

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary
s 22(1)(a)(ii)

To: Prime Minister (for signature by 17 March 2017 – to ensure a prompt reply to Mr Wilkie)

MR ANDREW WILKIE MP: UNIVERSITY OF TASMANIA'S PROPOSED HOBART STEM PROJECT

PMO
Chief of Staff
s 22(1)(a)(ii)**Recommendation-** that you:

1. Sign the reply at Attachment A to Mr Andrew Wilkie MP, Independent Member for Denison, advising that the Government is yet to make any commitment to the University of Tasmania on its proposed relocation of its Science, Technology, Engineering and Maths facilities to Hobart Central Business District.

s 22(1)(a)(ii)

s 22(1)(a)(ii)

/ Not Signed

MALCOLM 

Date:

16-4-17

Comments:

Key Points:

1. Following your recent meeting with Mr Wilkie to discuss the University of Tasmania's (the University) proposed Hobart STEM relocation project, Mr Wilkie wrote to you on 2 March 2017 with additional information on the project and to convey the objective of the University's Vice Chancellor, Professor Peter Rathjen to gain the Commonwealth Government's commitment to contribute the funding. (Attachment B refers).
2. The Commonwealth has not given a commitment to contribute to funding the project, and is yet to formulate a position on any involvement with the project.
3. The University is seeking a commitment from the Commonwealth for an investment of approximately \$50 million a year over four years, commencing in 2018-19, out of a total cost of \$400 million.
 - a. In addition to any Commonwealth funding, the University would seek funding from the Tasmanian Government to be combined with its own funding.
 - b. The Commonwealth recently committed \$150 million to support the relocation and expansion of the University's campuses in Launceston and Burnie (MB17-000080 refers). The Launceston component of the funding is included in the Launceston Cities Deal.

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4. The Hobart STEM project could be included in a future Hobart Cities Deal.
 - a. The Commonwealth Government has committed to City Deals for all willing capital cities. Currently, discussions with the Tasmanian Government are focussed on finalising the Launceston deal but in future there may be opportunities for a Hobart City Deal if they are interested.

Background:

5. Mr Wilkie recently made public the contents of his letter to you regarding the University of Tasmania's (the University) Hobart STEM project (Attachment C refers).
6. On 17 February 2017 Infrastructure Australia (IA) completed its assessment of the business case for the relocation of the University's STEM facilities to Hobart CBD and added the project to the Infrastructure Priority List as a 'Priority Project' (as one of 11 'Priority Projects', in addition to seven 'High Priority' projects).

Linda Laker
Assistant Secretary
Social Policy - Education
14 March 2017

Policy Officer: s 22(1)(a)(ii)
Phone no: [REDACTED]
Consultation: Infrastructure; Agriculture
and Regional Development; Industry,
Innovation and Science; Strategic
Coordination Unit; Cities Division

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ATTACHMENTS

ATTACHMENT A	Response to Mr Wilkie
ATTACHMENT B	Incoming correspondence from Mr Wilkie
ATTACHMENT C	Media on University of Tasmania Hobart STEM proposal

UNCLASSIFIED



PRIME MINISTER

Reference: MC17-024339

16 APR 2017

Mr Andrew Wilkie MP
Independent Member for Denison
Parliament House
CANBERRA ACT 2600

Dear Mr Wilkie

Thank you for your letter dated 2 March 2017 regarding the University of Tasmania's (UTAS) proposed Hobart STEM project and our recent discussion on the project.

I appreciate your point regarding the broader benefits of the Hobart STEM project and for conveying the objectives of the University's Vice Chancellor, Professor Peter Rathjen.

Promoting the uptake of STEM skills is a priority for the Government under the National Innovation and Science Agenda, to ensure Australians are equipped with the skills they need for the future.

The Coalition has made a significant commitment of \$150 million to UTAS for the relocation and expansion of the University's campuses in Launceston and Burnie. I look forward to UTAS submitting its detailed business case to Infrastructure Australia for assessment so that we can get on with delivering this important election commitment.

Any further request for Commonwealth funding for UTAS facilities will need to be driven by the State Government. Our policy is that all requests for Commonwealth support for major projects will be assessed for innovative financing in the first instance, including concessional loans, equity and value capture.

I am establishing an Infrastructure and Project Financing Agency in my portfolio to make this standard practice. The Agency will work across my Government, the private sector and the states to develop funding and financing solutions for landmark projects. As a more informed investor, the Commonwealth will deliver better returns for taxpayers, open up opportunities for private sector involvement and leverage better outcomes for the community.

Thank you again for your recent briefing and for writing to me on this matter.

s 22(1)(a)(ii)

MALCOLM TURNBULL

Parliament House CANBERRA ACT 2600
Telephone (02) 6277 7700
www.pm.gov.au



02 MAR 2017

Andrew Wilkie MP
INDEPENDENT MEMBER FOR DENISON

The Hon Malcolm Turnbull MP
Prime Minister
Parliament House
CANBERRA ACT 2600

Dear Prime Minister

Thank you for giving me your time recently to brief you on the University of Tasmania's proposed Hobart STEM project. You would now be aware that the proposal is the only Tasmanian Infrastructure Australia Priority Project. As it is under active consideration for funding, I have two matters concerning the project I wish to point out.

Firstly, it would misconstrue the benefits of the proposal to see it only as an education project, with a subsequent call only on the education budget. On the contrary, Infrastructure Australia believe that, if realised, it would make a significant social, economic and environmental contribution to the regeneration of Hobart's CBD, and deliver transformational benefits for the whole of Tasmania. I bring this to your attention so that you are aware that the Hobart Science and Technology Precinct is an urban renewal project equally as much as an education project, and that funding should be considered in that broader context, most likely from the regional development budget.

In addition, the University of Tasmania's Vice-Chancellor, Professor Peter Rathjen, asked me to make it clear to you that the Government's commitment to fund the project is his primary imperative, and that no money is needed immediately. Such a commitment would allow him to proceed confidently with preliminary works and planning. He advises me that the Government funding requirement would be approximately \$50 million a year over four years, not starting until fiscal year 2018/19. Consequently, the call on the Budget is not immediate but can be projected over the forward estimates.

I would be grateful for you to take these important matters into account in deciding funding for the project.

Yours sincerely

s 22(1)(a)(ii)

Andrew Wilkie MP
Independent Member for Denison



07 Mar 2017

Hobart Mercury, Hobart

Author: Nick Clark • Section: General News • Article type : News Item

Audience : 31,125 • Page: 9 • Printed Size: 211.00cm² • Market: TAS • Country: Australia

ASR: AUD 1,282 • Words: 322 • Item ID: 737674835

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Page 1 of 1

City Deal push for STEM



NICK CLARK

THE University of Tasmania is seeking a Federal Government commitment to its \$400 million STEM project in Hobart so it can begin preliminary works and planning.

Denison MP Andrew Wilkie pushed UTAS's position in a letter to Prime Minister Malcolm Turnbull in the wake of Infrastructure Australia listing the project in February as a "priority project" – up from a "proposed initiative".

It comes as Liberal senators pledge to push for funding through a "Hobart City Deal" similar to Federal deals with Launceston and Townsville.

Mr Wilkie's letter said a commitment was more im-

portant than immediate funds, allowing the university to "proceed confidently with preliminary works and planning".

"[Vice-chancellor Peter Rathjen] advises me that the Government funding requirement would be approximately

\$50 million a year over four years, not starting until fiscal year 2018/19."

The relocation of UTAS STEM (science, technology, engineering and maths) facili-

ties to the Hobart CDB is one of 11 Infrastructure Australia priority projects. There is an estimate that \$381 million investment would see total benefit of \$745 million for the Tasmanian community.

Assistant Cities Minister Angus Taylor said there was potential for the proposal to form part of a City Deal.

"But it must be agreed by state and local governments, with a clear link between any

proposed infrastructure investment and the objectives of a City Deal," he said.

Liberal Senator David Bushby said he had raised the benefits with Mr Turnbull.

"The Prime Minister's response was that the Federal Liberal Government has already made a significant \$150 million commitment to UTAS for the relocation and expansion of the University's campuses in Launceston and

Burnie," Senator Bushby said.

He said a process had been established whereby any further Commonwealth investment in Hobart and Tasmania should be driven by local needs.

Liberal Senator Eric Abetz said the Tasmanian Liberal Senate Team would seek funding.

"This project seems to be ripe for inclusion in a potential Hobart City Deal."

The Honourable Malcolm Turnbull MP
Prime Minister of Australia
Parliament House
CANBERRA ACT 2600

Dear Prime Minister

I write as the Chair of the Southern Tasmania Councils' Authority, representing the 12 Councils in southern Tasmania.

The Authority has recently agreed on its regional priorities of which the University of Tasmania's STEM project is the number one priority.

We see this as a unique opportunity for all three levels of Government to work together to achieve an outcome that will produce significant results for the Greater Hobart region.

Tasmania faces significant challenges, particularly in education. We have the lowest proportion of people without a bachelor's degree; the lowest average levels of scientific and mathematical literacy in the Country; industries almost 20 per cent less productive than the national economy; the lowest weekly full-time wages in the country; one in four people below or very close to the poverty line and the lowest population growth in Australia.

The University of Tasmania's STEM precinct is the crucial element of a Hobart Innovation Network and we believe will bring together what is needed to address these challenges.

We are ready to discuss progressing the STEM project as part of a City Deal for greater Hobart with the Australian and Tasmanian governments and know that a coordinated investment has the potential to unleash much needed funds which will magnify the benefits.


There is full acknowledgement amongst the councils in the southern region that we need to work together to get this moving and the strong advocacy that all 12 Southern Tasmanian Councils have shown for, and the fact that we are so vehemently in support of a single project, is testament to the belief that the University of Tasmania's STEM project is the right project to be at the centerpiece of a City Deal for Greater Hobart.

We have done our research and spoken to our colleagues at Cambridge in the United Kingdom where the consensus is that City Deals have helped cities to improve their economic strategies, to progress their plans faster than would otherwise have been possible, to establish robust and lasting partnerships with businesses and civic organisations and to increase the likelihood that a City Deal will result in a significant and lasting impact.

As the 12 civic leaders for Southern Tasmania, we are united and seek your favourable consideration of progressing the STEM project as part of a City Deal for the greater Hobart region, as a priority.

Yours sincerely

s 22(1)(a)(ii)



Alderman Sue Hickey
CHAIRMAN

9 August 2017

Enclosed: *The Mercury* newspaper article – 27 July 2017



Tasmania's impressive proposed STEM precinct on the corner of Argyle and Meville streets in Hobart. Supplied by UTAS.

Tasmania

Southern councils band behind university's STEM project

SIMEON THOMAS-WILSON, Mercury

July 27, 2017 12:00am

 Subscriber only

CIVIC leaders have united in a show of force to call for the University of Tasmania's \$400 million STEM centre to be the No. 1 project for southern Tasmania.

Mayors from Hobart, Clarence, Kingborough, Brighton, Derwent Valley, Sorell, Glamorgan Spring Bay, Central Highlands, Southern Midlands and Tasman councils and commissioners for Huon Valley and Glenorchy, pictured, have thrown their weight behind moving the centre into Hobart's CBD.

MORE: STEM PRECINCT KEY FOR CITY DEAL

The 12 councils comprise the influential Southern Tasmanian Councils Authority.

"STEM is not just an education project and that is why Infrastructure Australia have put it on their priority list," said Hobart Lord Mayor Sue Hickey, who also is authority chair.

"This is the project the city, region and state needs to give critical mass to help solve other significant issues we face, such as sustainable transport, affordable housing and jobs."

Ald Hickey urged the state and federal governments to come on board to help bring the STEM (science, technology, engineering and maths) project to life.

"Raising the standards of education in Tasmania raises the standards of living for us all," she said.

The university and supporters of the project say it would have statewide benefits. It would bring more than 3000 students and 700 staff into the CBD and provide for smaller campuses in Launceston and Burnie. It would aim to forge links with local industry.

Councils surrounding the capital said the increased ease of access for students was a key factor in their support.

Glenorchy Commissioner Sue Smith said it was a vital project for her region.

"Certainly the city is familiar more so than the Sandy Bay area to our [residents], especially our young, and I can see increased enthusiasm to further their education not only by our young people but also to many who wish to upskill as part of their self-improvement and job prospects or advancement in current employment," Ms Smith said.





📷 Southern Tasmanian council leaders, from left, Huon Valley Commissioner Adrianna Taylor, Sorell Mayor Kerry Vincent, Brighton Mayor Tony Foster, Clarence Mayor Doug Chipman, Hobart Lord Mayor Sue Hickey, Derwent Valley Mayor Martyn Evans, Central Highlands Mayor Lou Triffitt, Kingborough Mayor Steve Wass, Glenorchy Commissioner Sue Smith, Southern Midlands Mayor Tony Bisdee, and Tasman Mayor Roseanne Heyward show their support for STEM. Picture: SAM ROSEWARNE.

Derwent Valley Mayor Martyn Evans said it was a “no-brainer” to have it in the CBD.

“Especially for the Derwent Valley and its young people and older people getting back into education, because it’s just one bus to get to town,” Cr Evans said.

“When you have to take extra buses to Sandy Bay and other campuses around Hobart it makes it so hard and they are talking about accommodation in Hobart, which makes it easier for our young people to engage in education, and education is one of the keys to life itself.

“Any opportunity for that to move forward is applauded.”

His views were echoed by Brighton Mayor Tony Foster.

“I think it will allow the youth in our municipality to access [university] more if it is in Hobart and it will even help those in the Southern Midlands area. At the moment, in Sandy Bay, it is difficult to get there,” Cr Foster said.

“It will allow more of our kids to go to university, and that’s why I support it.”

Glamorgan Spring Bay Mayor Michael Kent said the STEM project would provide young students a way to envision a pathway for their studies. “We just need to ensure our country kids are encouraged from an early age to see the benefits of living and studying in our capital city and experiencing the world beyond the East Coast,” Cr Kent said.

Central Highlands Mayor Lou Triffitt said STEM subjects should be encouraged.

“Meeting the needs of our students is difficult in the country, and at some stage does require relocation to the city to further education, especially in the STEM area,” Cr Triffitt said.

“For our students who do relocate to further their academic abilities, success is based on their foundation of knowledge that is formed through piquing interest in primary school, and then providing a solid base throughout secondary school, where STEM subjects should be compulsory.”



LORD MAYOR'S OFFICE
TOWN HALL
MACQUARIE STREET
HOBART
TASMANIA

The Honourable Malcolm Turnbull MP
Prime Minister of Australia
Parliament House
CANBERRA ACT 2600

Dear Prime Minister

I write to you to respectfully request your commitment to progressing, as a priority, a City Deal for Tasmania's capital city, with the University of Tasmania's STEM proposal as its centrepiece.

As a City, we have identified an area where we firmly believe the opportunity is the greatest. Where there will be extensive opportunities for business, increased jobs and increased opportunities to access education.

Tasmania faces a number of economic challenges, including our relatively low rates of education attainment, lowest wage rates and lowest population growth rates in the country.

Our year 12 retention rates are approximately 10 per cent below the national average and completion rates are 22 per cent lower. We have a significantly lower portion of our population with a university degree compared to mainland states, and conversely, a higher amount of 15 to 74 year olds with no education post year-10.

Research tells us that there is a strong correlation between educational attainment and economic outcomes, with each additional year of schooling amongst the adult population boosting economic growth.

Addressing the economic and educational challenges that Tasmania is facing, provides a nucleus for a City Deal.

Given the powerful benefits to Hobart and Tasmania, the Hobart City Council has recently resolved that the University of Tasmania's STEM Precinct is the priority project for Hobart and should be the centerpiece of a City Deal for Hobart.

The UTAS STEM Precinct proposal is for 40,000m² of teaching and research facilities and space for more than 3,000 students and 700 staff in the heart of the city of Hobart.

Cont.../

It will aid in addressing key challenges for the city and state and give critical mass to help solve the issues we face such as creating jobs, affordable housing and sustainable transport.

The tangible benefits include job creation in construction, teaching and research, as well as opportunities for local retailers, accommodation providers and hospitality businesses.

The STEM precinct will have transformative effects in the city including creating vibrancy in underutilised areas, providing graduates with opportunities to stay in Hobart and boosting tourism to Tasmania. It is little wonder that the STEM Project is the only education project on the Infrastructure Australia priority list.

As Lord Mayor, I spend time thinking about how we would like others to see our city, our island and our people.

Often we hear visitors refer to our pristine nature, our beauty, our relative isolation, the warmth of our community and our rich culture.

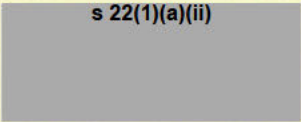
If the STEM project is realised, I see great potential for us to be known as the clever or smart state, a city for the future, with knowledge and learning at the heart of our community.

I see a future in which Hobart, and other cities around the island, are national and international models for how regional centres might look in the years ahead.

That is a vision we must pursue so I implore you to favourably consider the Australian Government giving priority to a City Deal for Hobart that will not only rejuvenate a city and region but provide opportunities for all its residents and visitors.

Yours sincerely

s 22(1)(a)(ii)



Alderman Sue Hickey
LORD MAYOR

Wednesday 9 August 2017

From: "DLO - Taylor"
Sent: 4/10/2017 10:33:59 AM
To: s 22(1)(a)(ii) pmc.gov.au>; s 22(1)(a)(ii) ipfa.gov.au>; s 22(1)(a)(ii) @ipfa.gov.au>
Cc: s 22(1)(a)(ii) ipfa.gov.au>; s 22(1)(a)(ii) pmc.gov.au>; s 22(1)(a)(ii) pmc.gov.au>; s 22(1)(a)(ii) @pmc.gov.au>
Subject: RE: UTAS Meeting [SEC=PROTECTED]

PROTECTED

Hi all

Grateful if we could get the below brief up by **COB Friday 13 October**. PDMS item to follow (MB17-000668).

Kind regards,

s 22(1)(a)(ii)

s 22(1)(a)(ii) | Departmental Liaison Officer

Office of the Assistant Minister for Cities and Digital Transformation, Angus Taylor MP

R1.41 Parliament House, Canberra ACT 2600

p. s 22(1)(a)(ii) | s 22(1)(a)(ii)
e. s 22(1)(a)(ii) @pmc.gov.au
e. s 22(1)(a)(ii) pmc.gov.au

From: s 22(1)(a)(ii)
Sent: Wednesday, 4 October 2017 10:12 AM
To: s 22(1)(a)(ii) pmc.gov.au>; s 22(1)(a)(ii) ipfa.gov.au>; s 22(1)(a)(ii) @ipfa.gov.au>
Cc: s 22(1)(a)(ii) @ps.pm.gov.au>; DLO - Taylor s 22(1)(a)(ii) @pmc.gov.au>
Subject: FW: UTAS Meeting

s 22(1)(a)(ii)

Can you please work together on a succinct brief for this meeting between Ministers Taylor and Birmingham.

The meeting will focus on financing options for the STEM facility, and the Hobart City Deal more broadly. AM Taylor will need a snapshot of IPFA/CEFC work on the STEM facility – outcomes and next steps – alongside a one-pager that outlines the draft scope of the potential Hobart City Deal.

Ministers might also touch on handling of the funding agreement for the Launceston campus relocation.

Thanks

s 22(1)(a)(ii)

From: s 22(1)(a)(ii)
Sent: Wednesday, 4 October 2017 10:01 AM
To: s 22(1)(a)(ii) <[s 22\(1\)\(a\)\(ii\)@aph.gov.au](mailto:s 22(1)(a)(ii)@aph.gov.au)>
Cc: s 22(1)(a)(ii) <[s 22\(1\)\(a\)\(ii\)@ps.pm.gov.au](mailto:s 22(1)(a)(ii)@ps.pm.gov.au)>
Subject: UTAS Meeting

Hi s 22(1)(a)(ii)

Can you please schedule a meeting with Min Birmingham for the upcoming sitting week to discuss UTAS, and consideration of a Hobart City Deal.

This meeting flows from a chat with his CoS, s 22(1)(a)(ii) mid-September.

Thanks

s 22(1)(a)(ii)
Senior Adviser
s 22(1)(a)(ii) <[s 22\(1\)\(a\)\(ii\)@ps.pm.gov.au](mailto:s 22(1)(a)(ii)@ps.pm.gov.au)>

Office of the Hon Angus Taylor MP
Member for Hume | Assistant Minister for Cities and Digital Transformation
Canberra: s 22(1)(a)(ii) | Goulburn: s 22(1)(a)(ii)

From: DLO - Taylor
To: s 22(1)(a)(ii)
Cc:
Subject: Brief request: Visit to Hobart [DLM=For-Official-Use-Only]
Date: Thursday, 5 October 2017 12:12:27 PM

For Official Use Only

Hey s 22(1)(a)(ii)

I understand you spoke to s 22(1)(a)(ii) this morning and he sought a briefing ahead of the Minister's visit to Hobart next Friday. s 22(1)(a)(ii) has advised the Minister will be accompanied by Treasurer Gutwein for the visit.

Briefings have been arranged for:

UTAS - STEM Project

s 22(1)(a)(ii)

I am also advised a bilateral meeting with Treasurer Gutwein has been arranged for 10AM that day. Grateful if the brief could cover the above.

Could we please have a brief for this visit up by **COB next Wednesday 11 October**? PDMS item to follow (MB17-000669).

Kind regards,

s 22(1)(a)(ii)

Departmental Liaison Officer

Office of the Assistant Minister for Cities and Digital Transformation, Angus Taylor MP
R1.41 Parliament House, Canberra ACT 2600

p. s 22(1)(a)(ii) | s 22(1)(a)(ii)
e. s 22(1)(a)(ii) [@pmc.gov.au](mailto:s 22(1)(a)(ii)@pmc.gov.au)
e. s 22(1)(a)(ii) [@pmc.gov.au](mailto:s 22(1)(a)(ii)@pmc.gov.au)

PDR: MB17-000669

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary
s 22(1)(a)(ii)

To: Assistant Minister for Cities and Digital Transformation

VISIT TO HOBART 13 OCTOBER 2017

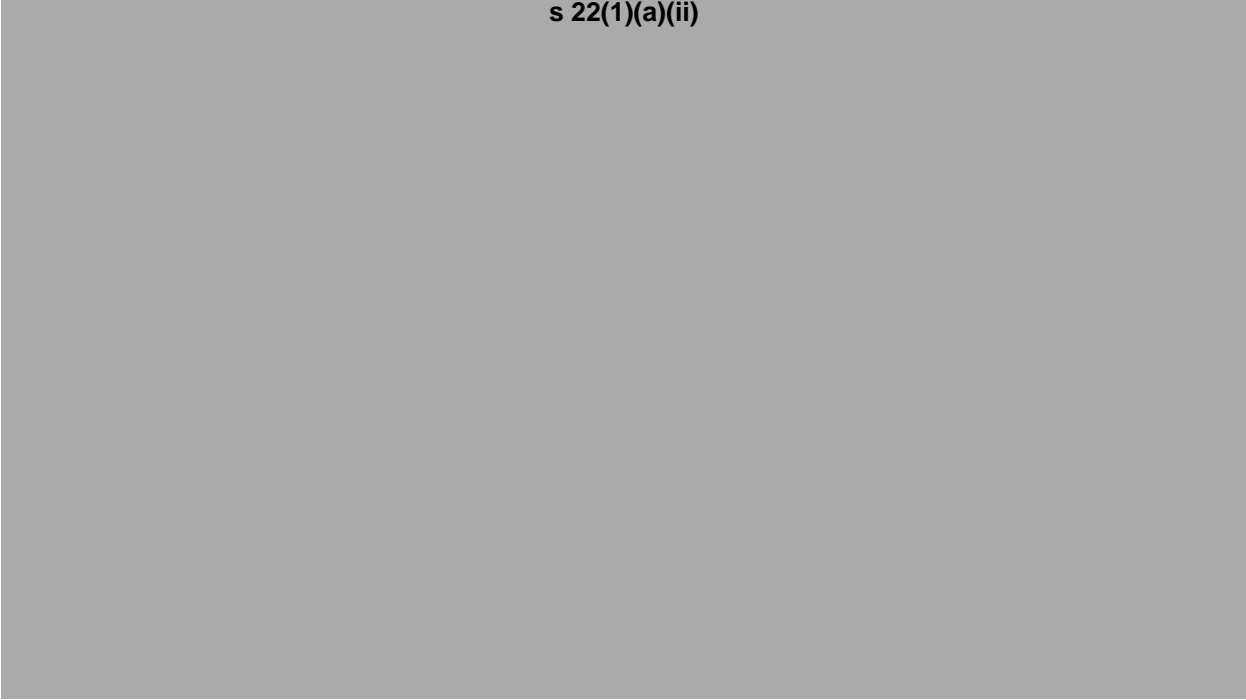
Purpose: To discuss opportunities presented by a Hobart City Deal**Timing and Venue:** Hobart – meeting times will be confirmed by your officePMO
s 22(1)(a)(ii)AMO
s 22(1)(a)
(ii)**Proposed Objectives:**

- To meet key stakeholders to discuss a potential City Deal for Hobart and visit sites of potential commitments (see map at Attachment A). You will be accompanied by the Tasmanian Treasurer, Mr Peter Gutwein (Biography at Attachment B)

Key Points:

- A Hobart City Deal could address economic challenges in Hobart, including low wage rates, high unemployment and low rates of education attainment by facilitating the creation of new jobs and industry growth and encouraging more Tasmanians to engage in higher education, with these benefits likely to spill over to the rest of the state. Attachment C provides an economic snapshot for Hobart.
- On 21-22 September, PM&C Officials (Kate Lynch and s 22(1)(a)(ii)) met with State Officials. s 47B(a) A snapshot of potential priorities and projects for a Hobart City Deal is at Attachment D.
 - Relocating University of Tasmania's (UTas) Science, Engineering and Technology (STEM) Centre into the Hobart CBD (see background information at Attachment E).
 - The Southern Tasmanian Councils Authority and Lord Mayor of Hobart wrote to the Prime Minister to suggest this commitment form the centrepiece of a City Deal (MC17-070565 & MC17-070573 refer), indicating strong regional support.
 - UTas and the Infrastructure and Project Financing Agency (IPFA) held initial discussions on financing options and their initial assessment will need to consider broader revenue from other university activities. s 47C The CEFC investigated such a loan for the UTas Launceston project. IPFA will review the CEFC UTas credit analysis to progress thinking on financing options for the UTas Hobart STEM relocation.
 - s 47B(a)
- s 22(1)(a)(ii)

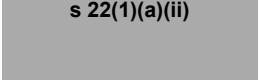
s 22(1)(a)(ii)



Kate Lynch
Assistant Secretary
Cities Division
12 October 2017

Contact Officer:

s 22(1)(a)(ii)



Consultation: IPFA, Comm-State
Relations Branch, II&E, Infrastructure
Australia, Dept of Education.

NOTED:

Date:

ATTACHMENTS

ATTACHMENT A MAP OF HOBART AND KEY LOCATIONS

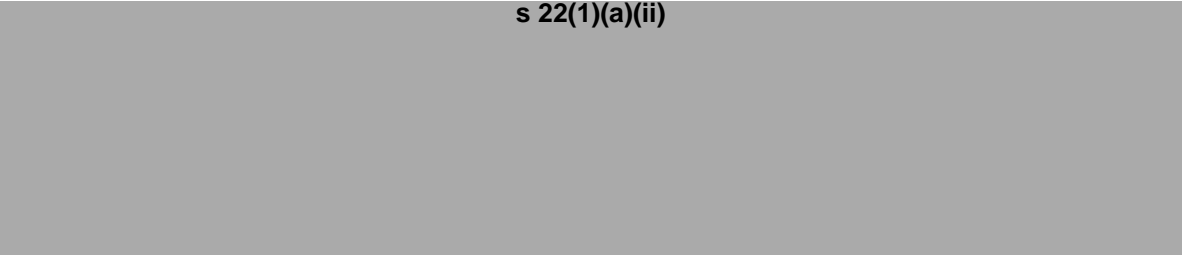
ATTACHMENT B BIOGRAPHIES

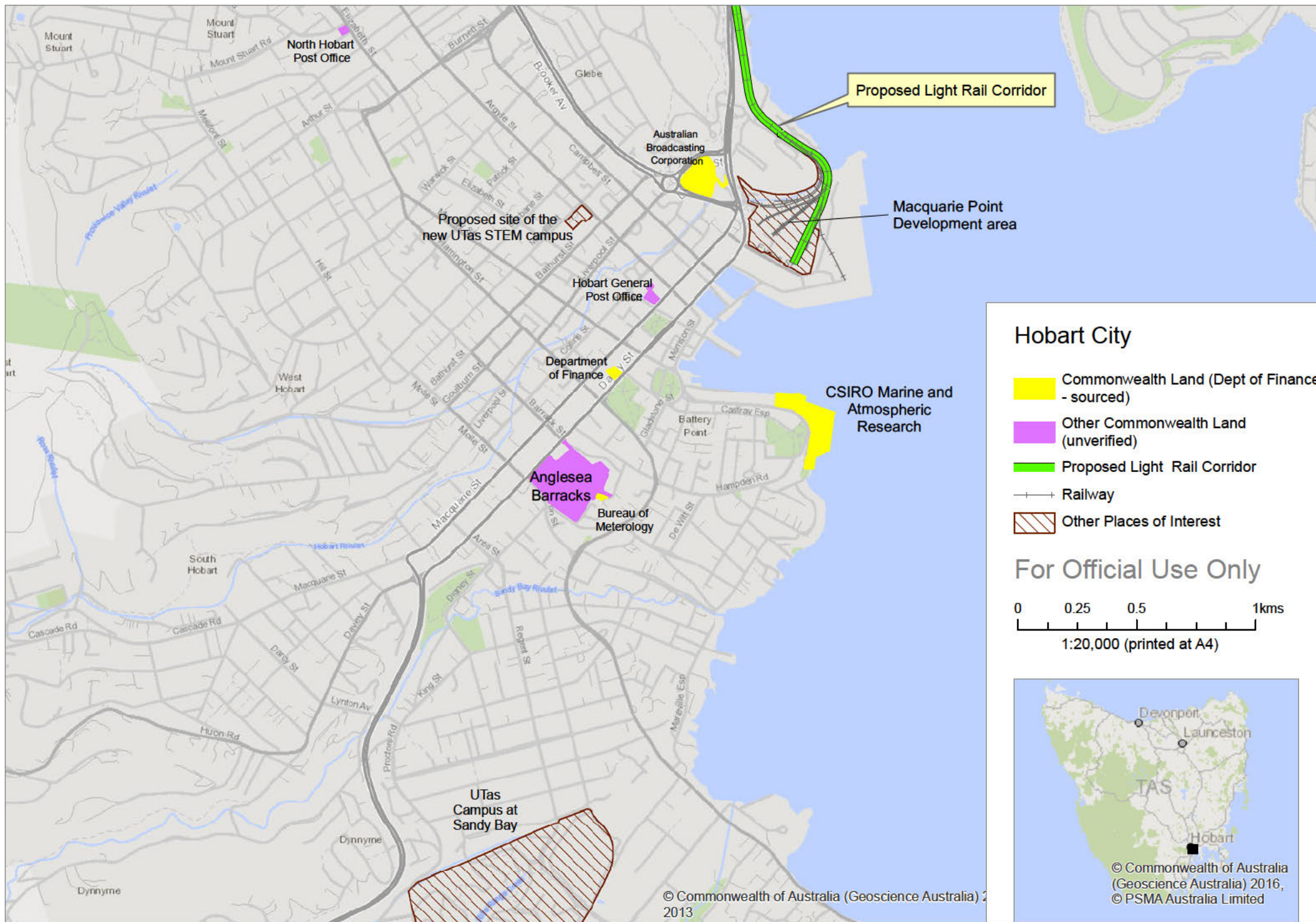
ATTACHMENT C HOBART ECONOMIC SNAPSHOT

ATTACHMENT D A3 SNAPSHOT OF POTENTIAL PRIORITIES

ATTACHMENT E BACKGROUND ON UTAS STEM RELOCATION

s 22(1)(a)(ii)






Hobart City Deal - Vision: Improve Hobart's ability to build, retain and attract entrepreneurial talent by capitalising on its natural amenity and links to the Antarctic, preparing for the jobs of the future and improving connectivity and liveability across the city
(note, this is a Commonwealth working draft only – have not consulted/agreed with State and Local Governments)

Possible Projects	Estimated Total Cost	Estimated Australian Government Funding/Financing*	State Position*	Other Views / Issues / Comments*
<p>Relocating University of Tasmania (UTas) STEM campus to Hobart CBD</p> <p>The STEM campus facilities are reaching the end of their useful life. UTas expects a purpose built campus in the CBD to attract an increase in domestic and international students, with associated increase in incomes, and has the potential to transform the city into a smart city and attract new industries and enterprises to the state.</p> <p>Supporting commitments could include helping local high school students to be uni-ready to continue their STEM education and encourage the STEM industry's participation to provide jobs for future graduates.</p>	\$400 million	<ul style="list-style-type: none"> UTas is seeking \$250 million from Australian Government. IPFA to advise on financing options, including financing through the Clean Energy Finance Corporation 	<ul style="list-style-type: none"> UTas proposes to share the remaining cost (\$150 million) with the Tasmanian Government. The source of the UTas contribution is unclear. Tasmanian Government has not committed funding. 	<ul style="list-style-type: none"> Consider value capture. Main benefits from relocation are: higher income for new students (41%); increase in tax revenue (27%); and increased student revenue (18%). Also consider land value uplift and potential sale proceeds from existing site. Consider how the project integrates into broader city planning, including uses for the existing Sandy Bay campus. Initial meeting to discuss innovative financing opportunities between IPFA and UTas was held on 6 October 2017.

s 22(1)(a)(ii)

s 22(1)(a)(ii)



Note: this a draft document. It will be updated as further information becomes available and discussions with the Tasmanian Government and local officials continue.

University of Tasmania's (UTas) proposed Hobart Science and Technology Precinct

Project Overview

- The existing UTas STEM campus facilities are reaching the end of their useful life. UTas expects a purpose built campus in the CBD to attract an increase in domestic and international students, with associated increase in incomes, and has the potential to transform the city into a smart city and attract new industries and enterprises to the state.
- The new STEM Campus would provide 40,000m² of new world-class teaching and research facilities, co-locate all STEM schools currently housed in standalone facilities and provide space for more than 700 staff and 3,000 students, increasing the capacity by 1,500 students.
- The project was identified as a priority project by Infrastructure Australia in February 2017.
 - IA consider a project of this scale can attract new industries to the CBD, which in turn supports economic and population growth—enabling Hobart to better adapt to the State's changing economy.
- The Southern Tasmanian Councils Authority, representing the 12 councils in southern Tasmania, including the City of Hobart Council, have identified the project as the number one priority for the region.
- The University is seeking \$250 million for the \$400 million project in Federal Government funding, with further funding to be met by contributions from the University and State Government. The State Government have expressed in-principle support for the project. No funding commitment has been made by the Commonwealth or Tasmanian Government.

Business Case

- The Business Case identified significant social and economic benefits for Hobart, Tasmania and the Commonwealth, including:
 - A cost benefit ratio of at least 1.65, a national economic impact of \$3.3 billion over 30 years and an increase to GDP of \$2.3 billion
 - Generation of 775 jobs during the construction period, reducing Tasmania's unemployment rate by 0.3%.
 - Increased participation in higher education, population growth, urban regeneration and greater cultural diversity.
 - The STEM Campus would further form the centrepiece of a new Tasmanian Innovation Network – a proposed partnership between UTAS, government, industries and communities across Tasmania aimed at revitalising communities, deliver economic benefits, build capabilities and facilitate innovation.
- As the sole university in the State, the University of Tasmania is important in enabling adaptation to the State's changing economy towards knowledge-based services. UTas is also a major economic contributor in its own right, as one of the largest businesses and employers outside government.

Financing Opportunities

- The Commonwealth is proposing that UTas work with the Infrastructure and Projects Financing Agency (IPFA) and the Clean Energy Finance Corporation (CEFC) to identify financing opportunities for the project.
- This could include value capture including increases in tax revenue, increased student revenue, land value uplift and potential sale proceeds from the existing site.

From: "DLO - Taylor"
Sent: 16/11/2017 12:21:36 PM
To: "MCU - MinCorro" s 22(1)(a)(ii) pmc.gov.au>
Cc: s 22(1)(a)(ii) @ps.pm.gov.au>; s 22(1)(a)(ii) @ps.pm.gov.au>; s 22(1)(a)(ii) @ps.pm.gov.au>; s 22(1)(a)(ii) @pmc.gov.au>; s 22(1)(a)(ii) @pmc.gov.au>; s 22(1)(a)(ii) @pmc.gov.au>; s 22(1)(a)(ii) @ipfa.gov.au>; s 22(1)(a)(ii) @ipfa.gov.au>
Subject: For rego: Acting UTas VC on STEM centre [DLM=For-Official-Use-Only]
Attachments: Letter Assistant Minister .pdf
Categories: VIP & ORGS for rego

For Official Use Only

Hi MCU

For rego please – the acting VC of UTas has written regarding the recent engagement on the UTas STEM centre.

Grateful if Cities Division could please note.

Kind regards,

s 22(1)(a)(ii)

s 22(1)(a)(ii) | Departmental Liaison Officer

Office of the Assistant Minister for Cities and Digital Transformation, Angus Taylor MP

R1.41 Parliament House, Canberra ACT 2600

p. s 22(1)(a)(ii) | s 22(1)(a)(ii)

e. s 22(1)(a)(ii)

e. s 22(1)(a)(ii)

PDR: MB17-000726

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary
s 22(1)(a)(ii)

To: Assistant Minister for Cities and Digital Transformation

MEETINGS WITH MINISTERS - HOBART AND s 22(1)(a)(ii) CITY DEAL

AMO
s 22(1)(a)(ii)

Purpose: To discuss leveraging existing Commonwealth funding to support City Deals for Hobart s 22(1)(a)(ii) with relevant Ministers

Timing and Venue: arrangements will be confirmed by your office

s 47C

s 47C

. The meetings are an opportunity to

- seek Ministers' views on existing funding and investment options to support the Hobart s 22(1)(a)(ii) City Deals, including the ability to undertake location based trials.
- discuss timing and sequencing of potential investment or reform initiatives in Hobart s 22(1)(a)(ii) that may be incorporated into the City Deals,
- understand potential sensitivities in the Ministers' portfolios.

Key Points

- There is no new substantial Commonwealth funding linked to the Hobart s 22(1)(a)(ii) City Deals. s 47C
- The Portfolio-specific briefings at Attachments A-G provide further detail on the Commonwealth interests in relation to the priority projects.
- We will work with Departments to identify opportunities for this to occur.

s 47C

Kate Lynch
Assistant Secretary
Cities Division
26 October 2017

Contact Officer: s 22(1)(a)(ii)
s 22(1)(a)(ii)
Consultation: II&E, Eco Div

NOTED:

Date:

ATTACHMENTS:

**ATTACHMENT A SNAPSHOT OF POTENTIAL HOBART CITY DEAL
PRIORITIES**

s 22(1)(a)(ii)

ATTACHMENT C MINISTER CASH ADDITIONAL BRIEFING

s 22(1)(a)(ii)

ATTACHMENT F MINISTER NASH ADDITIONAL BRIEFING

s 22(1)(a)(ii)

PROTECTED Sensitive: Cabinet

DRAFT: Not Government Policy

Hobart City Deal - Vision: Improve Hobart's ability to build, retain and attract entrepreneurial talent by capitalising on its natural amenity and links to the Antarctic, preparing for the jobs of the future and improving connectivity and liveability across the city
(note, this is a Commonwealth working draft only – have not consulted/agreed with State and Local Governments)

Possible Projects	Estimated Total Cost	Estimated Australian Government Funding/Financing*	State Position*	Other Views / Issues / Comments*
<p>Relocating University of Tasmania (UTas) STEM campus to Hobart CBD</p> <p>The STEM campus facilities are reaching the end of their useful life. UTas expects a purpose built campus in the CBD to attract an increase in domestic and international students, with associated increase in incomes, and has the potential to transform the city into a smart city and attract new industries and enterprises to the state.</p> <p>Supporting commitments could include helping local high school students to be uni-ready to continue their STEM education and encourage the STEM industry's participation to provide jobs for future graduates.</p>	\$400 million	<ul style="list-style-type: none"> UTas is seeking \$250 million from Australian Government. IPFA to advise on financing options, including financing through the Clean Energy Finance Corporation 	<ul style="list-style-type: none"> UTas proposes to share the remaining cost (\$150 million) with the Tasmanian Government. The source of the UTas contribution is unclear. Tasmanian Government has not committed funding. 	<ul style="list-style-type: none"> Consider value capture. Main benefits from relocation are: higher income for new students (41%); increase in tax revenue (27%); and increased student revenue (18%). Also consider land value uplift and potential sale proceeds from existing site. Consider how the project integrates into broader city planning, including uses for the existing Sandy Bay campus. Initial meeting to discuss innovative financing opportunities between IPFA and UTas was held on 6 October 2017.

s 22(1)(a)(ii)

PROTECTED Sensitive: Cabinet
DRAFT: Not Government Policy
s 22(1)(a)(ii)

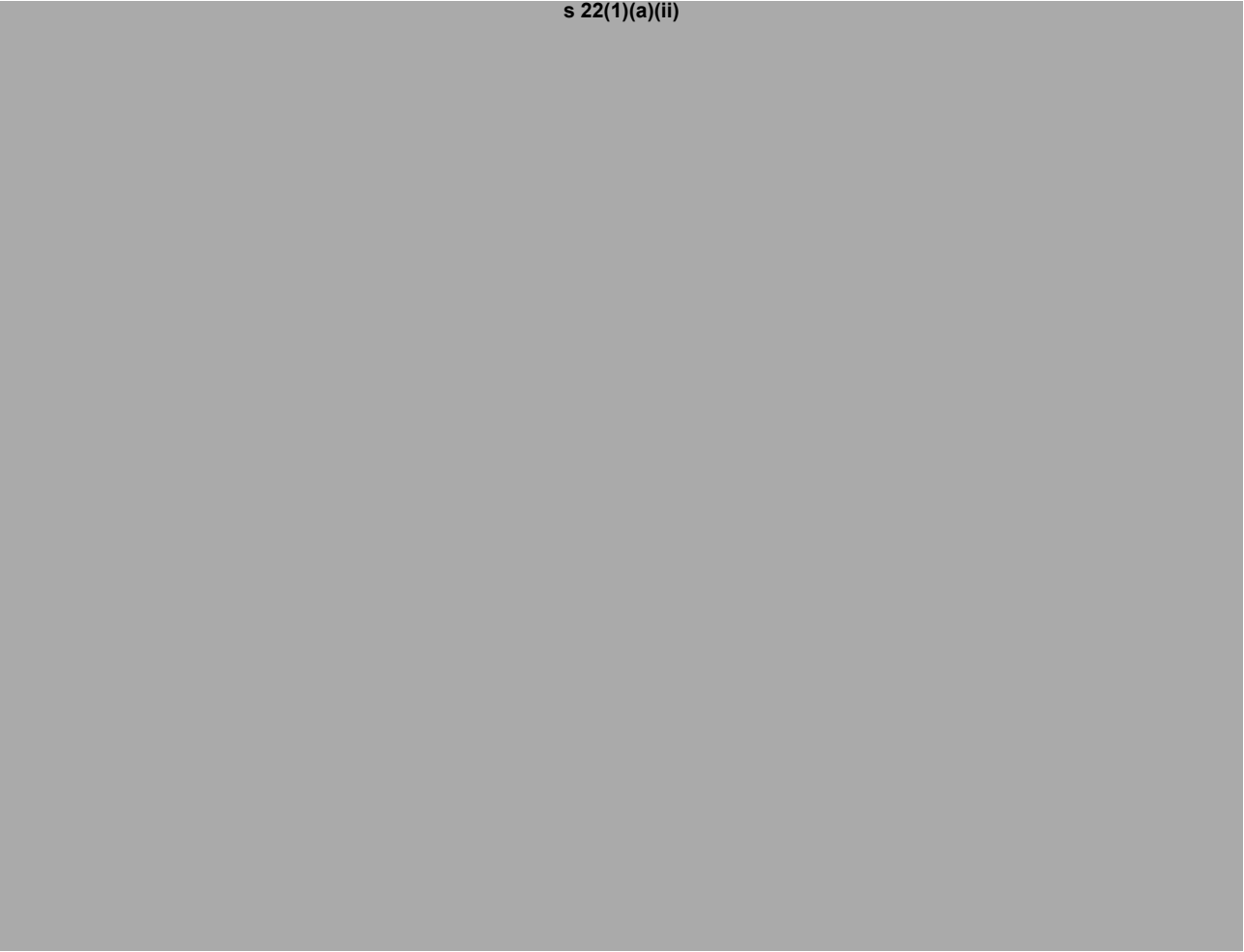


Note: this a draft document. It will be updated as further information becomes available and discussions with the Tasmanian Government and local officials continue.

Additional Information – Minister for Employment and Acting Minister for Industry Innovation and Science

Hobart City Deal - Key points

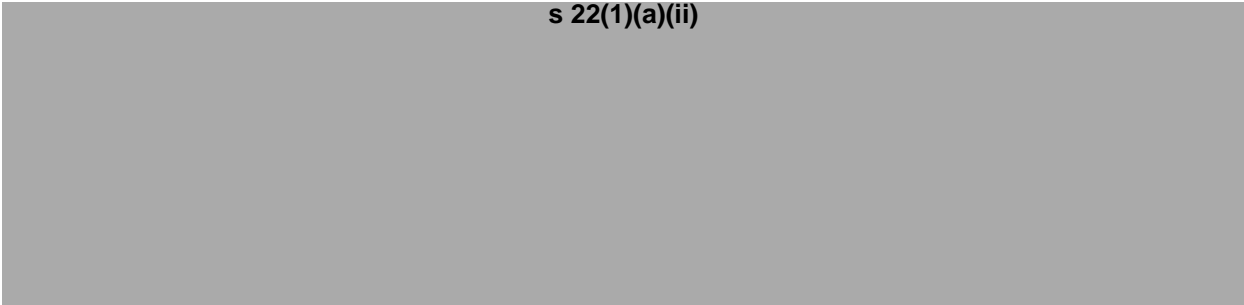
s 22(1)(a)(ii)



UTas STEM campus

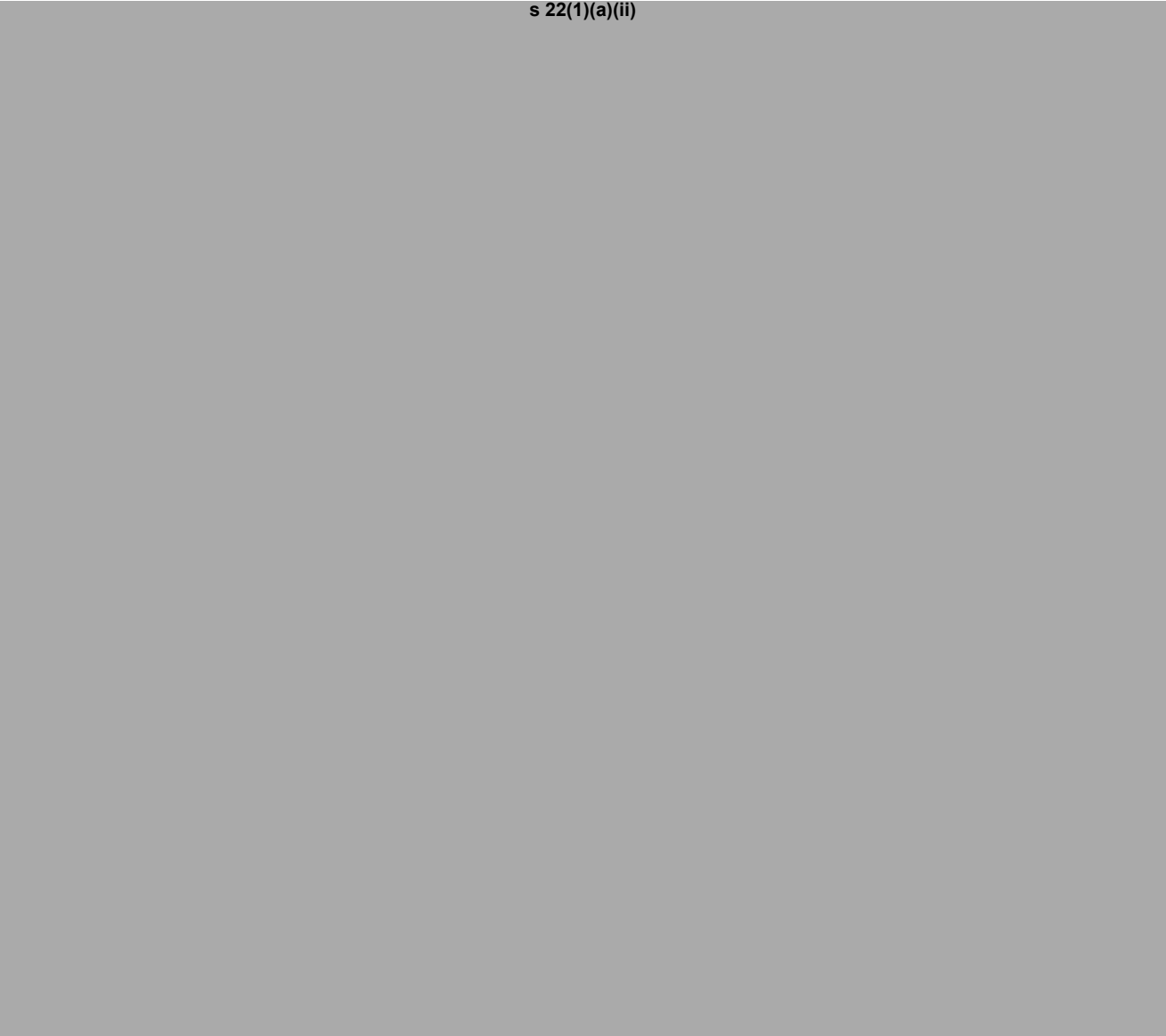
- It will be important to harness the employment benefits arising from any future UTas STEM campus relocation.
- You could ask the Minister for her view on supporting commitments to maximise the University's links with STEM industries to ensure jobs are available in Hobart or Tasmania for future graduates.

s 22(1)(a)(ii)



Additional Information – Minister for Regional Development

s 22(1)(a)(ii)



Hobart City Deal – Key points

UTas STEM campus

- The proposed relocation could be further bolstered by complementary activities to support economic transition for Tasmania by attracting new workers and industry to the city, and increasing the density and vibrancy of the CBD.
- You could discuss options available through the Regional Growth Fund to support the relocation or complementary activities. For example, activities encouraging high school students to continue STEM studies, or providing jobs in STEM fields. You could ask whether such proposals would be in line with the growth fund guidelines to support major transformational projects which support long-term economic growth and create jobs in regions undergoing structural adjustment.



LORD MAYOR'S OFFICE
TOWN HALL
MACQUARIE STREET
HOBART
TASMANIA

The Honourable Malcolm Turnbull MP
Prime Minister of Australia
Parliament House
CANBERRA ACT 2600

Dear Prime Minister

I write following the recent signing of the Heads of Agreement for a future City Deal for Hobart.

The City of Hobart has for some time been advocating for a Hobart City Deal and believes this to be an amazing coup not only for the substantial benefits that will flow to the cities of Greater Hobart but also for the unique opportunity that will see all three levels of Government working together to produce significant results for a whole region.

I, along with the three Mayors of Greater Hobart's Councils met recently with Minister for Urban Infrastructure and Cities, Paul Fletcher in Hobart. The meeting was very positive, with all Mayors acknowledging that working together will yield the best results.

It is therefore pleasing to see that the establishment of a Greater Hobart Act to provide a framework for Councils in the region and the Tasmanian Government to work together will form part of a Hobart City Deal.

It is also gratifying to see that the University of Tasmania's STEM proposal is listed as a project given the Council's strong desire to see this project realised.

Additionally, the City of Hobart has already undertaken some work around a number of other projects listed in the Heads of Agreement for further examination and we look forward to sharing and building upon that work at the appropriate time. Upon receipt of the final details of the City Deal, including timeframes for delivery, the City may provide a contribution to the City Deal.

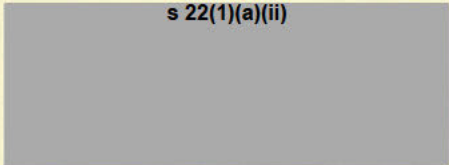
The City of Hobart thanks the Australian Government for its favourable consideration of giving priority to a City Deal for Hobart that will rejuvenate a city and region and provide great opportunities for all of its residents and visitors.

Cont.../

We are committed to making a contribution and look forward to working collaboratively and cooperatively with other local Councils, the Tasmanian and Australian Governments to develop and implement a City Deal for Hobart.

Yours sincerely

s 22(1)(a)(ii)



Alderman Sue Hickey
LORD MAYOR

Monday 5 March 2018

Copy to:

The Hon Julie Collins MP
Mr Andrew Wilkie MP
Senator the Hon Eric Abetz
Senator Catryna Bilyk
Senator Carol Brown
Senator David Bushby
Senator Jonathon Duniam
Senator Steve Martin
Senator Nick McKim
Senator Helen Polley
Senator the Hon Lisa Singh
Senator Anne Urquhart
Senator Peter Whish-Wilson

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary
s 22(1)(a)(ii)

To: Prime Minister (for signature by 16 February to enable the launch of the Hobart City Deal)

HOBART CITY DEAL FINALISATION

PMO
Chief of Staff
s 22(1)(a)(ii)

CABINET
SECRETARY

Recommendations - that you:

1. **Sign** the draft response at Attachment A agreeing to the Minister for Cities, Urban Infrastructure and Population, the Hon Alan Tudge MP's requests to finalise the Hobart City Deal

s 22(1)(a)(ii)
s 22(1)(a)(ii)

Signed / Not Signed

SCOTT MORRISON

Date:

Comments:

Key Points:

1. On 11 February 2019, Minister Tudge wrote to you (Attachment B) seeking agreement:

- a. to finalise the Hobart City Deal;

s 22(1)(a)(ii)

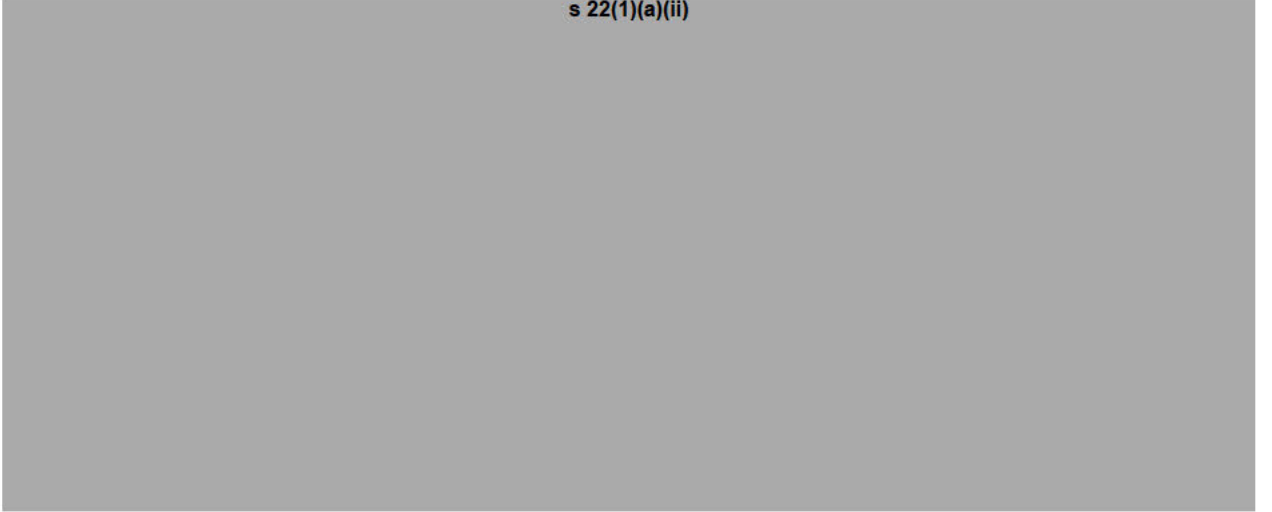
2. This follows s 34(3)

- a. On 9 January 2019, Minister Tudge wrote to relevant Ministers seeking agreement to finalise the Hobart City Deal. No concerns were raised for finalising the Deal.

3. In order to enable the scheduled launch of the Hobart City Deal on 16 February 2018 (MS19-000538), we recommend you agree to Minister Tudge's requests.

s 22(1)(a)(ii)

s 22(1)(a)(ii)



s 22(1)(a)(ii)

A/g Assistant Secretary
Infrastructure, Population, Agriculture and
Regional Development Branch
13 February 2019

Policy Officer: s 22(1)(a)(ii)

Phone no: s 22(1)(a)(ii)

Consultation: Fiscal, Comm-State,
Department of Finance, and DIRDC

ATTACHMENTS

ATTACHMENT A DRAFT RESPONSE

ATTACHMENT B INCOMING CORRESPONDENCE



The Hon Alan Tudge MP

Minister for Cities, Urban Infrastructure and Population

Ref: MS19-000105

The Hon Scott Morrison MP
Prime Minister
Parliament House
CANBERRA ACT 2600

Dear Prime Minister *fm*

I am writing to seek your agreement to finalise the Hobart City Deal for signing between the Australian Government, the Tasmanian Government and the Clarence, Glenorchy, Hobart and Kingborough Councils.

s 34(3)

s 34(3)

I have been working with the other parties to finalise the City Deal.

I attach the proposed Hobart City Deal document (**Attachment A**), which would be signed by you, myself, the Premier of Tasmania, the Hon Will Hodgman MP, the Tasmanian Treasurer, Minister for State Growth and Minister for Local Government, the Hon Peter Gutwein, and the Mayors of the Councils. This document would be released publicly.

s 22(1)(a)(ii)

s 47B(a)

s 22(1)(a)(ii)

The Hon Alan Tudge MP
Parliament House Canberra | (02) 6277 7790 | alan.tudge.mp@aph.gov.au

The Department of Infrastructure, Regional Development and Cities has consulted other Australian Government agencies on both the Hobart City Deal and Heads of Agreement.

Yours sincerely

s 22(1)(a)(iii)

Alan Tudge

11 / 2 / 2019

Enc

cc Deputy Prime Minister and Minister for Infrastructure, Transport and Regional Development, the Hon Michael McCormack MP
Treasurer, the Hon Josh Frydenberg MP
Minister for Finance and the Public Service, Senator the Hon Mathias Cormann
Minister for the Environment, the Hon Melissa Price MP
Minister for Home Affairs, the Hon Peter Dutton MP
Minister for Agriculture and Water Resources, the Hon David Littleproud MP
Minister for Industry, Science and Technology, the Hon Karen Andrews MP
Minister for Families and Social Services, the Hon Paul Fletcher MP

Reference: MC19-009372


The Hon Alan Tudge MP
Minister for Cities, Urban Infrastructure and Population
Parliament House
CANBERRA ACT 2600

Dear Minister

Thank you for your letter dated 11 February 2019 regarding the finalisation of the Hobart City Deal.

I agree to your proposal to finalise the City Deal. I look forward to launching the City Deal with you, and representatives from the Tasmanian Government and Local Councils.

s 22(1)(a)(ii)



I have copied this letter to the Deputy Prime Minister and Minister for Infrastructure, Transport and Regional Development, the Treasurer, the Minister for Finance and the Public Service, the Minister for Home Affairs, the Minister for Industry, Science and Technology, the Minister for Families and Social Services, the Minister for Agriculture and Water Resources, and the Minister for the Environment.

Yours sincerely

SCOTT MORRISON

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary
s 22(1)(a)(ii)

To: Prime Minister (for signature by 16 February to enable the launch of the Hobart City Deal)

HOBART CITY DEAL FINALISATION

PMO
Chief of Staff
s 22(1)(a)(ii)

CABINET
SECRETARY

Recommendations - that you:

1. Sign the draft response at Attachment A agreeing to the Minister for Cities, Urban Infrastructure and Population, the Hon Alan Tudge MP's requests to finalise the Hobart City Deal

s 22(1)(a)(ii)

s 22(1)(a)(ii)

SCOTT MORRIS

Comments:

Date:

22-2-19

Signed / Not Signed

Key Points:

1. On 11 February 2019, Minister Tudge wrote to you (Attachment B) seeking agreement:
 - a. to finalise the Hobart City Deal;

s 22(1)(a)(ii)

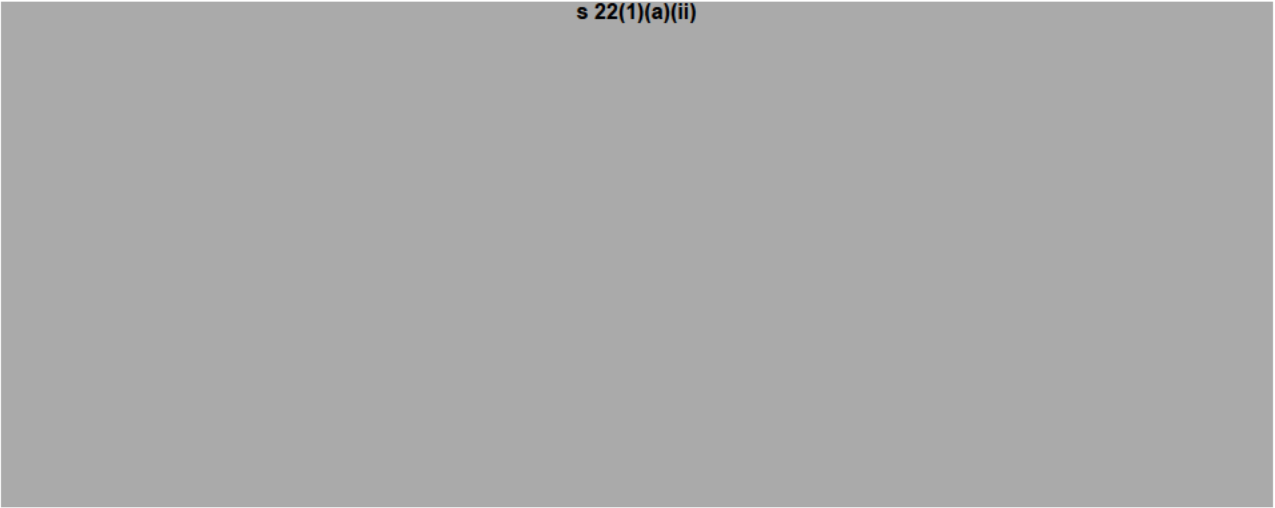
2. This follows s 34(3)

- a. On 9 January 2019, Minister Tudge wrote to relevant Ministers seeking agreement to finalise the Hobart City Deal. No concerns were raised for finalising the Deal.

3. In order to enable the scheduled launch of the Hobart City Deal on 16 February 2018 (MS19-000538), we recommend you agree to Minister Tudge's requests.

s 22(1)(a)(ii)

s 22(1)(a)(ii)



s 22(1)(a)(ii)

A/g Assistant Secretary
Infrastructure, Population, Agriculture and
Regional Development Branch
13 February 2019

Policy Officer: s 22(1)(a)(ii)
Phone no: s 22(1)(a)(ii)
Consultation: Fiscal, Comm-State,
Department of Finance, and DIRDC

ATTACHMENTS

ATTACHMENT A DRAFT RESPONSE

ATTACHMENT B INCOMING CORRESPONDENCE



PRIME MINISTER

Reference: MC19-009372

22 FEB 2019

The Hon Alan Tudge MP
Minister for Cities, Urban Infrastructure and Population
Parliament House
CANBERRA ACT 2600

Dear Minister

Thank you for your letter dated 11 February 2019 regarding the finalisation of the Hobart City Deal.

I agree to your proposal to finalise the City Deal. I look forward to launching the City Deal with you, and representatives from the Tasmanian Government and Local Councils.

s 22(1)(a)(ii)

I have copied this letter to the Deputy Prime Minister and Minister for Infrastructure, Transport and Regional Development, the Treasurer, the Minister for Finance and the Public Service, the Minister for Home Affairs, the Minister for Industry, Science and Technology, the Minister for Families and Social Services, the Minister for Agriculture and Water Resources, and the Minister for the Environment.

Yours sincerely

s 22(1)(a)(ii)

SCOTT MORRISON

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary
s 22(1)(a)(ii)

To: s 22(1)(a)(ii) Prime Minister's Office

BACKGROUND BRIEF ON CITY DEALS

ASSISTANT
MINISTER'S
OFFICE
s 22(1)(a)(ii)

Recommendation - that you:

1. Note the background information on City Deals.

Noted / Please discuss

s 22(1)(a)(ii)

Date:

Comments:

Key Points:

1. You requested background briefing on City Deals, including the process and priorities.
Please find attached:

s 22(1)(a)(ii)

- A summary of progress on key Cities Division projects (Attachment B).

s 22(1)(a)(ii)

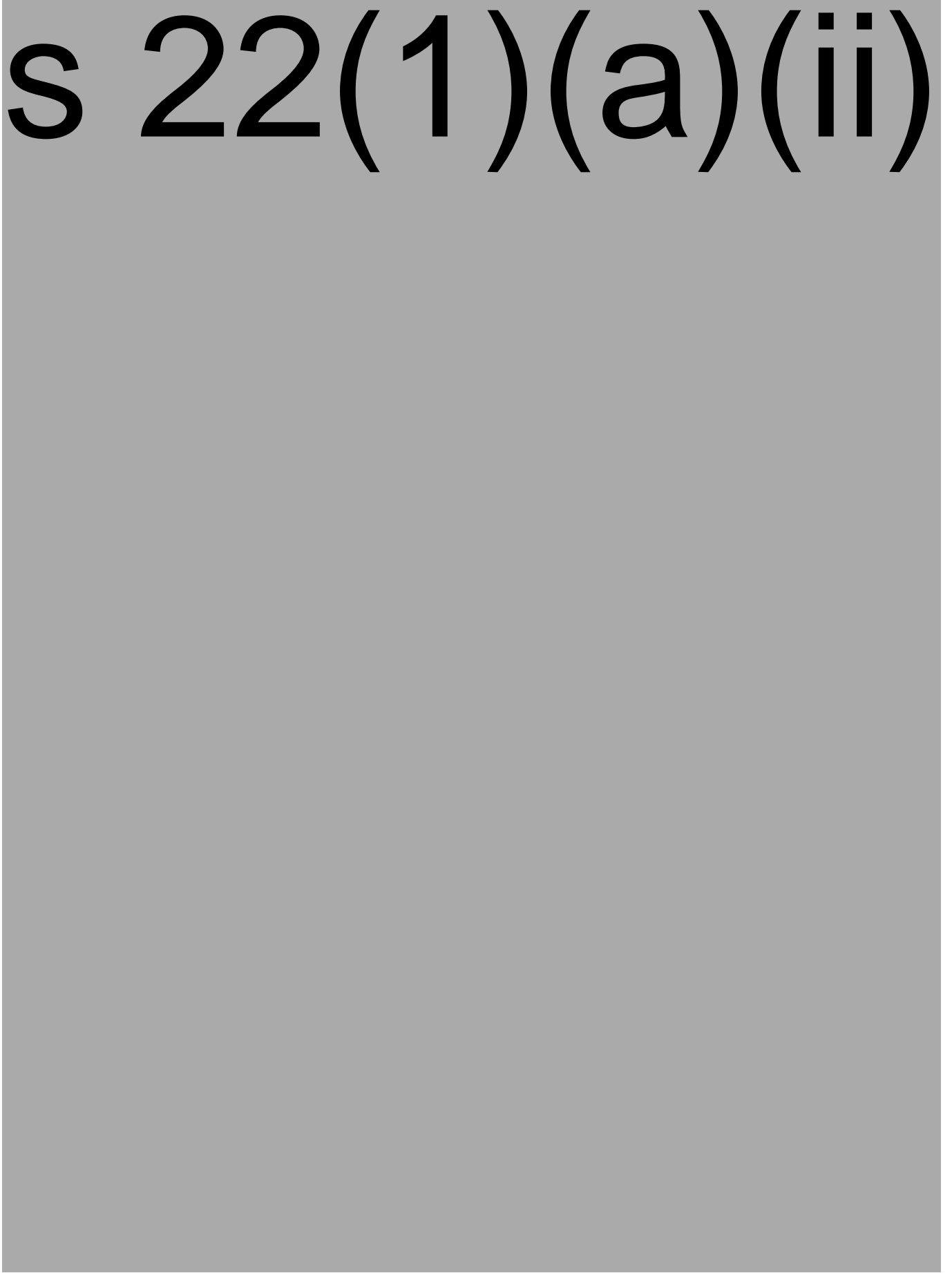
2. The Department would welcome an opportunity to expand on this briefing in a face-to-face meeting.

Oliver Richards
Assistant Secretary
Cities
11 October 2017

Policy Officer: s 22(1)(a)(ii)
Phone no: s 22(1)(a)(ii)
Consultation: Nil

Summary of progress on key Cities Division projects

s 22(1)(a)(ii)



s 22(1)(a)(ii)

Hobart

- On 19 August 2017 the Prime Minister announced that he was in discussion with the Premier about a Hobart City Deal. The Commonwealth's interests in a Hobart City Deal would be to address its economic challenges including low wage rates, high unemployment and low rates of educational attainment.
- PM&C officials have met with key stakeholders, including State and Local Government officials, the University of Tasmania and MONA. Early discussions have centred around three potential transformative projects:
 - relocation of the University of Tasmanian STEM campus to the CBD
 - s 22(1)(a)(ii)
 - s 22(1)(a)(ii).

s 22(1)(a)(ii)

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary
s 22(1)(a)(ii)

To: Assistant Minister for Cities and Digital Transformation

MEETING WITH PRIME MINISTER – UPDATE ON s 22(1)(a)(ii)
HOBART s 22(1)(a)(ii) CITY DEALS

PMO
s 22(1)(a)(ii)

AMO
s 22(1)(a)(ii)

Purpose: Update on the s 22(1)(a)(ii) Hobart s 22(1)(a)(ii) City Deals.	Timing and Venue: Week of 6 November 2017 (TBC)
--	--

Our Proposed Objectives:

s 22(1)(a)(ii)

- Update the Prime Minister on the Hobart City Deal, including priorities for the Commonwealth. Talking points are at Attachment A.

s 22(1)(a)(ii)

s 22(1)(a)(ii)

Hobart s 22(1)(a)(ii) City Deals

- The Hobart s 22(1)(a)(ii) City Deals are s 34(2)
- Possible priorities and projects for the Hobart City Deal s 22(1)(a)(ii) are at Attachment C and Attachment D respectively.

Mary Wiley-Smith
A/g Deputy Secretary
November 2017

Contact Officer: s 22(1)(a)
s 22(1)(a)
Consultation: IIE

NOTED:

Date:

ATTACHMENTS

ATTACHMENT A – Hobart City Deal update - Talking points

s 22(1)(a)(ii)

ATTACHMENT C – Hobart City Deal – Potential priorities

s 22(1)(a)(ii)

Hobart City Deal update – Talking points

- I visited Hobart in mid-October and discussed a potential Hobart City Deal and possible commitments with Tasmanian Treasurer Gutwien and Infrastructure Minister Hidding.
- I'm confident of being able to land a Hobart City Deal. The Tasmanian Government is keen to make the Deal and has capacity to undertake negotiations and support implementation.
- A City Deal could address Hobart's low wages, low educational attainment and ability to grow, retain and attract a skilled workforce. Creating a more vibrant, interconnected and skilled city that builds on its existing strengths will be key to achieving these outcomes.
- One of the following three transformational projects could form the core of the Deal:

s 22(1)(a)(ii)

- Relocation of the University of Tasmania's STEM centre from Sandy bay to the CBD.

s 22(1)(a)(ii)

- The University of Tasmania (UTas) is aware the Commonwealth is unlikely to provide traditional funding for their proposed relocation, but can support innovative financing. IPFA are in early discussions with UTas on financing options.
- The Tasmanian Government is keen to announce an intention between parties to negotiate a Hobart City Deal by the end of this year.

s 22(1)(a)(ii)

PROTECTED Sensitive: Cabinet

DRAFT: Not Government Policy

Hobart City Deal - Vision: Improve Hobart's ability to build, retain and attract entrepreneurial talent by capitalising on its natural amenity and links to the Antarctic, preparing for the jobs of the future and improving connectivity and liveability across the city
(note, this is a Commonwealth working draft only – have not consulted/agreed with State and Local Governments)

Possible Projects	Estimated Total Cost	Estimated Australian Government Funding/Financing*	State Position*	Other Views / Issues / Comments*
s 22(1)(a)(ii)				
Relocating University of Tasmania (UTas) STEM campus to Hobart CBD The STEM campus facilities are reaching the end of their useful life. UTas expects a purpose built campus in the CBD to attract an increase in domestic and international students, with associated increase in incomes, and has the potential to transform the city into a smart city and attract new industries and enterprises to the state. Supporting commitments could include helping local high school students to be uni-ready to continue their STEM education and encourage the STEM industry's participation to provide jobs for future graduates.	\$400 million	<ul style="list-style-type: none"> UTas is seeking \$250 million from Australian Government. IPFA to advise on financing options, including financing through the Clean Energy Finance Corporation. 	<ul style="list-style-type: none"> UTas proposes to share the remaining cost (\$150 million) with the Tasmanian Government. The source of the UTas contribution is unclear. Tasmanian Government has not committed funding. State has expressed strong interest in the future use of the current UTas campus at Sandy Bay (potentially for a high school or aged care facility). 	<ul style="list-style-type: none"> Consider value capture. Main benefits from relocation are: higher income for new students (41%); increase in tax revenue (27%); and increased student revenue (18%). Also consider land value uplift and potential sale proceeds from existing site. Consider how the project integrates into broader city planning, including uses for the existing Sandy Bay campus. Initial meeting to discuss innovative financing opportunities between IPFA and UTas was held on 6 October 2017. Any Commonwealth commitment should be contingent on adequate progress of UTas' Launceston relocation.

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary
s 22(1)(a)(ii)

To: Prime Minister (for noting)

PROSPECTS FOR HOBART s 22(1)(a)(ii) CITY DEALS

PMO
s 22(1)(a)(ii)

Recommendation - that you:

1. Note advice on prospects of securing Hobart s 22(1)(a)(ii) City Deals and our assessment of funding and financing options, benefits and risks for the Commonwealth, ahead of your meeting with Assistant Minister Taylor on Thursday 16 November 2017.

Noted / Please Discuss

MALCOLM TURNBULL

Date:

Comments:

Hobart City Deal

1. There are good prospects for achieving a City Deal in Hobart within existing funding. The State Government's expectations for new funding is low. s 22(1)(a)(ii)
s 22(1)(a)(ii)
s 22(1)(a)(ii) A snapshot of potential priorities and projects for a Hobart City Deal is at Attachment A and a map is at Attachment B.

s 22(1)(a)(ii)

3. Two other potential major commitments (s 22(1)(a)(ii) relocating UTas STEM facility) can be supported by Commonwealth advice or provision of innovative financing.

s 22(1)(a)(ii)

Ms Lynch
Assistant Secretary
Cities Division
14 November 2017

Policy Officer:

s 22(1)(a)(ii) (Hobart)

s 22(1)(a)(ii) (Darwin)

Phone no: s 22(1)(a)(ii)

ATTACHMENTS

ATTACHMENT A A3 SNAPSHOT OF POTENTIAL PRIORITIES FOR HOBART

s 22(1)(a)(ii)

PROTECTED Sensitive: Cabinet

DRAFT: Not Government Policy

Hobart City Deal - Vision: Improve Hobart's ability to build, retain and attract entrepreneurial talent by capitalising on its natural amenity and links to the Antarctic, preparing for the jobs of the future and improving connectivity and liveability across the city
(note, this is a Commonwealth working draft only – have not consulted/agreed with State and Local Governments)

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s 22(1)(a)(ii)				
Relocating University of Tasmania (UTas) STEM campus to Hobart CBD The STEM campus facilities are reaching the end of their useful life. UTas expects a purpose built campus in the CBD to attract an increase in domestic and international students, with associated increase in incomes, and has the potential to transform the city into a smart city and attract new industries and enterprises to the state. Supporting commitments could include helping local high school students to be uni-ready to continue their STEM education and encourage the STEM industry's participation	\$400 million	<ul style="list-style-type: none"> UTas is seeking \$250 million from Australian Government. IPFA to advise on financing options, including financing through the Clean Energy Finance Corporation. 	<ul style="list-style-type: none"> UTas proposes to share the remaining cost (\$150 million) with the Tasmanian Government. The source of the UTas contribution is unclear. Tasmanian Government has not committed funding. State has expressed strong interest in the future use of the current UTas campus at Sandy Bay (potentially for a high school or aged care facility). 	<ul style="list-style-type: none"> Consider value capture. Main benefits from relocation are: higher income for new students (41%); increase in tax revenue (27%); and increased student revenue (18%). Also consider land value uplift and potential sale proceeds from existing site. Consider how the project integrates into broader city planning, including uses for the existing Sandy Bay campus. Initial meeting to discuss innovative financing opportunities between IPFA and UTas was held on 6 October 2017. Any Commonwealth commitment should be contingent

to provide jobs for future graduates.				on adequate progress of UTas’ Launceston relocation.
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s 22(1)(a)(ii)

PDR: MS17-005937

DEPARTMENT OF THE PRIME MINISTER AND CABINETPM&C
Secretary
s 22(1)(a)(ii)**To:** Prime Minister, Malcolm Turnbull**HOBART CITY DEAL - EVENT TO ANNOUNCE COMMENCEMENT OF NEGOTIATIONS**PMO
s 22(1)(a)(ii)**Purpose:** To announce Hobart as the next City Deal location with the Tasmanian Premier and sign the Heads of Agreement formalising this.**Timing and Venue:** 16 January 2018, 9:30am, Macquarie Point Development Corporation, Hobart**Proposed Objectives:**(Talking points are at Attachment A)

- To announce Hobart as the location of Australia's next City Deal and the commencement of negotiations between City Deal partners on priorities, opportunities and commitments for Hobart.

Key Points:


- You will be signing a Heads of Agreement for the Hobart City Deal, with the Tasmanian Premier (Attachment B). The event marks commencement of negotiations on a Hobart City Deal and will be followed by a photo opportunity with City Deal partners and media questions.
- The Heads of Agreement outlines the priority areas that will be the focus of negotiation under the Hobart City Deal:

s 22(1)(a)(ii)

- Supporting education and innovation through the development of the University of Tasmania's STEM presence in the CBD.

s 22(1)(a)(ii)

s 22(1)(a)(ii)



Kate Lynch
Assistant Secretary
Cities Division, Strategy and
Engagement
12 January 2018

Contact Officer: s 22(1)(a)(ii)
s 22(1)(a)(ii)
Consultation: II&E, SPD, Economic
Division, Ageing Taskforce, MSD

NOTED:

Date:

TALKING POINTS

s 22(1)(a)(ii)

- A Hobart City Deal will leverage Hobart's existing strengths and natural amenity to support continued growth by:

s 22(1)(a)(ii)

- Skilling students for the jobs of the future and supporting an innovative economy, including by examining what support we can provide for the development of the University of Tasmania's STEM presence in the CBD.

s 22(1)(a)(ii)

s 22(1)(a)(ii)

Will the Commonwealth fund the development of a STEM campus in the Hobart CBD?

- The Commonwealth is working with the University of Tasmania on possible financing options to support the development of the University of Tasmania's STEM campus in the CBD.
- I note the Commonwealth has already contributed \$150 million to the University of Tasmania to support relocation of their Launceston and Burnie campuses. We look forward to seeing progress on those projects.

s 22(1)(a)(ii)

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PDR: MS18-002534

DEPARTMENT OF THE PRIME MINISTER AND CABINET

PM&C
Secretary

s 22(1)(a)
(ii)

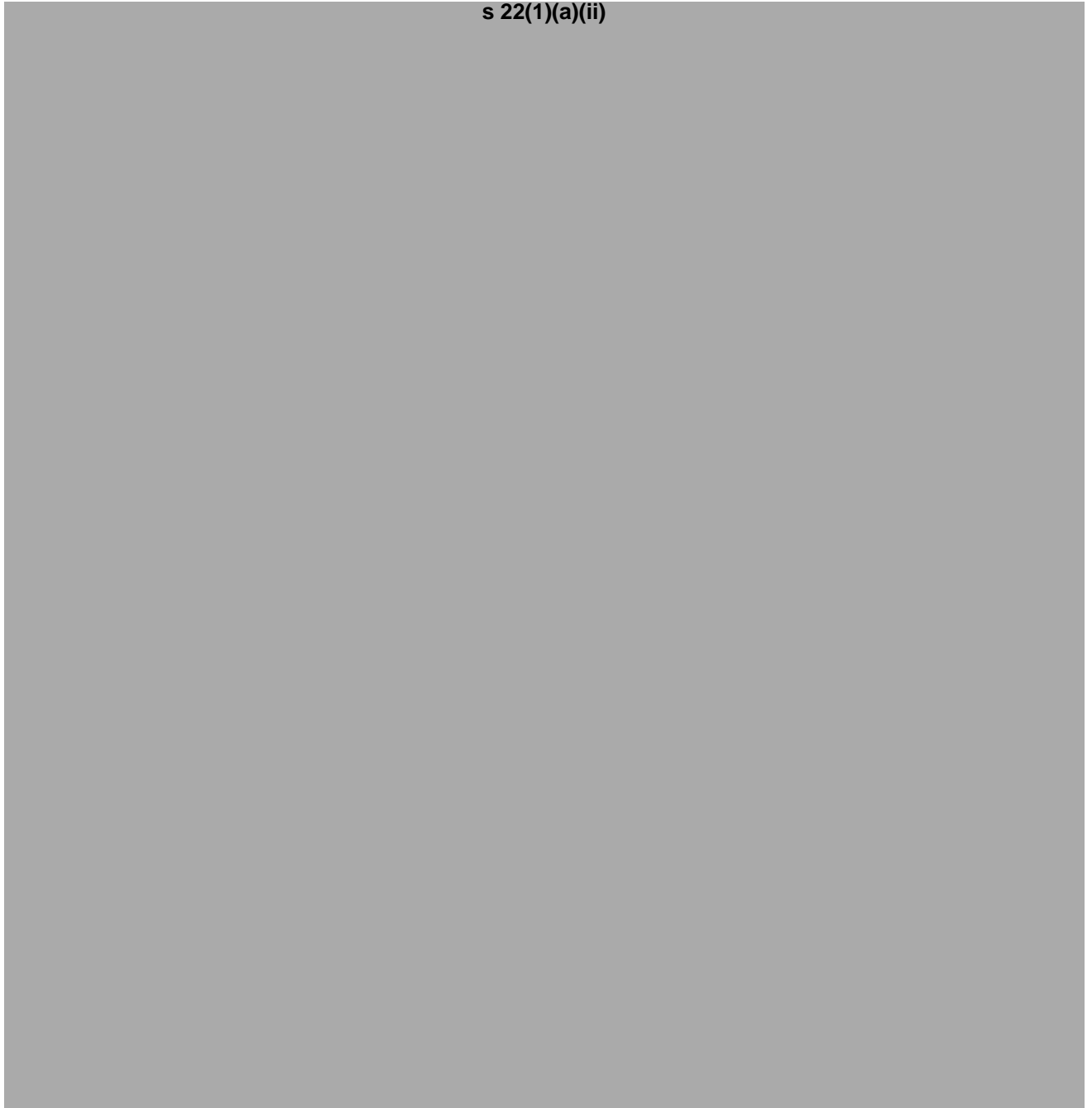
To: Prime Minister, Malcolm Turnbull

BRIDGEWATER BRIDGE ANNOUNCEMENT

s 22(1)(a)(ii)

PMO
Chief of Staff

s 22(1)(a)
(ii)



Julia Pickworth
Assistant Secretary
Infrastructure, Agriculture, and
Regional Development
13 June 2018

Contact Officer: **s 22(1)(a)(ii)**
s 22(1)(a)(ii)

Consultation: Department of
Infrastructure, Regional Development,
and Cities, Fiscal, Comm-State

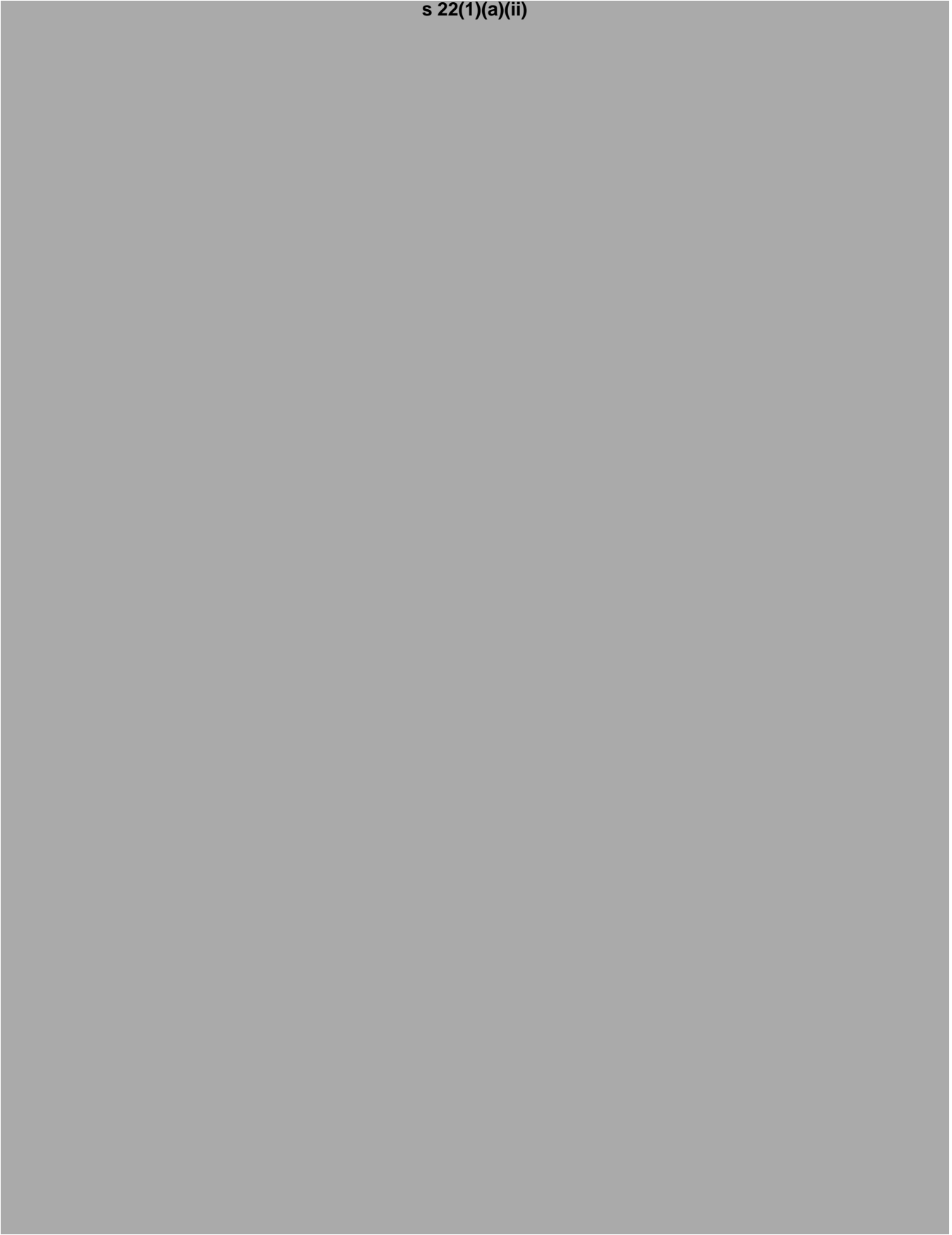
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BACKGROUND

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Hobart City Deal

- On 16 January 2018, the Prime Minister and the Tasmanian Premier signed a Heads of Agreement setting out a joint commitment to work together towards a Hobart City Deal.
- Negotiations will focus on bringing all three levels of government together to maximise job opportunities, improve liveability, and reduce congestion. The Heads of Agreement outlines key focus areas for a Hobart City Deal including:

s 22(1)(a)(ii)

- examining options to facilitate the University of Tasmania's STEM presence in the city.

s 22(1)(a)(ii)

- Working groups have been established to progress the focus areas, governed by a senior officials group and Joint Ministerial Committee. Ministers and Mayors have committed to work towards substantial development of a Hobart City Deal by the end of this year.

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