

Explanatory Note

Minister for Planning (ABN 38 755 709 681)

and

Huntlee Pty Limited (ACN 143 744 745) (in its capacity as bare trustee of the Relevant Partnership)

Draft Second Deed of Variation to Planning Agreement

Introduction

The purpose of this explanatory note is to provide a plain English summary to support the notification of the Second Deed of Variation to Planning Agreement (the **Variation Deed**) prepared under Subdivision 2 of Division 7.1 of Part 7 of the *Environmental Planning and Assessment Act 1979* (the **Act**).

This explanatory note has been prepared jointly by the parties as required by clause 25E of the *Environmental Planning and Assessment Regulation 2000* (the **Regulation**).

This explanatory note is not to be used to assist in construing the Variation Deed.

Capitalised terms which are not defined in this explanatory note have the meanings given to them in the Planning Agreement as varied by the Variation Deed, unless the context indicates otherwise.

Parties to the Variation Deed

The parties to the Variation Deed are:

Minister for Planning (ABN 38 755 709 681) (the **Minister**); and

Huntlee Pty Limited (ACN 143 744 745) (in its capacity as bare trustee of the Relevant Partnership)
(the **Developer**).

Description of the Subject Land

The Variation Deed applies to the same land to which the Planning Agreement, as amended by the Deed of Variation to Planning Agreement dated 2 January 2018, relates (**Subject Land**).

Description of the Project Approval and MOD 6 and MOD 8

On 24 April 2013, the Planning Assessment Commission, as delegate of the Minister, approved the Stage 1 Project Approval Application (**Project Approval**). The Project Approval permitted, subject to conditions, the subdivision of the Subject Land for 1,473 residential allotments, 14 super lots and 1 allotment for a primary school and associated infrastructure including landscaping, bulk earthworks, public open space, recreation areas, roads, drainage and utility services.

On 4 September 2013, the Developer entered into the Planning Agreement with the Minister, for the provision of contributions towards designated State infrastructure, as provided by condition E6 of the Project Approval.

On 16 May 2017, approval was granted to MOD 6, which extended the timeframe for delivery of the Wine Country Drive upgrade to 4 through lanes, intersection upgrade at Hunter Expressway and Newcastle Link Road to a 2 lane roundabout and other intersection upgrade at Wine Country Drive and Main Street.

On 4 May 2018, approval was granted to MOD 8, which further extends the timeframe for delivery of the intersection upgrade at Hunter Expressway and Newcastle Link Road and changes the location and configuration of the Education Contribution Land.

Condition (f) of MOD 8 amended condition E6 of the Project Approval to require an amendment to the Planning Agreement to take account of the changes to the timing of the Wine Country Road/HEX Link Road intersection delivery and the Education Contribution Land.

The Minister and Developer have agreed to amend the Planning Agreement to reflect MOD 6 and as required by MOD 8.

Summary of Objectives, Nature and Effect of the Variation Deed

The objective of the Planning Agreement as varied by the Variation Deed is to facilitate the delivery of the Developer's various contributions towards the provision of designated State infrastructure.

The Planning Agreement as varied by the Variation Deed provides that the Developer will make the following Development Contributions:

- a Regional Road Contribution, at a rate of \$105,340 per Net Developable Hectare (subject to indexation in accordance with the Planning Agreement) for the purpose of regional transport infrastructure and services;
- Road Improvement Works to be undertaken in accordance with a Road Works Agreement; and
- Education Contribution Land for the intended use as a primary school.

The objective of the Variation Deed is to amend the Planning Agreement to reflect MOD 6 and MOD 8. The Variation Deed has the effect of extending the timeframe for delivery of parts of the Road Improvement Works and changing the location and configuration of the Education Contribution Land.

Assessment of Merits of Planning Agreement as varied by the Variation Deed

The Public Purpose of the Planning Agreement as varied by the Variation Deed

In accordance with section 7.4 (2) of the Act, the Planning Agreement as varied by the Variation Deed has the following public purposes:

- the provision of (or the recoupment of the cost of providing) public amenities or public services; and
- the provision of (or the recoupment of the cost of providing) transport or other infrastructure relating to land.

The Minister and the Developer have assessed the Planning Agreement, and both hold the view that the provisions of the Planning Agreement as varied by the Variation Deed provide a reasonable means of achieving the public purposes set out above. This is because the Development Contributions will assist the Government in providing infrastructure needed to accommodate future housing and growth in the region as anticipated by the Lower Hunter Regional Strategy.

How the Planning Agreement as varied by the Variation Deed Promotes the Public Interest and Objects of the Act

The Planning Agreement as varied by the Variation Deed promotes the public interest and the following objects of the Act:

- the proper management and development of towns and villages for the purpose of promoting the social and economic welfare of the community;
- the promotion of the orderly and economic use and development of land; and
- the promotion of good design and amenity of the built environment.

The Planning Agreement, as varied by the Variation Deed, promotes the objects of the Act set out above by requiring the Developer to make a contribution towards the provision of transport infrastructure and education facilities. The Developer's offer to contribute towards the provision of transport infrastructure and education facilities will have a positive impact on the public who will ultimately use the infrastructure and facilities.

Requirements relating to Construction, Occupation and Subdivision Certificates

The Planning Agreement as varied by the Variation Deed does not specify requirements that must be complied with prior to the issue of a construction certificate or occupation certificate.

The Planning Agreement as varied by the Variation Deed requires Development Contributions to be delivered prior to the issue of the relevant Subdivision Certificate and therefore contains a restriction on the issue of a Subdivision Certificate within the meaning of section 6.15 of the Act.