made at the development application stage to retain areas mapped as STIF, which is predominantly along the site's frontage to Derriwong Road. It is acknowledged that the use of increased lot sizes in key locations and vegetated buffer setbacks could potentially assist in retaining critically endangered vegetation in these instances.

#### b) the built environment, social and economic conditions

The planning proposal does not comprise any proposed built form as it seeks to facilitate a subdivision outcome. Nonetheless, the subdivision outcome would enable low density residential development on lot sizes ranging from 600m<sup>2</sup> to some 1,000m<sup>2</sup> and 2,000m<sup>2</sup> lots. If the planning proposal were to proceed to Gateway Determination, the subdivision outcome may need to be revised as there are a number of lots fronting the proposed bypass road and rely on driveway access from the new road. The provision of driveway access at regular intervals of 600m<sup>2</sup> would not be conducive to the need for the road to function as a bypass that facilitates higher speeds and volumes of traffic movements.

The economic conditions of the subject land with respect to its agricultural viability were discussed earlier in this response.

While the proposal would deliver some benefits to the nearby Dural Public School, the Council determined that these benefits do not balance out the major strategic issues and traffic implications associated with the proposal's progression.

#### c) the existing uses, approved uses and likely future uses of land in the vicinity of the proposal

The existing, approved and likely future uses of land within the vicinity of the subject land have been addressed in great detail throughout the strategic merit assessment of the proposal. It is evident that the proposal's potential to create land use conflicts is a key consideration in the assessment of the planning proposal.

In summary, the following surrounding land use considerations are relevant:

- The site's location adjacent to the Dural Public School and the ability for the proposed road to function as a bypass that accommodates higher speeds and increased traffic volumes whilst also maintaining safe access, egress and pedestrian movements at the School;
- The site's proximity between the Dural Village and the Round Corner Town Centre, which does
  not represent a logical extension of these villages as it is separated from these centres and
  could potentially set a precedent for further rezoning of rural land between these centres and
  the subject site.
- The site's location within the Metropolitan Rural Area represents a spot rezoning that has the ability to impact on the values and scenic landscapes of the rural area, particularly along the Old Northern Road ridgeline and its associated district views.
- The site's proximity to rural land that is currently lawfully being utilised for agricultural production purposes in accordance with the land use permissibility controls. The provision of residential development on the subject land would exacerbate and introduce new land use conflicts for these agricultural operators.

d) <u>the services and infrastructure that are or will be available to meet the demands arising from the</u> <u>proposal and any proposed financial arrangements for infrastructure provision.</u>

As part of the Urban Capacity and Capability Assessment, preliminary infrastructure capacity investigations were undertaken with respect to drinking water, wastewater, gas and electricity supply within the broader Dural locality and instances where augmentation is required. The following conclusions were made:

- Gas Services: Jemena's policy is to extend gas mains to all developments wherever possible, depending upon economic viability;
- Electrical Infrastructure: Endeavour Energy has no long term plans to increase capacity as the Dural locality has not been identified by the State Government as a growth area. The Dural Load Area has existing capacity to supply small developments of 175 to 230 small/medium sized lots before requiring network upgrades; and
- Potable and Waste Water: the potable water reservoirs and sewage pumping stations in the study area do not have sufficient spare capacity to accommodate development in the study area. Development in the area would require installation of trunk water and sewer networks, including new water reservoir/s, sewer pump stations and potentially a new treatment plant or upgrades to an existing plant.

The Proponent has submitted a Preliminary Infrastructure Review in support of the planning proposal to ascertain the extent utilities servicing available to the site and the potential need to upgrade, extend or alter services to accommodate the additional growth proposed.

The Proponent has demonstrated that the site can be serviced with the required utilities infrastructure through a combination of existing capacity or extension and augmentation of such facilities. The viability of doing so is a commercial matter for the Proponent to consider should the matter progress. Without adequate provision of sewer, power and water, the development would fail in its current form. This is discussed further within the Council Officer Report.

It is noted that traffic infrastructure and the matters arising from the proposed bypass road have been addressed earlier in this response as well as within the Council Officer Report. With respect to impacts on the local road network, the Proponent's Traffic Impact Assessment concludes that the planning proposal would generate 105 - 109 vehicle trips in the AM and PM peak periods respectively. The Proponent's assessment concludes that the additional trips generated by the proposal will have negligible impact on existing local traffic conditions. However, there are fundamental strategic implications of considering the proposal's local and regional traffic impact merely in isolation from any surrounding cumulative uplift in the area that could arise from the precedent set by this rezoning. This is especially the case if the bespoke Strategic Merit Test that DPHI has suggested should be applied to this proposal (letter dated 4 October 2024) was used more broadly for other proposals.

The Traffic Impact Assessment also does not account for drivers conducting illegal right turns into the indented bus bay at Jaffa Road to access the Round Corner Town Centre. This matter would need to be addressed further if the planning proposal was to progress to Gateway Determination.

Further detailed discussion of the proposal's traffic and transport impacts is also provided within the Council Officer Report.

The Proponent has submitted a draft voluntary planning agreement offer to Council to address local infrastructure demand. The following table provides a summary of the items proposed and a Council Officer comment.

Item	Council Officer Comment
1. Embellishment and dedication to	Public benefit.
Council of 4,000m <sup>2</sup> of land for use as	
a local park.	

2. Embellishment and dedication to Council of 141m <sup>2</sup> of land for use as a pedestrian link (north east corner of the site).	The pedestrian pathway does not link to a broader pedestrian network and is considered to be of minimal public benefit. Crossing Old Northern Road at this location is not permeable for pedestrians and the proposed through site link appears to be provided in isolation from broader pedestrian movements in the locality.
3. Dedication of a maximum of 13,223m <sup>2</sup> of land forming a 32 metre road reservation through the site for the future Round Corner Bypass.	Potential public benefit. The road reservation has the potential to accommodate a regional bypass road however, as detailed above, the achievement of this bypass corridor would ultimately be contingent on a number of other factors external to this proposal. These factors have been tested as part of previous planning proposal applications for this site and are becoming increasingly uncertain and unlikely.
4. Construction of a 21.5m wide collector road within the road reservation, including two roundabouts, kiss and drop lane adjacent to Dural Public School and widened verges to accommodate future expansion.	Potential public benefit. The widened verges have the potential to accommodate a regional bypass road, however the offer does not secure works or funding for any future upgrade of the road that would be necessary, beyond the 21.5m wide local collector road.
	It is also unclear whether Council or the Proponent would be responsible for funding the construction of intersection upgrade works where the local collector road connected to Old Northern Road (any intersection at this location would be subject to TfNSW approval). The planning proposal material references the provision of a signalised intersection at the junction of Old Northern Road, however it is not an item proposed within the VPA.
	The local road in isolation from its potential regional status is not required to improve the existing local road network and would primarily service the Proponent's development.
	There are however benefits to the Dural Public School and as such, this would represent a public benefit to regional infrastructure.
5. Embellishment and dedication to Council of two stormwater detention basins	The stormwater infrastructure is required to service the proposed development and does not provide a broader public benefit to the community.
6. Monetary contribution to Council of \$363,305.80 towards active open space	Public benefit.
7. Monetary contribution to Council of \$101,242.90 towards community facilities	Public benefit.
8. Section 7.12 monetary contribution to Council (estimated at a <i>minimum</i> of \$550,000)	Neutral. This Plan is already applicable to the subject site however does not plan or cater for the extent of uplift proposed through this proposal.

The location of the proposed items is shown in the figure below.



Figure 7 Location of items proposed to be dedicated to Council

It is noted from the above analysis that there are a number of uncertainties with respect to the items offered, or in some cases it could create potential additional costs to Council. The elected Council resolved that the planning proposal (and as such, the associated VPA offer) should not proceed to Gateway Determination and as part of this decision it was ultimately determined that Council would not accept or pursue the local road in this location as it offered little benefit without the ability for it to be upgraded and dedicated to Government as part of a broader regional bypass corridor.

# 6. CONCLUSION

Council resolved not to progress the planning proposal to Gateway Determination, given the proposed outcome is inconsistent with the Region Plan, District Plan and Council's LSPS, with respect to the treatment of land within the Metropolitan Rural Area. While the proposal did offer the opportunity for Council to continue to pursue its local strategic objective of securing key regional road upgrades and connections in the locality, Council ultimately resolved not to progress with the proposal or accept the public benefit offer at this time, for the reasons set out within this response and the Council Officer report.

Despite the site-specific merit demonstrated by the proposal and the advice of the IPC with respect to the previous proposal, the consideration of site-specific merit is only a relevant factor once a proposal has first satisfied the strategic merit test, based on assessment against the current and in force strategic planning policies for State and Local Government. This proposal has not satisfied the Strategic Merit Test, nor does it align with current Government priorities of providing more well-located homes in areas serviced by existing infrastructure.