Explanatory Note

Minister for Planning and Public Spaces (ABN 20 770 707 468)

and

IRM Property Group NO2 Pty Ltd (ACN 114 816 296)

and

The Next Generation (NSW) Pty Ltd (ACN 166 368 869)

Draft Planning Agreement

Introduction

The purpose of this explanatory note is to provide a plain English summary to support the notification of the draft planning agreement (the **Planning Agreement**) 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**).

Parties to the Planning Agreement

The parties to the Planning Agreement are the Minister for Planning and Public Spaces (ABN 20 770 707 468) (the **Minister**) and the following **Developer** entities:

- The Next Generation (NSW) Pty Ltd (ACN 166 368 869); and
- IRM Property Group NO2 Pty Ltd (ACN 114 816 296)

(jointly, the **Developer**).

Description of the Subject Land

The Planning Agreement applies to part of Lot 2 in Deposited Plan 1145808 and Lot 3 in Deposited Plan 1145808, known as 1 Kangaroo Avenue, Eastern Creek NSW 2766 (**Subject Land**).

Description of the Proposed Development

The Developer is seeking to:

- subdivide the Subject Land into approximately eight (8) lots, including four (4) residue lots for future development;
- construction of a precinct road to be dedicated as a public road;
- the carrying out of bulk earthworks and associated civil, infrastructure and landscaping works including construction of retaining walls, a bioretention basin and onsite detention basin,

generally in accordance with Development Application DA-19-01184 which has been lodged with Blacktown City Council (**Proposed Development**). The Developer has made an offer to the Minister to enter into the Planning Agreement in connection with the Proposed Development.

Summary of Objectives, Nature and Effect of the Planning Agreement

The Planning Agreement provides that the Developer will make a monetary contribution of \$200,114 per hectare of net developable area (subject to indexation in accordance with the Planning Agreement) (**Development Contribution**) for the purposes of the provision of regional transport infrastructure and services within the meaning of clause 29 of *State Environmental Planning Policy (Western Sydney Employment Area)* 2009 (**SEPP**).

An instalment of the Development Contribution will be payable prior to the issue of each relevant Subdivision Certificate in accordance with Schedule 4 to the Planning Agreement.

The Developer is required to provide a bank guarantee in accordance with Schedule 5 to the Planning Agreement.

The objective of the Planning Agreement is to facilitate the delivery of the Developer's contributions towards the provision of regional transport infrastructure and services referred to in clause 29 of the SEPP.

No relevant capital works program by the Minister is associated with the Planning Agreement.

Assessment of Merits of Planning Agreement

The Public Purpose of the Planning Agreement

In accordance with section 7.4(2) of the Act, the Planning Agreement has the following public purposes:

- the provision of (or the recoupment of the cost of providing) public amenities or public services;
- 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 provide a reasonable means of achieving the public purposes set out above. This is because it will ensure that the Developer makes an appropriate contribution towards the provision of regional transport infrastructure and services referred to in clause 29 of the SEPP.

How the Planning Agreement Promotes the Public Interest

The Planning Agreement promotes the public interest by ensuring that an appropriate contribution is made towards the provision of infrastructure, facilities and services to satisfy needs that arise from development of the Subject Land.

The Developer's offer to contribute towards the provision of infrastructure, facilities and services will have a positive impact on the public who will ultimately use the infrastructure, facilities and services.

How the Planning Agreement Promotes the Objects of the Act

The Planning Agreement promotes the objects of the Act by encouraging:

- 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 promotes the objects of the Act set out above by facilitating development of the Subject Land in accordance with the Planning Agreement.

Requirements relating to Construction, Occupation and Subdivision Certificates

The Planning Agreement does not specify requirements that must be complied with prior to the issue of a construction certificate or an occupation certificate.

The Planning Agreement requires each instalment of the Development Contribution to be paid 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(1)(d) of the Act.