

# State Budget 2017–18



## Budget Measures Statement

Budget Paper 5



Government  
of South Australia

# STATE BUDGET | 2017-18

## **Budget Paper 1: Budget Overview**

A summary publication capturing all highlights from the 2017-18 Budget.

## **Budget Paper 2: Budget Speech**

A copy of the Treasurer's speech, delivered to Parliament.

## **Budget Paper 3: Budget Statement**

A financial report presenting the state government's current and estimated future economic performance, fiscal strategy, budget priorities, expenditure, revenue, assets, liabilities, risks and government business.

## **Budget Paper 4: Agency Statements | Volumes 1, 2, 3, 4**

Various financial reports presenting the state government's current and estimated revenue, expenses and performance by agency.

## **Budget Paper 5: Budget Measures Statement**

A financial report detailing the state government's expenditure, savings and revenue initiatives.

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## **Budget Paper 5**

# **2017–18 Budget Measures Statement**

*Presented by  
The Honourable Tom Koutsantonis MP  
Treasurer of South Australia  
on the Occasion of the Budget  
for 2017–18*

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# Introduction

The 2017–18 Budget Measures Statement describes the expenditure, savings and revenue decisions in the general government sector. It contains the following sections:

- Part 1: Revenue measures — reports 2017–18 Budget revenue measures
- Part 2: Budget measures by agency — reports 2017–18 Budget expenditure and savings measures by agency. Budget measures are shown on a gross basis; that is, expenditure includes amounts funded by revenues received for the specific purpose. The revenue is then disclosed as a revenue offset.

In addition to the new budget measures, a number of measures were approved in the period following the 2016–17 Mid-Year Budget Review. These measures are shown as memorandum items.

Expenditures are recorded as negative (-) items, while savings and revenues are recorded as positive (+) items.

Full time equivalents are an estimate of the change in general government sector employment levels on 30 June associated with a decision — increases are recorded as positive (+) numbers and decreases are recorded as negative (-) numbers.

**Table 1: Budget measures (\$million)**

|                                        | <b>2016–17<br/>Estimated<br/>Result</b> | <b>2017–18<br/>Budget</b> | <b>2018–19<br/>Estimate</b> | <b>2019–20<br/>Estimate</b> | <b>2020–21<br/>Estimate</b> |
|----------------------------------------|-----------------------------------------|---------------------------|-----------------------------|-----------------------------|-----------------------------|
| Revenue measures — taxation            | —                                       | 87.1                      | 92.9                        | 94.2                        | 90.8                        |
| Operating initiatives                  | - 86.6                                  | - 268.3                   | - 234.2                     | - 128.4                     | - 61.2                      |
| Revenue offsets                        | —                                       | 11.1                      | 23.6                        | 4.5                         | 4.9                         |
| Operating savings                      | —                                       | —                         | —                           | —                           | —                           |
| <b>Total operating initiatives</b>     | <b>-86.6</b>                            | <b>- 170.1</b>            | <b>- 117.8</b>              | <b>- 29.7</b>               | <b>34.4</b>                 |
| Investing expenditure initiatives      | - 1.1                                   | - 79.1                    | - 351.0                     | - 441.7                     | - 462.2                     |
| Revenue offsets                        | —                                       | 7.8                       | 171.5                       | 203.8                       | 173.5                       |
| Asset sales                            | —                                       | 18.9                      | —                           | —                           | —                           |
| <b>Total investing initiatives</b>     | <b>- 1.1</b>                            | <b>- 52.4</b>             | <b>- 179.5</b>              | <b>- 238.0</b>              | <b>- 288.7</b>              |
| <b>Total FTE impact of initiatives</b> | <b>25</b>                               | <b>443</b>                | <b>444</b>                  | <b>457</b>                  | <b>77</b>                   |

Note: Totals may not add due to rounding.





# Part 1: Revenue measures

## Overview

This part reports all revenue measures since the 2016–17 Mid-Year Budget Review including taxation measures introduced as part of the 2017–18 Budget.

## Taxation measures in the 2017–18 Budget

**Table 1.1: Taxation measures in the 2017–18 Budget (\$000)**

|                                                                                             | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|---------------------------------------------------------------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| <b>Taxation measures</b>                                                                    |                     |                   |                     |                     |                     |
| South Australian major bank levy                                                            | —                   | 97 000            | 89 000              | 89 000              | 95 000              |
| Lower the payroll tax rate for small businesses                                             | —                   | -15 300           | -5 100              | -5 500              | -19 200             |
| Introduce a conveyance duty surcharge on foreign buyers of residential property             | —                   | 6 200             | 13 300              | 14 200              | 15 100              |
| Extend the off-the-plan apartment stamp duty concession                                     | —                   | -800              | -4 200              | -3 400              | —                   |
| Introduce a five year land tax exemption for investors who purchase off-the-plan apartments | —                   | —                 | -100                | -100                | -100                |
| <b>Total taxation measures in the 2017–18 Budget</b>                                        | <b>—</b>            | <b>87 100</b>     | <b>92 900</b>       | <b>94 200</b>       | <b>90 800</b>       |

Note: Totals may not add due to rounding.

### South Australian major bank levy

#### *Budget implications (\$000)*

|                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue | —                   | 97 000            | 89 000              | 89 000              | 95 000              |

A South Australian major bank levy will be introduced from 1 July 2017. The levy will apply to all authorised deposit-taking institutions that operate in South Australia and are liable for the Commonwealth Government major bank levy.

The amount payable under the South Australian major bank levy will be 0.015 per cent of South Australia's estimated share of the total value of bank liabilities subject to the Commonwealth Government major bank levy at the end of each quarter.

South Australia's estimated share of relevant bank liabilities will be determined as South Australia's gross state product share of national gross domestic product (currently around 6 per cent).

This measure will effectively double the rate of the Commonwealth Government's major bank levy, but only on the proportion of estimated liabilities in South Australia.

**Lower the payroll tax rate for small businesses***Budget implications (\$000)*

|                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue | —                   | -15 300           | -5 100              | -5 500              | -19 200             |

The current small business payroll tax rebate will be replaced by a new payroll tax rate structure from 1 July 2017, locking in the concessional arrangements that apply as a result of the rebate as a permanent feature of the payroll tax rate structure and extending it to more small businesses.

For taxable payrolls of up to \$1.0 million, a rate of 2.5 per cent will be applicable compared to the existing rate of 4.95 per cent. The payroll tax rate will then incrementally increase to the general rate of 4.95 per cent for businesses with Australian payrolls above \$1.5 million. The current rebate phases out at an annual payroll of \$1.2 million and was due to expire on 30 June 2019.

It is estimated that around 3200 small businesses will have a payroll tax rate lower than 4.95 per cent. Of these around 1300 employers will benefit by up to \$8820 from this initiative each year compared with the assistance received under the small business payroll tax rebate.

The replacement of the rebate scheme with a new lower tax structure also simplifies arrangements, removing the need for businesses to pay the tax up front with receipt of the rebate in the following year.

Employers eligible for the small business payroll tax rebate will still receive the rebate in 2017–18 (which is based on 2016–17 payrolls).

| Annual payroll | Existing Tax Payable <sup>(a)</sup> | New Tax Payable <sup>(b)</sup> | Savings compared to<br>general rate<br>(4.95 per cent) | Additional savings<br>compared to rebate <sup>(c)</sup> |
|----------------|-------------------------------------|--------------------------------|--------------------------------------------------------|---------------------------------------------------------|
| \$             | \$                                  | \$                             | \$                                                     | \$                                                      |
| 0.6 million    | —                                   | —                              | —                                                      | —                                                       |
| 0.7 million    | 4 950                               | 2 500                          | 2 450                                                  | —                                                       |
| 0.8 million    | 9 900                               | 5 000                          | 4 900                                                  | —                                                       |
| 0.9 million    | 14 850                              | 7 500                          | 7 350                                                  | —                                                       |
| 1.0 million    | 19 800                              | 10 000                         | 9 800                                                  | 2 000                                                   |
| 1.1 million    | 24 750                              | 14 950                         | 9 800                                                  | 5 050                                                   |
| 1.2 million    | 29 700                              | 20 880                         | 8 820                                                  | 8 820                                                   |
| 1.3 million    | 34 650                              | 27 790                         | 6 860                                                  | 6 860                                                   |
| 1.4 million    | 39 600                              | 35 680                         | 3 920                                                  | 3 920                                                   |
| 1.5 million    | 44 550                              | 44 550                         | —                                                      | —                                                       |

(a) Based on general rate of 4.95 per cent.

(b) Based on new rate structure from 1 July 2017.

(c) Comparison of savings under the new rate structure to apply from 1 July 2017 compared to small business payroll tax rebate scheme.

**Introduce a conveyance duty surcharge on foreign buyers of residential property***Budget implications (\$000)*

|                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue | —                   | 6 200             | 13 300              | 14 200              | 15 100              |

A four per cent conveyance duty surcharge on purchases of residential property by foreign buyers and temporary residents will be introduced from 1 January 2018. This surcharge will be in addition to any other conveyance duty payable on the transfer of residential property.

New South Wales, Victoria and Queensland also levy a similar surcharge on foreign buyers of certain property and Western Australia has also indicated that it will introduce a surcharge in 2019.

**Extend the off-the-plan apartment stamp duty concession***Budget implications (\$000)*

|                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue | —                   | -800              | -4 200              | -3 400              | —                   |

The current stamp duty concession for purchases of off-the-plan apartments due to expire on 30 June 2017 has been extended for a further 12 months.

Eligible contracts entered into for the purchase of an off-the-plan apartment by 30 June 2018 will receive a stamp duty concession of up to \$15 500. The level of concession received varies depending on the value of the apartment and the stage of completion of the residential development. The concession applies statewide.

It is estimated that 800 off-the-plan apartment purchases will benefit from the extension of the concession. From 22 June 2017, foreign purchasers will no longer be eligible for the off-the-plan concession.

The stamp duty concession will apply in addition to the \$10 000 pre-construction grant for purchases of off-the-plan apartments up to 30 September 2017 as detailed in part 2 — Budget measures by agency.

**Introduce a five year land tax exemption for investors who purchase off-the-plan apartments***Budget implications (\$000)*

|                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue | —                   | —                 | -100                | -100                | -100                |

An exemption from land tax for five years will be introduced for investors who purchase eligible off-the-plan apartments.

The land tax exemption will apply for off-the-plan apartment contracts entered into between 22 June 2017 and 30 June 2018. The exemption will apply for the five years from the commencement of ownership.

It is estimated that the exemption will benefit around 100 land tax ownerships.



## Part 2: Budget measures by agency

### Overview

This part reports 2017–18 Budget expenditure and savings initiatives by agency. New expenditure and savings measures approved since the 2016–17 Mid-Year Budget Review are shown as memorandum items.

Revenue offsets in this section include revenues received from external parties, including the Commonwealth Government, for the specific purpose of, and incidental to, an expenditure measure contained in this part.

### Across Government

#### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | —                   | -27 400           | -29 700             | -2 800              | —                   |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | -1 960            | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>—</b>            | <b>-27 400</b>    | <b>-29 700</b>      | <b>-2 800</b>       | <b>—</b>            |
| <b>Impact on net lending</b>           | <b>—</b>            | <b>-29 360</b>    | <b>-29 700</b>      | <b>-2 800</b>       | <b>—</b>            |

#### Across Government

|                                                                                         |   |         |         |        |   |
|-----------------------------------------------------------------------------------------|---|---------|---------|--------|---|
| Operating initiatives                                                                   |   |         |         |        |   |
| Future Jobs Fund                                                                        | — | -25 000 | -25 000 | —      | — |
| Increase Job Accelerator Grant for apprentices and trainees                             | — | -2 400  | -4 000  | -1 700 | — |
| Introduce a pre-construction grant of \$10 000 for purchases of off-the-plan apartments | — | —       | -700    | -1 100 | — |
| Investing initiatives                                                                   |   |         |         |        |   |
| Increase Job Accelerator Grant for apprentices and trainees                             | — | -60     | —       | —      | — |
| Lower the payroll tax rate for small businesses                                         | — | -1 900  | —       | —      | — |

#### Memorandum items — initiatives prior to the 2017–18 Budget

##### Across Government

|                       |        |          |          |         |         |
|-----------------------|--------|----------|----------|---------|---------|
| Operating initiatives |        |          |          |         |         |
| Our Energy Plan       | -5 127 | -113 815 | -71 110  | -27 198 | -32 750 |
| Investing initiatives |        |          |          |         |         |
| Our Energy Plan       | —      | -75 000  | -175 000 | -50 000 | —       |

## Across Government

### Future Jobs Fund

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -25 000           | -25 000             | —                   | —                   |

The government has established a \$200 million Future Jobs Fund to support the growth of industries that will create the jobs of the future following the closure of our car industry. These industries are:

- Shipbuilding and defence
- Renewable energy and mining
- Tourism, food and wine
- Health and biomedical research
- Information technology and advanced manufacturing

Specific expenditure measures of \$50 million as well as a provision for \$30 million in low interest loans has been allocated in this budget. These measures appear later in this document.

The remainder of the Future Jobs Fund, comprising \$50 million in grants and \$70 million in low interest loans will be available to support job creation in the industry focus areas.

Early registrations are now being accepted for Future Jobs Fund grants and loans. Grants to support the development of business cases towards Future Jobs Fund applications are also available. See [treasury.sa.gov.au](http://treasury.sa.gov.au) for more information.

The government is inviting the Commonwealth Government to partner with us and match the state's \$200 million contribution.

### Increase Job Accelerator Grant for apprentices and trainees

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -2 400            | -4 000              | -1 700              | —                   |
| Investing payments | —                   | -60               | —                   | —                   | —                   |

The Job Accelerator Grant will be increased by up to \$5000 for each eligible new apprentice or trainee employed and eligible for an existing Job Accelerator Grant. The additional amount will be paid in two equal instalments on the first and second anniversary of employment.

Businesses with payrolls between \$600 000 and \$5 million will receive up to \$15 000 for each new apprentice and trainee, while small businesses with payrolls up to \$600 000 will receive up to \$9000.

Eligibility will be backdated to match the existing Job Accelerator Grant applications such that businesses which have already hired a new apprentice or trainee and registered for the grant will also be eligible for the increased payment.

It is estimated that around 2000 applications will be eligible for the additional grant.

This also provides \$60 000 for the cost of necessary upgrades to RevenueSA's systems to support the administration of this measure.

## Across Government

### Introduce a pre-construction grant of \$10 000 for purchases of off-the-plan apartments

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | —                 | -700                | -1 100              | —                   |

A \$10 000 grant will be introduced for purchases of off-the-plan apartments where construction of the apartment building has not yet commenced and the sale contract is entered into between 22 June 2017 to 30 September 2017 (both dates inclusive). The grant will be paid at settlement.

Combined with the extension of the off-the-plan stamp duty concession, eligible recipients can receive up to \$25 500 in assistance for purchases of off-the-plan apartments. Eligible first home buyers will be able to receive up to \$40 500 in assistance.

It is estimated that around 180 purchases will qualify for the grant.

### Lower the payroll tax rate for small businesses

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | -1 900            | —                   | —                   | —                   |

This provides \$1.9 million for the cost of necessary upgrades to RevenueSA's systems to support the administration of this measure.

## Memorandum items — initiatives prior to the 2017–18 Budget

### Across Government

#### Our Energy Plan

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | -5 127              | -113 815          | -71 110             | -27 198             | -32 750             |
| Investing payments    | —                   | -75 000           | -175 000            | -50 000             | —                   |
| Full time equivalents | 4                   | 4                 | 1                   | —                   | —                   |

The \$550 million energy plan will take charge of the state's energy future and deliver reliable, affordable and clean power for South Australians. The Government of South Australia is committing \$360 million towards building a 250 megawatt gas-fired power plant to provide emergency back-up power and system stability services, \$150 million to a Renewable Technology Fund, part of which will be used to build Australia's largest battery to store energy from the wind and sun, \$24 million towards a new Plan for Accelerating Exploration (PACE) grants to incentivise gas production and additional funding for the implementation of the Energy Plan.

Since the announcement of this plan in March 2017, the government has made significant progress towards key deliverables, including:

- legislated more powers for the Minister, giving South Australians greater say over their energy supply and security
- finalising the procurement of 200 megawatts of short term emergency generation through SA Power Networks to ensure it is operating by 1 December 2017
- progressing the procurement process for the 100 megawatts of battery storage which is on track to enable it to be operating by 1 December 2017
- progressing the procurement processes for the 250 megawatt long term standby emergency generation and the new competitor to supply the government's energy usage requirements
- finalising arrangements for the establishment and operation of the Renewable Technology Fund;
- a public call for proposals in the second round of the PACE gas grants program
- finalising the regulations for the Energy Security Target following consultation with industry
- ongoing work with the Australian Energy Market Operator, Essential Services Commission of South Australia, the Office of the Technical Regulator and other key stakeholders regarding various components of the Energy Plan.

The government is on-track to ensure a timely delivery of its plan such that the benefits can be quickly realised by all South Australians.



## Attorney-General

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | —                   | -1 393            | -2 148              | -2 277              | -2 211              |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | -541              | -1 435              | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>—</b>            | <b>-1 393</b>     | <b>-2 148</b>       | <b>-2 277</b>       | <b>-2 211</b>       |
| <b>Impact on net lending</b>           | <b>—</b>            | <b>-1 934</b>     | <b>-3 583</b>       | <b>-2 277</b>       | <b>-2 211</b>       |

#### Attorney-General's Department

|                                                    |   |      |        |        |        |
|----------------------------------------------------|---|------|--------|--------|--------|
| Operating initiatives                              |   |      |        |        |        |
| South Australian Civil and Administrative Tribunal | — | -455 | -1 191 | -1 300 | -1 214 |
| Investing initiatives                              |   |      |        |        |        |
| South Australian Civil and Administrative Tribunal | — | -541 | -1 435 | —      | —      |

#### Administered Items for the Attorney-General's Department

|                                |   |      |      |      |      |
|--------------------------------|---|------|------|------|------|
| Operating initiatives          |   |      |      |      |      |
| Additional Supreme Court Judge | — | -778 | -793 | -809 | -825 |
| Legal Services Commission      | — | -160 | -164 | -168 | -172 |

## Attorney-General's Department

### South Australian Civil and Administrative Tribunal

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -455              | -1 191              | -1 300              | -1 214              |
| Investing payments    | —                   | -541              | -1 435              | —                   | —                   |
| Full time equivalents | —                   | 2                 | 5                   | 5                   | 3                   |

This initiative provides \$6.1 million over four years to enable the transfer of additional jurisdictions to the South Australian Civil and Administrative Tribunal (SACAT). This includes \$2.0 million in investing expenditure and \$2.5 million in operating expenditure to expand SACAT's existing accommodation, and \$1.6 million across the forward estimates for costs associated with SACAT's expanded operations.

## Administered Items for the Attorney-General's Department

### Additional Supreme Court Judge

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -778              | -793                | -809                | -825                |
| Full time equivalents | —                   | 3                 | 3                   | 3                   | 3                   |

This initiative provides \$778 000 per annum (indexed) for the appointment of an additional Supreme Court judge and support staff to assist with current workloads in the Supreme Court and to enable leadership of the South Australia Civil and Administrative Tribunal to be undertaken on a full time basis.

### Legal Services Commission

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -160              | -164                | -168                | -172                |

This initiative provides \$160 000 per annum (indexed) from 2017–18 for the Legal Services Commission to address increased demand for legal representation for hearings under the *Guardianship and Administration Act 1993* and *Mental Health Act 2009* before the South Australian Civil and Administrative Tribunal (SACAT).

The Legal Services Commission administers the legal representation scheme pursuant to the *Guardianship and Administration Act 1993* and *Mental Health Act 2009* in accordance with a Memorandum of Administrative Arrangement between the Attorney-General, the Minister for Mental Health and Substance Abuse, the Legal Services Commission and SACAT.

## Child Protection

### 2017–18 Budget initiatives (\$000s)

|                                         | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                   | -68 259             | -18 206           | —                   | —                   | —                   |
| Operating savings                       | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                        | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                         | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                   | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing                | —                   | —                 | —                   | —                   | —                   |
| Asset sales                             | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b>  | <b>-68 259</b>      | <b>-18 206</b>    | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Impact on net lending</b>            | <b>-68 259</b>      | <b>-18 206</b>    | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Department for Child Protection</b>  |                     |                   |                     |                     |                     |
| Operating initiatives                   |                     |                   |                     |                     |                     |
| Child protection — additional resources | -68 259             | -18 206           | —                   | —                   | —                   |

## Department for Child Protection

### Child protection — additional resources

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -68 259             | -18 206           | —                   | —                   | —                   |

This initiative provides \$86.5 million over two years to meet additional costs for children in care. This is in addition to the \$432 million provided in the 2016–17 Mid-Year Budget Review to reform the state's child protection system in response to the Child Protection Systems Royal Commission report: The life they deserve.

The additional funding in 2016–17 and 2017–18 is to meet an increase in costs of children in care, particularly in commercial care, and to assist non-government organisations establish additional residential care facilities.

As part of the response to the Child Protection Systems Royal Commission, the government implemented a range of additional early intervention programs and services. These early intervention measures will assist to deliver better care and to manage the growth in the number of children in care.

## Communities and Social Inclusion

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | -3 700              | -6 700            | -1 511              | -1 543              | -1 575              |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>-3 700</b>       | <b>-6 700</b>     | <b>-1 511</b>       | <b>-1 543</b>       | <b>-1 575</b>       |
| <b>Impact on net lending</b>           | <b>-3 700</b>       | <b>-6 700</b>     | <b>-1 511</b>       | <b>-1 543</b>       | <b>-1 575</b>       |

#### Department for Communities and Social Inclusion

|                                          |        |        |      |      |      |
|------------------------------------------|--------|--------|------|------|------|
| Operating initiatives                    |        |        |      |      |      |
| Changing Places facilities               | —      | -200   | —    | —    | —    |
| Community Infrastructure Investment Fund | —      | -5 000 | —    | —    | —    |
| Disability Services Support              | -2 500 | —      | —    | —    | —    |
| Justice Reinvestment                     | —      | -270   | —    | —    | —    |
| Ongoing support for Foodbank SA          | —      | —      | -250 | -250 | -250 |

#### Administered Items for the Department for Communities and Social Inclusion

|                                      |        |        |        |        |        |
|--------------------------------------|--------|--------|--------|--------|--------|
| Operating initiatives                |        |        |        |        |        |
| Personal Alert Systems Rebate Scheme | -1 200 | -1 230 | -1 261 | -1 293 | -1 325 |

#### Memorandum items — initiatives prior to the 2017–18 Budget

##### Department for Communities and Social Inclusion

|                                                |        |         |   |   |   |
|------------------------------------------------|--------|---------|---|---|---|
| Operating initiatives                          |        |         |   |   |   |
| Disability and Domiciliary Care Reform         | -1 607 | -4 338  | — | — | — |
| National Partnership Agreement on Homelessness | —      | -18 100 | — | — | — |
| Revenue offsets                                |        |         |   |   |   |
| National Partnership Agreement on Homelessness | —      | 9 050   | — | — | — |

## Department for Communities and Social Inclusion

### Changing Places facilities

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -200              | —                   | —                   | —                   |

This initiative provides \$200 000 in 2017–18 to support the construction of five Changing Places facilities in partnership with local government and private/community providers.

Changing Places facilities are fully accessible public toilets that meet the needs of people with a range of disabilities as well as the aged and incorporate full size height adjustable change tables, lifting hoists and non-slip floors.

### Community Infrastructure Investment Fund

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -5 000            | —                   | —                   | —                   |

This initiative provides \$5 million in 2017–18 for multicultural and community organisations to improve and upgrade infrastructure and to purchase equipment which will support the community and multicultural programs and services.

### Disability Services Support

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -2 500              | —                 | —                   | —                   | —                   |

This initiative provides an additional \$2.5 million in 2016–17 for people living with a disability to access a range of services including accommodation support, community support, and community access and respite services. This additional funding recognises the growing needs of people with a disability prior to the transition to the National Disability Insurance Scheme (NDIS). Full NDIS implementation is scheduled to occur from 2018–19.

## Department for Communities and Social Inclusion

### Justice Reinvestment

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -270              | —                   | —                   | —                   |

This initiative provides \$270 000 in 2017–18 to support an across-government place-based response to improving justice, safety and wellbeing outcomes for Aboriginal people.

Justice Reinvestment was a 2014 election commitment.

### Ongoing support for Foodbank SA

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | —                 | -250                | -250                | -250                |

The government will continue its support for Foodbank hubs in Port Pirie, Edwardstown, Elizabeth and Bowden by providing \$250 000 per annum from 2018–19 to improve outcomes for vulnerable people by supporting access to nutritious and affordable food.

## Administered Items for the Department for Communities and Social Inclusion

### Personal Alert Systems Rebate Scheme

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -1 200              | -1 230            | -1 261              | -1 293              | -1 325              |

This initiative provides \$1.2 million per annum (indexed) for the Personal Alert Systems Rebate Scheme (PARS), which provides financial support towards the cost of a personal alert system to eligible older South Australians, allowing them to live independently in their own homes.

The initiative recognises the impact of the rollout of the National Broadband Network (NBN). All devices now subsidised under PARS must be able to operate over the wireless network (3G and above) and be connected to a monitoring centre. All approved devices now incur an annual monitoring fee.



## Memorandum items — initiatives prior to the 2017–18 Budget

### Department for Communities and Social Inclusion

#### Disability and Domiciliary Care Reform

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | -1 607              | -4 338            | —                   | —                   | —                   |
| Full time equivalents | 9                   | 13                | —                   | —                   | —                   |

This initiative provides \$5.9 million over 2016–17 and 2017–18 for an across government response to meet the costs for the next stage of the reforms for disability and domiciliary care services. It includes the provision of case management support to staff materially affected by the reforms, the development of scoping studies for a number of disability related businesses and market engagement and procurement process for Domiciliary Care Services.

#### National Partnership Agreement on Homelessness

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue  | —                   | 9 050             | —                   | —                   | —                   |
| Operating expenses | —                   | -18 100           | —                   | —                   | —                   |

This initiative provides \$18.1 million in 2017–18 to continue services provided under the National Partnership Agreement on Homelessness (NPAH). These services include homelessness prevention programs, 24/7 crisis response programs and services which support homeless people back into mainstream housing, training and employment. The services are distributed across metropolitan, rural and remote locations and include services which respond to specific needs such as domestic violence. The Commonwealth Government will contribute 50 per cent of the funding required for this initiative.

As part of its 2017–18 Budget the Commonwealth Government announced its intention to combine funding for NPAH and the National Affordable Housing Agreement (NAHA) to form a single National Housing and Homelessness agreement from 2018–19. The details of this combined agreement are yet to be negotiated.

## Correctional Services

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | -618                | -9 145            | -21 686             | -23 729             | -24 717             |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | -725              | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | -618                | -9 145            | -21 686             | -23 729             | -24 717             |
| <b>Impact on net lending</b>           | -618                | -9 870            | -21 686             | -23 729             | -24 717             |

#### Department for Correctional Services

|                                   |      |        |         |         |         |
|-----------------------------------|------|--------|---------|---------|---------|
| Operating initiatives             |      |        |         |         |         |
| 160 Beds Mount Gambier Prison     | —    | -1 265 | -12 127 | -12 280 | -12 676 |
| Faster Adoption of Home Detention | -618 | -3 280 | -3 351  | -3 423  | -3 497  |
| New Foundations                   | —    | -2 800 | -4 100  | -5 800  | -6 200  |
| Work Ready, Release Ready         | —    | -1 800 | -2 108  | -2 226  | -2 344  |
| Investing initiatives             |      |        |         |         |         |
| Work Ready, Release Ready         | —    | -725   | —       | —       | —       |

## Department for Correctional Services

### 160 Beds Mount Gambier Prison

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 265            | -12 127             | -12 280             | -12 676             |

This initiative provides additional funding of \$1.3 million in 2017–18 and \$12.1 million per annum (indexed) from 2018–19 to operate an additional 160 prisoner beds at Mount Gambier Prison, following completion of the infrastructure works.

The 160 additional prisoner beds will address immediate and medium term prison demand pressures, and are expected to be operational in mid-2018.

### Faster Adoption of Home Detention

#### *Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | -618                | -3 280            | -3 351              | -3 423              | -3 497              |
| Full time equivalents | 25                  | 17                | 17                  | 17                  | 17                  |

This initiative provides an additional \$618 000 in 2016–17 and \$3.3 million per annum (indexed) from 2017–18 for the additional costs of GPS monitoring devices and additional resources for the Intensive Compliance Unit which undertakes electronic monitoring of offenders. This reflects the greater than anticipated take up of court-ordered home detention, including the cost of electronic monitoring devices.

The reforms to home detention introduced in the *Statutes Amendment (Home Detention) Act 2016* expanded the use of the Department for Correctional Services' sentenced home detention program and established a new sentencing option to enable a court to order that a suitable person serve a period of imprisonment on home detention in place of a custodial sentence.

### New Foundations

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -2 800            | -4 100              | -5 800              | -6 200              |

This initiative provides \$2.8 million in 2017–18 rising to \$6.2 million by 2020–21 for the provision of housing and intensive support services to offenders who are eligible for release or are being considered for a community based order but do not have access to suitable housing. The Department for Correctional Services will contract with a non-government organisation to provide suitable housing and support services to enable offenders to reintegrate into the community and reduce the risk of reoffending.

This initiative supports the government's 10 by 20 strategy, to reduce reoffending by 10 per cent by 2020.

**Work Ready, Release Ready***Budget implications (\$000)*

|                       | <b>2016–17<br/>Estimate</b> | <b>2017–18<br/>Budget</b> | <b>2018–19<br/>Estimate</b> | <b>2019–20<br/>Estimate</b> | <b>2020–21<br/>Estimate</b> |
|-----------------------|-----------------------------|---------------------------|-----------------------------|-----------------------------|-----------------------------|
| Operating expenses    | —                           | -1 800                    | -2 108                      | -2 226                      | -2 344                      |
| Investing payments    | —                           | -725                      | —                           | —                           | —                           |
| Full time equivalents | —                           | 10                        | 10                          | 10                          | 10                          |

This initiative provides additional operating expenditure of \$1.8 million in 2017–18 and \$2.1 million per annum (indexed) from 2018–19 to develop and expand rehabilitation services in the areas of education, vocational training and employment. Investing expenditure of \$725 000 is provided in 2017–18 for infrastructure required to deliver tailored education programs in a secure environment.

The Work Ready, Release Ready program will prepare prisoners for a successful return to the community and will reduce the likelihood of reoffending.

This initiative supports the government's 10 by 20 strategy, to reduce reoffending by 10 per cent by 2020.

## Courts

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | —                   | -2 447            | -1 254              | -1 541              | -1 568              |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | -499                | -12 523           | -17 933             | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>—</b>            | <b>-2 447</b>     | <b>-1 254</b>       | <b>-1 541</b>       | <b>-1 568</b>       |
| <b>Impact on net lending</b>           | <b>-499</b>         | <b>-14 970</b>    | <b>-19 187</b>      | <b>-1 541</b>       | <b>-1 568</b>       |

#### Courts Administration Authority

|                                             |      |         |         |        |        |
|---------------------------------------------|------|---------|---------|--------|--------|
| Operating initiatives                       |      |         |         |        |        |
| Coroner's Court — additional Deputy Coroner | —    | -1 645  | -1 254  | —      | —      |
| Higher Courts Redevelopment                 | —    | —       | —       | -1 541 | -1 568 |
| Improving Digital Capability in our Courts  | —    | -802    | —       | —      | —      |
| Investing initiatives                       |      |         |         |        |        |
| Higher Courts Redevelopment                 | -499 | -12 523 | -17 933 | —      | —      |

## Courts Administration Authority

### Coroner's Court — additional Deputy Coroner

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 645            | -1 254              | —                   | —                   |

This initiative provides \$1.6 million in 2017–18 and \$1.3 million in 2018–19 for additional resources as requested by the Coroner, including an additional Deputy Coroner, to clear backlog cases including a number of complex matters (for example industrial deaths and deaths in custody).

### Higher Courts Redevelopment

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | —                 | —                   | -1 541              | -1 568              |
| Investing payments    | -499                | -12 523           | -17 933             | —                   | —                   |
| Full time equivalents | —                   | —                 | —                   | 14                  | 14                  |

This initiative provides \$31.0 million to redevelop the Sir Samuel Way Building to increase the number of jury court rooms from 11 to 13 and to refurbish existing Supreme Court buildings. The increase in the number of jury court rooms will address the immediate shortfall of two jury court rooms required in the next one to five years, with civil court rooms displaced from the Sir Samuel Way Building to be accommodated in the refurbished Supreme Court buildings.

Additional operating funding of \$1.5 million per annum (indexed) is provided from 2019–20 to support the operation of the additional jury court rooms, including Sheriff's costs, juror costs and court transcription services.

### Improving Digital Capability in our Courts

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -802              | —                   | —                   | —                   |

This initiative provides \$802 000 in 2017–18 to install Digital Audio Remote Monitoring (DARM) capability in a further ten criminal and six civil courtrooms in the Supreme Court, District Court and Youth Court.

DARM capability enables court transcripts to be recorded and produced by an audio team of transcribers and has already been installed in a number of court rooms.

## Defence SA

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | —                   | —                 | -450                | —                   | -450                |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>—</b>            | <b>—</b>          | <b>-450</b>         | <b>—</b>            | <b>-450</b>         |
| <b>Impact on net lending</b>           | <b>—</b>            | <b>—</b>          | <b>-450</b>         | <b>—</b>            | <b>-450</b>         |

#### Defence SA

|                              |   |   |      |   |      |
|------------------------------|---|---|------|---|------|
| Operating initiatives        |   |   |      |   |      |
| Euronaval Defence Exhibition | — | — | -450 | — | -450 |

#### Memorandum items — initiatives prior to the 2017–18 Budget

##### Defence SA

|                                                                                                             |   |         |   |   |   |
|-------------------------------------------------------------------------------------------------------------|---|---------|---|---|---|
| Operating initiatives                                                                                       |   |         |   |   |   |
| Transfer of Techport Australia Common User Facility (Osborne Naval Shipyard) to the Commonwealth Government | — | -8 300  | — | — | — |
| Investing initiatives                                                                                       |   |         |   |   |   |
| Transfer of Techport Australia Common User Facility (Osborne Naval Shipyard) to the Commonwealth Government | — | -10 000 | — | — | — |
| Asset sales                                                                                                 |   |         |   |   |   |
| Transfer of Techport Australia Common User Facility (Osborne Naval Shipyard) to the Commonwealth Government | — | 230 000 | — | — | — |

## Defence SA

### Euronaval Defence Exhibition

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | —                 | -450                | —                   | -450                |

This initiative provides \$450 000 in 2018–19 and 2020–21 for state representation at the biennial Euronaval international maritime trade exhibition in Paris in 2018 and 2020.

Defence SA will lead a delegation of defence industry representatives to showcase the state's industry capability and to capitalise on new business opportunities resulting from the Commonwealth's future submarine and shipbuilding programs in South Australia.



## Memorandum items — initiatives prior to the 2017–18 Budget

### Defence SA

#### Transfer of Techport Australia Common User Facility (Osborne Naval Shipyard) to the Commonwealth Government

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -8 300            | —                   | —                   | —                   |
| Investing payments | —                   | -10 000           | —                   | —                   | —                   |
| Investing receipts | —                   | 230 000           | —                   | —                   | —                   |

This initiative transfers the Techport Australia Common User Facility (CUF), Maritime Skills Centre and adjacent land at Osborne from Defence SA to the Commonwealth Government.

The transfer reflects a Memorandum of Understanding between the State and the Commonwealth Government for the strategic consolidation of critical assets of the Osborne Naval Shipyard. This action will facilitate future naval shipbuilding projects over the long term, including the first of the Offshore Patrol Vessels, to be followed by the Future Frigates and Future Submarines programs. The Commonwealth will provide consideration of \$230 million for the assets and land. Defence SA will purchase land adjacent to the CUF from Renewal SA for subsequent transfer to the Commonwealth.

The state will also fund infrastructure works at an estimated cost of up to \$18.3 million for a Pedestrian Rail Overpass, relocation of a SA Water waste water pumping station and road works at Osborne.

The Commonwealth Government have announced that the development of the new Osborne South surface ship construction facilities will commence in the second half of 2017, following detailed design work and awarding of contracts.

## Education and Child Development

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | —                   | -10 643           | -21 985             | -2 000              | -2 000              |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | 8 433             | 19 677              | —                   | —                   |
| Investing initiatives                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>—</b>            | <b>-2 210</b>     | <b>-2 308</b>       | <b>-2 000</b>       | <b>-2 000</b>       |
| <b>Impact on net lending</b>           | <b>—</b>            | <b>-2 210</b>     | <b>-2 308</b>       | <b>-2 000</b>       | <b>-2 000</b>       |

### Department for Education and Child Development

|                                                                       |   |        |         |        |        |
|-----------------------------------------------------------------------|---|--------|---------|--------|--------|
| Operating initiatives                                                 |   |        |         |        |        |
| National Partnership Agreement on Early Childhood Education extension | — | -8 433 | -19 677 | —      | —      |
| New Northern and Southern Adelaide Schools                            | — | -1 000 | -2 000  | -2 000 | -2 000 |
| Right Bite pilot program for school children                          | — | -300   | -308    | —      | —      |
| South Australian Collaborative Childhood Project                      | — | -910   | —       | —      | —      |
| Revenue offsets                                                       |   |        |         |        |        |
| National Partnership Agreement on Early Childhood Education extension | — | 8 433  | 19 677  | —      | —      |

## Department for Education and Child Development

### National Partnership Agreement on Early Childhood Education extension

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue  | —                   | 8 433             | 19 677              | —                   | —                   |
| Operating expenses | —                   | -8 433            | -19 677             | —                   | —                   |

Commonwealth funding under the National Partnership Agreement on Early Childhood Education has been extended for the 2018 calendar year.

The extension will give a further cohort of preschool children the opportunity to participate in 15 hours of early childhood education and care through accredited preschool programs each week in the year before school.

### New Northern and Southern Adelaide Schools

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 000            | -2 000              | -2 000              | -2 000              |
| Investing payments | nfp                 | nfp               | nfp                 | nfp                 | nfp                 |

New birth to Year 12 education facilities will be built under public-private partnerships (PPPs) in the Munno Para region and Sellicks Beach/Aldinga region to meet projected enrolment demand arising from strong population growth in these areas.

The construction of these new education facilities is expected to be completed in 2022, with each school to accommodate 1400 reception to year 12 students, 100 special school students and a 55 place children's centre. The schools will provide for an integrated approach to the provision of education and care for students with special needs, children from birth to school age and allied health care for young children and families.

The budget contains a provision for land purchase costs in the north and south of Adelaide. Community consultation on the best site will begin immediately.

This initiative also provides operating expenditure of \$1 million in 2017–18 and \$2 million each year from 2018–19 for a project office to manage the PPP project.

## Department for Education and Child Development

### Right Bite pilot program for school children

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -300              | -308                | —                   | —                   |

The department has allocated existing operating expenditure in 2017–18 and 2018–19 for a pilot program to deliver fresh fruit and vegetables, free of charge, to selected metropolitan and regional primary schools.

This measure aims to promote learning, health and wellbeing by encouraging our school children to be involved in selecting, preparing and making healthy food choices.

### South Australian Collaborative Childhood Project

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -910              | —                   | —                   | —                   |

This initiative provides \$910 000 for the development and support of the South Australian Collaborative Childhood Project, which is committed to researching and developing local approaches to the principles of the Reggio Emilia educational philosophy.

The Reggio Emilia educational philosophy is focused on early childhood development, education and learning. This approach values the role of parents, community, schools and the environment in the development and wellbeing of children.

This initiative includes \$410 000 to develop and support four prototypes, being sites or services that are committed to researching and incorporating the principles of the Reggio Emilia educational philosophy into local South Australian approaches. The sites will engage with other prototype services to develop a strong learning community and share ongoing research across the state.

The initiative also includes \$500 000 towards hosting the 2017 Early Childhood Conference in Adelaide, addressing the value and importance of early childhood education and care.

## Electoral Commission

### 2017–18 Budget initiatives (\$000s)

|                                                 | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                           | —                   | -500              | —                   | —                   | —                   |
| Operating savings                               | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                                | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                                 | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                           | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing                        | —                   | —                 | —                   | —                   | —                   |
| Asset sales                                     | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b>          | <b>—</b>            | <b>-500</b>       | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Impact on net lending</b>                    | <b>—</b>            | <b>-500</b>       | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Electoral Commission of South Australia</b>  |                     |                   |                     |                     |                     |
| Operating initiatives                           |                     |                   |                     |                     |                     |
| Additional support for the conduct of elections | —                   | -500              | —                   | —                   | —                   |

## Electoral Commission of South Australia

### Additional support for the conduct of elections

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -500              | —                   | —                   | —                   |

This initiative provides \$500 000 in 2017–18 for the conduct of supplementary elections in the Anangu Pitjantjatjara Yankunytjatjara Lands and for an education and information campaign to encourage eligible members of the community to enrol to vote.

## Emergency Services — CFS

### 2017–18 Budget initiatives (\$000s)

|                                                                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------------------------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                                             | —                   | -92               | -11                 | -11                 | -11                 |
| Operating savings                                                 | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                                                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                                                   | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                                             | —                   | -397              | —                   | —                   | —                   |
| Revenue offset investing                                          | —                   | —                 | —                   | —                   | —                   |
| Asset sales                                                       | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b>                            | <b>—</b>            | <b>-92</b>        | <b>-11</b>          | <b>-11</b>          | <b>-11</b>          |
| <b>Impact on net lending</b>                                      | <b>—</b>            | <b>-489</b>       | <b>-11</b>          | <b>-11</b>          | <b>-11</b>          |
| <b>Country Fire Service</b>                                       |                     |                   |                     |                     |                     |
| Operating initiatives                                             |                     |                   |                     |                     |                     |
| Leigh Creek Fire Service                                          | —                   | -92               | -11                 | -11                 | -11                 |
| Investing initiatives                                             |                     |                   |                     |                     |                     |
| Leigh Creek Fire Service                                          | —                   | -397              | —                   | —                   | —                   |
| <b>Memorandum items — initiatives prior to the 2017–18 Budget</b> |                     |                   |                     |                     |                     |
| <b>Country Fire Service</b>                                       |                     |                   |                     |                     |                     |
| Operating initiatives                                             |                     |                   |                     |                     |                     |
| Signage of bushfire Last Resort Refuges                           | -319                | -18               | -19                 | -19                 | -20                 |

## Country Fire Service

### Leigh Creek Fire Service

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -92               | -11                 | -11                 | -11                 |
| Investing payments | —                   | -397              | —                   | —                   | —                   |

This initiative establishes a brigade at Leigh Creek to maintain fire and emergency services to the Leigh Creek community. Flinders Power previously provided fire services to the community but with the closure of the Leigh Creek mine these services will now be provided by the state government.

Investing expenditure of \$397 000 in 2017–18 will provide a fire truck, road crash rescue set and a breathing apparatus compressor. Operating expenditure of \$81 000 in 2017–18 is provided to purchase breathing apparatus sets and cylinders, structural and rural protective clothing for volunteers and radios. Operating expenditure of \$11 000 per annum from 2017–18 is provided for ongoing brigade costs.

Funding for this initiative is recovered through the Emergency Services Levy.

## Memorandum items — initiatives prior to the 2017–18 Budget

### Country Fire Service

#### Signage of bushfire Last Resort Refuges

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -319                | -18               | -19                 | -19                 | -20                 |

This initiative provides for the manufacture, installation and maintenance of signage for bushfire Last Resort Refuges to improve public safety by providing information about the location and use of Last Resort Refuges. The cost of the signage is \$319 000 in 2016–17, with ongoing costs of \$18 000 per annum (indexed) for maintenance.

Funding for this initiative is recovered through the Emergency Services Levy.



## Emergency Services — MFS

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | -33                 | -1 721            | -1 399              | -982                | -976                |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | -175              | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>-33</b>          | <b>-1 721</b>     | <b>-1 399</b>       | <b>-982</b>         | <b>-976</b>         |
| <b>Impact on net lending</b>           | <b>-33</b>          | <b>-1 896</b>     | <b>-1 399</b>       | <b>-982</b>         | <b>-976</b>         |

### South Australian Metropolitan Fire Service

|                                    |     |        |      |      |      |
|------------------------------------|-----|--------|------|------|------|
| Operating initiatives              |     |        |      |      |      |
| Enhancement to 000 and 132 500     | —   | -1 053 | -609 | -623 | -637 |
| Firefighter Protection             | —   | -343   | -498 | -60  | -32  |
| Perfluorinated Chemical Monitoring | -33 | -325   | -292 | -299 | -307 |
| Investing initiatives              |     |        |      |      |      |
| Enhancement to 000 and 132 500     | —   | -175   | —    | —    | —    |

## South Australian Metropolitan Fire Service

### Enhancement to 000 and 132 500

#### Budget implications (\$000)

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -1 053            | -609                | -623                | -637                |
| Investing payments    | —                   | -175              | —                   | —                   | —                   |
| Full time equivalents | —                   | 3                 | 3                   | 3                   | 3                   |

This initiative provides \$1.2 million in 2017–18 and \$609 000 per annum (indexed) from 2018–19 to improve processes for calling 132 500 for an emergency response to reduce the number of non-urgent calls, to reduce delays in answering urgent calls and to provide additional capacity for the Metropolitan Fire Service (MFS) Communications Centre which also manages calls to 000 for the emergency services sector.

Operating expenditure of \$612 000 in 2017–18 is provided to the South Australian State Emergency Service (SES) to undertake a media campaign to educate the public on when it is appropriate to call 132 500 for an emergency response and to establish an information line and develop a web portal as an alternative for requesting non-urgent assistance. The SES will be provided with an additional \$257 000 per annum (indexed) from 2018–19 to manage the information line.

Investing expenditure of \$175 000 and operating expenditure of \$441 000 in 2017–18 is provided to MFS to implement a Call Management System that will streamline the receipt and emergency triage process for calls to 132 500. Additional ongoing resources of \$352 000 per annum (indexed) from 2018–19 are provided for the MFS Communications Centre which also manages calls to 000 for the emergency services sector.

This initiative addresses recommendations 23, 24 and 25 of the Burns Review.

Funding for this initiative is recovered through the Emergency Services Levy.

### Firefighter Protection

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -343              | -498                | -60                 | -32                 |

This initiative provides \$933 000 over four years to purchase additional personal protective equipment for operational firefighters.

This will ensure that operational firefighters are provided with personal protective equipment that is appropriate and effective for fire or other incident response.

Funding for this initiative is recovered through the Emergency Services Levy.

## South Australian Metropolitan Fire Service

### Perfluorinated Chemical Monitoring

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -33                 | -325              | -292                | -299                | -307                |

On 10 February 2017, the government announced a ban on the future use of potentially hazardous firefighting foams containing certain perfluorinated chemicals and substances in South Australia in order to protect waterways and groundwater.

This initiative provides \$33 000 in 2016–17 for disposal costs, \$50 000 in 2017–18 for testing and monitoring sites and appliances, reducing to \$10 000 per annum (indexed) from 2018–19, and \$275 000 per annum (indexed) from 2017–18 for health monitoring.

Funding for this initiative is recovered through the Emergency Services Levy.

## Emergency Services — SAFECOM

### 2017–18 Budget initiatives (\$000s)

|                                                                | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                                          | -106                | -1 290            | -249                | -120                | -123                |
| Operating savings                                              | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                                               | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                                                | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                                          | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing                                       | —                   | —                 | —                   | —                   | —                   |
| Asset sales                                                    | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b>                         | <b>-106</b>         | <b>-1 290</b>     | <b>-249</b>         | <b>-120</b>         | <b>-123</b>         |
| <b>Impact on net lending</b>                                   | <b>-106</b>         | <b>-1 290</b>     | <b>-249</b>         | <b>-120</b>         | <b>-123</b>         |
| <b>South Australian Fire and Emergency Services Commission</b> |                     |                   |                     |                     |                     |
| Operating initiatives                                          |                     |                   |                     |                     |                     |
| Emergency Alert Phase 4                                        | -106                | -1 290            | -249                | -120                | -123                |

## South Australian Fire and Emergency Services Commission

### Emergency Alert Phase 4

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -106                | -1 290            | -249                | -120                | -123                |

This initiative provides \$1.9 million over five years for South Australia's contribution to enable the continuation of the national Emergency Alert contract, which is due to expire in June 2018. This includes \$1.4 million over two years to improve the existing system and additional operating costs over the contract term.

The Council of Australian Governments approved the development of Emergency Alert in response to the lessons identified from the 2009 Victorian Bushfires and the recommendations of the Royal Commission to implement a national telephone based community-warning capability. Emergency Alert is used by emergency services throughout Australia to deliver warnings to communities about current or potential emergencies.

Funding for this initiative is recovered through the Emergency Services Levy.

## Emergency Services — SES

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | -2 312              | -355              | -361                | -367                | -373                |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>-2 312</b>       | <b>-355</b>       | <b>-361</b>         | <b>-367</b>         | <b>-373</b>         |
| <b>Impact on net lending</b>           | <b>-2 312</b>       | <b>-355</b>       | <b>-361</b>         | <b>-367</b>         | <b>-373</b>         |
| <b>State Emergency Service</b>         |                     |                   |                     |                     |                     |
| Operating initiatives                  |                     |                   |                     |                     |                     |
| Safer SA Waters                        | —                   | -355              | -361                | -367                | -373                |
| Severe weather events response         | -2 312              | —                 | —                   | —                   | —                   |

## State Emergency Service

### Safer SA Waters

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -355              | -361                | -367                | -373                |
| Full time equivalents | —                   | 3                 | 3                   | 3                   | 3                   |

This initiative provides \$355 000 per annum (indexed) to conduct audits and to develop, coordinate and deliver training to Volunteer Marine Rescue (VMR) members and SES volunteers to ensure compliance with the new maritime laws which will come into effect from 1 July 2018.

The new laws will impose strict compliance measures on VMR members, including requiring vessels to adhere to a more rigorous construction standard and members to undertake additional training competencies.

Funding for this initiative is recovered through the Emergency Services Levy.

### Severe weather events response

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -2 312              | —                 | —                   | —                   | —                   |

This initiative provides \$2.3 million in 2016–17 to meet costs incurred in responding to extreme weather events, including the September 2016 storms. The costs for each emergency service agency are:

- \$1.8 million incurred by the South Australian State Emergency Service
- \$281 000 incurred by the South Australian Country Fire Service
- \$201 000 incurred by the South Australian Metropolitan Fire Service
- \$27 000 incurred by the South Australian Fire and Emergency Services Commission.

## Environment, Water and Natural Resources

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | -8 338              | -9 229            | -508                | -8                  | -8                  |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | 918               | —                   | —                   | —                   |
| Investing initiatives                  | —                   | -200              | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>-8 338</b>       | <b>-8 311</b>     | <b>-508</b>         | <b>-8</b>           | <b>-8</b>           |
| <b>Impact on net lending</b>           | <b>-8 338</b>       | <b>-8 511</b>     | <b>-508</b>         | <b>-8</b>           | <b>-8</b>           |

### Department of Environment, Water and Natural Resources

#### Operating initiatives

|                                                   |        |        |      |    |    |
|---------------------------------------------------|--------|--------|------|----|----|
| Brownhill Creek Recreation Park Pedestrian Bridge | —      | —      | -8   | -8 | -8 |
| Carbon Sequestration                              | —      | -500   | -500 | —  | —  |
| Cleland Wildlife Precinct — Master Plan           | —      | -2 500 | —    | —  | —  |
| Sea wall repairs — Coast Protection Board         | —      | -1 850 | —    | —  | —  |
| September storm events                            | -8 338 | -4 379 | —    | —  | —  |
| Revenue offsets                                   |        |        |      |    |    |
| September storm events                            | —      | 918    | —    | —  | —  |
| Investing initiatives                             |        |        |      |    |    |
| Brownhill Creek Recreation Park Pedestrian Bridge | —      | -200   | —    | —  | —  |
| September storm events                            | —      | —      | —    | —  | —  |

### Memorandum items — initiatives prior to the 2017–18 Budget

#### Department of Environment, Water and Natural Resources

#### Operating initiatives

|                                          |        |        |        |      |      |
|------------------------------------------|--------|--------|--------|------|------|
| Dog and Cat Management Online database   | —      | —      | -580   | -580 | -580 |
| Flows for the Future of the River Murray | -2 815 | -6 120 | -4 553 | —    | —    |
| Revenue offsets                          |        |        |        |      |      |
| Dog and Cat Management Online database   | —      | —      | 690    | 690  | 690  |
| Flows for the Future of the River Murray | 2 533  | 5 508  | 4 098  | —    | —    |
| Investing initiatives                    |        |        |        |      |      |
| Dog and Cat Management Online database   | —      | -410   | -175   | -15  | —    |



## Department of Environment, Water and Natural Resources

### Brownhill Creek Recreation Park Pedestrian Bridge

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | —                 | -8                  | -8                  | -8                  |
| Investing payments | —                   | -200              | —                   | —                   | —                   |

This initiative provides \$200 000 for the construction of a dedicated pedestrian bridge within the Brownhill Creek Recreation Park. The new bridge will be constructed alongside the existing White's Bridge to provide safe passage across the creek for pedestrians and school groups that frequent the park who are currently forced to share White's Bridge with vehicles. Support is also provided for ongoing maintenance.

### Carbon Sequestration

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -500              | -500                | —                   | —                   |

This initiative provides \$1.0 million over two years to kick start the carbon offset industry in South Australia, in partnership with corporate partners and environmental non-government organisations.

This initiative will develop a new business model which accelerates the expansion in availability of South Australian carbon offsets from native vegetation regeneration for example on Kangaroo Island and the SA River Murray floodplain. The signal sent to the market from the state government and corporate partners committing to purchase South Australian offsets with biodiversity is intended to encourage wider growth of the sector in South Australia, providing long term economic opportunities.

This initiative is funded from the increase in the solid waste levy approved in the 2016–17 Budget.

## Department of Environment, Water and Natural Resources

### Cleland Wildlife Precinct — Master Plan

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -2 500            | —                   | —                   | —                   |

This initiative provides \$2.5 million for the creation of a comprehensive master plan for Cleland Wildlife Park.

Owned by the Government of South Australia, Cleland Wildlife Park has a 50-year track record as a provider of up-close encounters with many of Australia's most-loved animals. The growing tourism demand from Asia presents an opportunity to attract private investment and develop Cleland Wildlife Park into a contemporary world-class attraction that will stimulate jobs and economic activity.

### Sea wall repairs — Coast Protection Board

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 850            | —                   | —                   | —                   |

This initiative provides \$1.85 million to support the City of Charles Sturt to repair the West Beach sea wall (\$1.25 million) and the Kingston District Council to repair the Wyomi Beach sea wall (\$600 000) following damage by severe weather events. The grant funding will be provided through the Coast Protection Board.

### September storm events

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue  | —                   | 918               | —                   | —                   | —                   |
| Operating expenses | -8 338              | -4 379            | —                   | —                   | —                   |

This initiative provides \$12.7 million over two years to repair damage to various assets (such as fire tracks, buildings, bridges, roads and trails), including within state national parks, caused by the severe weather events of September 2016.

The cost will be partially offset by an estimated insurance recovery in 2017–18 of \$918 000.

## Memorandum items — initiatives prior to the 2017–18 Budget

### Department of Environment, Water and Natural Resources

#### Dog and Cat Management Online database

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue     | —                   | —                 | 690                 | 690                 | 690                 |
| Operating expenses    | —                   | —                 | -580                | -580                | -580                |
| Investing payments    | —                   | -410              | -175                | -15                 | —                   |
| Full time equivalents | —                   | —                 | 1                   | 1                   | 1                   |

This initiative provides for the development of a new online portal to streamline dog and cat management in South Australia, replacing individual council registers from 1 July 2018.

The system will have positive impacts on local councils and the community by providing a consolidated one stop shop for records relating to the management of dogs and cats in the state including registration details, microchip and breeder information for each pet. Owners will be able to self-register their dogs and cats and update personal information online. Councils will benefit from reduced administrative red tape and the power to access centralised information which will enable better management and help reunite lost pets with owners sooner.

The initiative is initially being funded from the Dog and Cat Management Fund (investing payments of \$600 000). Additional revenue from increasing the percentage of dog registration fees paid into the Dog and Cat Management Fund by councils and from introducing breeder registration fees will be used to fund the costs of the new system and breeder registration administration.

## Memorandum items — initiatives prior to the 2017–18 Budget

### Department of Environment, Water and Natural Resources

#### Flows for the Future of the River Murray

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue     | 2 533               | 5 508             | 4 098               | —                   | —                   |
| Operating expenses    | -2 815              | -6 120            | -4 553              | —                   | —                   |
| Full time equivalents | 5                   | 6                 | 6                   | —                   | —                   |

This initiative provides \$13.5 million over three years for the Flows for the Future project which will restore natural flow patterns in key South Australian tributaries of the River Murray to improve river health and support strong and sustainable agriculture and tourism industries for South Australia.

The project will improve the health and resilience of two high priority catchments, the Angas and Bremer Rivers in the Eastern Mount Lofty Ranges, by restoring natural water flow patterns that have been affected by water capture. The project will involve low flow bypasses at up to five hundred strategically located dams and water course diversions to shift the way water is taken, to ensure environmental flows are provided to maintain river health at critical times while also allowing for water harvesting of higher flows for consumptive use.

The project is funded by the Commonwealth (90 per cent) and state (10 per cent) governments.

## Health and Ageing

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | —                   | -86 267           | -73 280             | -70 592             | -5 438              |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | -150                | -39 797           | -74 120             | -129 245            | -112 200            |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | —                   | -86 267           | -73 280             | -70 592             | -5 438              |
| <b>Impact on net lending</b>           | -150                | -126 064          | -147 400            | -199 837            | -117 638            |

### Department for Health and Ageing

|                                                           |      |         |         |         |         |
|-----------------------------------------------------------|------|---------|---------|---------|---------|
| Operating initiatives                                     |      |         |         |         |         |
| Adelaide Women's Hospital                                 | —    | -1 300  | -2 000  | -2 000  | -2 000  |
| Combating Crystal Methamphetamine in South Australia —    | —    | -2 580  | -2 062  | -1 643  | -1 428  |
| Stop the Hurt Strategy                                    |      |         |         |         |         |
| Health Services additional resources                      | —    | -65 000 | -65 000 | -65 000 | —       |
| Mental Health — Suicide Prevention Plan                   | —    | -600    | —       | —       | —       |
| Mount Barker / Strathalbyn 24 hour medical emergency care | —    | -859    | -1 890  | -1 949  | -2 010  |
| National Digital Health — Contribution to the Australian  | —    | -2 328  | -2 328  | —       | —       |
| Digital Health Agency                                     |      |         |         |         |         |
| New Specialist Older Persons Mental Health Facility       | —    | -1 000  | —       | —       | —       |
| South Australian Health and Medical Research Institute 2  | —    | -12 600 | —       | —       | —       |
| Investing initiatives                                     |      |         |         |         |         |
| Adelaide Women's Hospital                                 | —    | —       | -10 000 | -25 000 | -12 000 |
| Combating Crystal Methamphetamine in South Australia —    | —    | -287    | —       | —       | —       |
| Stop the Hurt Strategy                                    |      |         |         |         |         |
| Flinders Medical Centre — operating theatres              | —    | -3 500  | —       | —       | —       |
| Lyell McEwin Hospital emergency department expansion      | —    | -3 500  | -9 000  | -27 500 | -12 500 |
| Modbury Hospital emergency extended care unit             | —    | -1 000  | -6 600  | -1 575  | —       |
| New Specialist Older Persons Mental Health Facility       | —    | -4 000  | -9 700  | —       | —       |
| South Australian Health and Medical Research Institute 2  | -150 | -25 000 | -6 250  | —       | —       |
| The Queen Elizabeth Hospital Redevelopment Stage 3        | —    | -2 510  | -32 570 | -75 170 | -87 700 |

### Memorandum items — initiatives prior to the 2017–18 Budget

#### Department for Health and Ageing

|                                                    |      |      |      |      |      |
|----------------------------------------------------|------|------|------|------|------|
| Operating initiatives                              |      |      |      |      |      |
| Continuation of Statewide Gambling Therapy Service | —    | -306 | -312 | -318 | -321 |
| New ambulances on the APY Lands                    | -730 | —    | —    | —    | —    |

## Department for Health and Ageing

### Adelaide Women's Hospital

#### Budget implications (\$000)

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -1 300            | -2 000              | -2 000              | -2 000              |
| Investing payments    | —                   | —                 | -10 000             | -25 000             | -12 000             |
| Full time equivalents | —                   | 12                | 12                  | 12                  | 12                  |

This initiative provides \$528.0 million (\$30.3 million over the forward estimates) for the construction of the Adelaide Women's Hospital next to, and adjoining with, the new Royal Adelaide Hospital. The Adelaide Women's Hospital will deliver tertiary and quaternary level obstetric, midwifery, gynaecology and mental health services on an inpatient and outpatient basis.

The establishment of the Adelaide Women's Hospital connected to the new Royal Adelaide Hospital will address an important clinical imperative by providing timely access to specialty and subspecialty tertiary care for critically ill women and those requiring surgical intervention, including providing access to an adult Intensive Care Unit within the new Royal Adelaide Hospital.

The Adelaide Women's Hospital is expected to be completed in 2024.

Children's services will remain at the existing Women's and Children's Hospital site at this time. Funding of \$24 million has been provided over the forward estimates for the maintenance and improvement of facilities at the Women's and Children's Hospital site over this period.

### Combating Crystal Methamphetamine in South Australia — Stop the Hurt Strategy

#### Budget implications (\$000)

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -2 580            | -2 062              | -1 643              | -1 428              |
| Investing payments    | —                   | -287              | —                   | —                   | —                   |
| Full time equivalents | —                   | 1                 | 1                   | —                   | —                   |

This initiative provides \$8 million over four years for Drug and Alcohol Services South Australia and South Australia Police for measures recommended by the Ministerial Crystal Methamphetamine Taskforce as part of the Stop the Hurt Strategy. The suite of measures are aimed at reducing the supply of Crystal Methamphetamine, increasing family support, building capacity in the community to intervene effectively and expanding treatment options.

The South Australia Police measures will increase the capacity of the Covert Investigation Section to undertake covert investigations, and provide funding for additional drug dogs and handlers, drug screening equipment and a 'Dob in a Dealer' campaign.

Drug and Alcohol Services South Australia will provide improved access to treatment services. Additional resources will also be provided for family support and self-help groups and the development of a single online access point to service those dealing with drug and alcohol problems including assisting family members, clinicians, community workers and the general community with advice.

## Department for Health and Ageing

### Flinders Medical Centre — operating theatres

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | -3 500            | —                   | —                   | —                   |

This initiative provides \$3.5 million in 2017–18 for the fit-out of the two existing cold shell operating theatres at Flinders Medical Centre to expand the number of operating theatres from 10 to 12 to accommodate the consolidation of Southern Adelaide Local Health Network surgical activity.

### Health Services additional resources

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -65 000           | -65 000             | -65 000             | —                   |
| Full time equivalents | —                   | 378               | 378                 | 378                 | —                   |

This initiative provides \$195 million over three years to fund additional hospital services in South Australia. This responds to ongoing growth in the health system and the need to provide more services to support patients and high quality health outcomes for South Australians.

This support further addresses the funding shortfall created by the ongoing impacts of the funding cuts to health implemented by the Commonwealth in its 2014–15 Budget. Whilst in its 2016–17 Budget the Commonwealth restored approximately 18 per cent of the funding, the cuts that remain over the forward estimates between 2016–17 and 2020–21 total approximately \$1.5 billion.

### Lyell McEwin Hospital emergency department expansion

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | -3 500            | -9 000              | -27 500             | -12 500             |

This initiative provides \$52.5 million over four years for the expansion of the Lyell McEwin Hospital emergency department to address growing demand. The expansion includes a new build of around 2180 square metres over two levels and the redevelopment of the existing emergency department. The expansion will also include increased adult and paediatric assessment cubicles, additional ambulatory spaces, expanded triage zone facilities, increased number of resuscitation bays and a dedicated area for severely behaviourally disturbed substance abuse patients.

## Department for Health and Ageing

### Mental Health — Suicide Prevention Plan

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -600              | —                   | —                   | —                   |

This initiative provides \$600 000 of additional support in 2017–18 for the new South Australian Suicide Prevention Plan 2017–2021.

The draft plan, which has been released for public consultation, identifies priority areas that align to current best practice recommendations from national and international sources to prevent suicide in South Australia. This builds upon the ongoing commitment to suicide prevention made by the government as part of the South Australian Suicide Prevention Strategy 2012–2016.

### Modbury Hospital emergency extended care unit

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | -1 000            | -6 600              | -1 575              | —                   |

This initiative provides \$9.2 million over three years for the establishment of an eight bed emergency extended care unit adjacent to the emergency department at the Modbury Hospital to enable further treatment and evaluation of patients who may benefit from an extended observation period but do not require further emergency department services.

### Mount Barker / Strathalbyn 24 hour medical emergency care

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -859              | -1 890              | -1 949              | -2 010              |

This initiative provides \$859 000 in 2017–18 and \$1.9 million (indexed) from 2018–19 for the provision of 24 hour medical emergency care at the Mount Barker District and Soldiers' Memorial Hospital.

Emergency services are currently provided by local general practitioners under a fee for service model. However, ambulances transporting triage category 1 and 2 emergencies (those in most need of urgent medical attention) are currently diverted to Adelaide. This initiative will implement a long term strategy to contract with a private health service provider for a 24 hour service.

As a result of this initiative, people living in Mount Barker and surrounding communities, such as Strathalbyn, will have access to a fully staffed accident and emergency department at Mount Barker, which is capable of treating and stabilising triage category 1 and 2 patients and thereby reducing the need for people to travel to Adelaide for emergency care.



## Department for Health and Ageing

### National Digital Health — Contribution to the Australian Digital Health Agency

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -2 328            | -2 328              | —                   | —                   |

This initiative provides \$4.7 million over two years for South Australia's contribution to support the Australian Digital Health Agency in delivery of the national digital health work program. Projects are aimed at improving coordination of care including establishing a state-wide secure messaging capability between SA Health and general practitioners, and access to the national database of health records (My Health Record).

### New Specialist Older Persons Mental Health Facility

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 000            | —                   | —                   | —                   |
| Investing payments | —                   | -4 000            | -9 700              | —                   | —                   |

This initiative provides \$1 million in 2017–18 to support the development of a specialised contemporary model of care and longer term service planning for older public patients who suffer from severe forms of disabling mental illness and those with extreme behavioural and psychological manifestations of dementia.

A further \$13.7 million over two years from 2017–18 to 2018–19 is also provided for the development of appropriate alternative accommodation to support such patients, to allow the relocation of services from the Oakden Older Person Mental Health Service.

### South Australian Health and Medical Research Institute 2

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -12 600           | —                   | —                   | —                   |
| Investing payments | -150                | -25 000           | -6 250              | —                   | —                   |

This initiative provides \$44 million towards the construction of a second South Australian Health and Medical Research Institute (SAHMRI) building within South Australia's world class Health and Biomedical Precinct.

SAHMRI 2 will expand the state's research capacity and increase local and interstate patients' access to the best cancer care, through the establishment of the Southern Hemisphere's first Proton Beam Therapy Facility. Proton therapy is the most precise and least invasive form of cancer treatment, delivering radiation directly to the cancerous tissues, leaving the surrounding healthy tissue unaffected.

The state's support for the project includes \$31.4 million over three years to relocate the Train Operation Control Centre from the Adelaide rail yards to the Dry Creek Depot, which will enable the construction of SAHMRI 2 on the site of the existing Train Control Centre.

The Commonwealth Government has also announced a contribution of \$68 million in its 2017–18 Budget to support the establishment of the proton beam therapy facility at SAHMRI 2.

## Department for Health and Ageing

### The Queen Elizabeth Hospital Redevelopment Stage 3

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | -2 510            | -32 570             | -75 170             | -87 700             |

This initiative provides \$250.6 million (\$198 million over the forward estimates) for stage 3 of The Queen Elizabeth Hospital (TQEH) redevelopment.

TQEH redevelopment stage 3 will deliver a new clinical services building which will include the emergency department, outpatient services, operating theatres, clinical support and brain and spinal injury rehabilitation. The new building will enable the transfer of clinical functions out of the tower building, which is over 55 years old, to ensure TQEH continues to meet contemporary standards for clinical care. Brain and spinal injury rehabilitation services currently provided at the Hampstead Rehabilitation Centre will transfer to the new facility.

## Memorandum items — initiatives prior to the 2017–18 Budget

### Department for Health and Ageing

#### Continuation of Statewide Gambling Therapy Service

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -306              | -312                | -318                | -321                |
| Full time equivalents | —                   | 3                 | 3                   | 3                   | 3                   |

This initiative provides \$306 000 per annum (indexed) from 2017–18 for the continuation of the statewide gambling therapy service in order to provide treatment to patients with gambling disorders and co-existing conditions across the full spectrum of available specialist mental health services. This is in addition to existing funding for the intensive therapy gambling help service being provided by PsychMed.

As part of the 2016–17 Budget, the government announced that an amount of \$500 000 per annum from the revenue raised from the introduction of a wagering tax would be provided to the Gambler's Rehabilitation Fund in order to fund additional services to support and rehabilitate people affected by problem gambling. The continuation of the statewide gambling therapy service will be funded out of this additional contribution.

#### New ambulances on the APY Lands

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -730                | —                 | —                   | —                   | —                   |

This initiative provides a one-off \$700 000 grant in 2016–17 to the Nganampa Health Council (NHC) for the purchase of seven Toyota Landcruisers (Troopie ambulances) to service the Anangu Pitjantjatjara Yankunytjatjara (APY) Lands with an entire new fleet of emergency vehicles, replacing the four existing vehicles that are at the end of their useful life. The new vehicles will be staffed, operated and maintained by the NHC to provide ambulance services across the APY Lands. In addition, \$30 000 has been allocated to SA Ambulance Service for the inspection and handover of vehicles.

## Planning, Transport and Infrastructure

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | -1 000              | -52 114           | -47 451             | -10 690             | -10 714             |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | 1 720             | 3 876               | 4 509               | 4 852               |
| Investing initiatives                  | -500                | -28 332           | -285 578            | -312 500            | -350 000            |
| Revenue offset investing               | —                   | 7 750             | 171 464             | 203 750             | 173 500             |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | -1 000              | -42 644           | 127 889             | 197 569             | 167 638             |
| <b>Impact on net lending</b>           | -1 500              | -70 976           | -157 689            | -114 931            | -182 362            |

#### Department of Planning, Transport and Infrastructure

|                                                                            |        |         |          |          |          |
|----------------------------------------------------------------------------|--------|---------|----------|----------|----------|
| Operating initiatives                                                      |        |         |          |          |          |
| Extension of the community wastewater management systems funding agreement | —      | -4 207  | -4 312   | -4 420   | -4 530   |
| Fund My Neighbourhood                                                      | —      | -20 000 | -20 000  | —        | —        |
| Interactive 3D Model for Adelaide CBD and key strategic infill corridors   | —      | -470    | -240     | -230     | —        |
| Marine facilities improvements                                             | —      | -1 258  | —        | —        | —        |
| Netball SA — Priceline Stadium stage 1                                     | —      | -4 504  | —        | —        | —        |
| Oaklands rail crossing grade separation                                    | —      | —       | —        | —        | —        |
| South Australian Olympic Council grant                                     | -1 000 | —       | —        | —        | —        |
| Synthetic playing surfaces                                                 | —      | -10 000 | -10 000  | —        | —        |
| Train services — increase service levels                                   | —      | -4 268  | -5 899   | -6 040   | -6 184   |
| Whyalla support                                                            | —      | -407    | —        | —        | —        |
| Women's sporting facilities fund                                           | —      | -7 000  | -7 000   | —        | —        |
| Revenue offsets                                                            |        |         |          |          |          |
| Road safety — additional safety cameras                                    | —      | 1 720   | 3 876    | 4 509    | 4 852    |
| Investing initiatives                                                      |        |         |          |          |          |
| Blackwood roundabout upgrade                                               | —      | -3 500  | —        | —        | —        |
| Interactive 3D Model for Adelaide CBD and key strategic infill corridors   | —      | -60     | —        | —        | —        |
| Main South Road duplication — Seaford to Sellicks Beach                    | —      | —       | —        | -25 000  | -75 000  |
| Marine facilities improvements                                             | —      | -3 272  | -4 810   | —        | —        |
| Oaklands rail crossing grade separation                                    | -500   | -15 500 | -158 340 | —        | —        |
| Park 'n' Ride facilities                                                   | —      | -4 000  | -11 000  | —        | —        |
| Road safety — additional safety cameras                                    | —      | -2 000  | —        | —        | —        |
| South Australia's Transport Plan                                           | —      | —       | -111 428 | -287 500 | -275 000 |
| Revenue offset investing                                                   |        |         |          |          |          |
| Oaklands rail crossing grade separation                                    | —      | 7 750   | 87 250   | —        | —        |
| South Australia's Transport Plan                                           | —      | —       | 84 214   | 203 750  | 173 500  |

#### Memorandum items — initiatives prior to the 2017–18 Budget

##### Department of Planning, Transport and Infrastructure

|                                              |        |        |   |   |   |
|----------------------------------------------|--------|--------|---|---|---|
| Operating initiatives                        |        |        |   |   |   |
| Autumn racing carnival prize money injection | -3 000 | -3 000 | — | — | — |
| Mount Gambier airport upgrade                | —      | -1 086 | — | — | — |

## Department of Planning, Transport and Infrastructure

### Blackwood roundabout upgrade

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | -3 500            | —                   | —                   | —                   |

This initiative provides \$3.5 million in 2017–18 to upgrade the Blackwood roundabout to improve traffic conditions and safety. This will alleviate traffic delays through the roundabout and improve traffic flows through the centre of Blackwood.

### Extension of the community wastewater management systems funding agreement

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -4 207            | -4 312              | -4 420              | -4 530              |

This initiative provides \$4.2 million per annum (indexed) for the extension of the community wastewater management system funding agreement. The agreement provides funding to councils to support the installation of communal wastewater treatment systems where sewer systems are not provided by SA Water or other major water industry authorities.

The state government part-funds councils in providing community wastewater management schemes to enable parity in the service costs paid by customers in regional areas and SA Water sewer connected customers.

### Fund My Neighbourhood

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -20 000           | -20 000             | —                   | —                   |

This initiative provides \$40 million over two years for the Fund My Neighbourhood program which allows the community to decide what projects should be funded within their neighbourhood.

Using the framework of the successful Fund My Community initiative, ideas for projects can be as diverse as small local infrastructure upgrades through to initiatives designed to strengthen community cohesion. Fund My Neighbourhood will be one of the world's biggest participatory budgeting initiatives allowing the community to direct how public funds are spent.

## Department of Planning, Transport and Infrastructure

### Interactive 3D model for Adelaide CBD and key strategic infill corridors

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -470              | -240                | -230                | —                   |
| Investing payments | —                   | -60               | —                   | —                   | —                   |

This initiative provides \$1 million over three years to build high accuracy 3-Dimensional models of key development areas in the Adelaide CBD to enhance decision making through higher quality analysis and modelling of real world current situations and future infrastructure and development proposals.

### Main South Road duplication — Seaford to Sellicks Beach

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | —                 | —                   | -25 000             | -75 000             |

This initiative provides \$305 million (\$100 million over the forward estimates) to duplicate Main South Road from Seaford (to the south of Griffiths Drive) to Old Coach Road at Aldinga. This is the first stage of the Main South Road duplication project.

Stage 2 of works will continue the duplication works from Aldinga to Sellicks Beach. This project will significantly increase capacity and safety on this important road, improve access for the local community and support continued growth in tourism in the southern region.

### Marine facilities improvements

#### Budget implications (\$000)

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 258            | —                   | —                   | —                   |
| Investing payments | —                   | -3 272            | -4 810              | —                   | —                   |

This initiative provides \$9.3 million over two years to undertake structural maintenance, ensuring ongoing safety and longevity of jetties at Henley Beach, Port Noarlunga, Semaphore and Port Bonython. The funding will also enable the redevelopment of the Whyalla jetty to expand the commercial potential of the area for waterfront living, visitation and accommodation.

## Department of Planning, Transport and Infrastructure

### Netball SA — Priceline Stadium stage 1

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -4 504            | —                   | —                   | —                   |

This initiative provides \$4.5 million in 2017–18 to Netball SA to facilitate stage 1 of the upgrade at the home of netball in South Australia, Priceline Stadium. The upgrade will enable the venue to be redeveloped in a manner that supports and grows netball participation and competition at the grass roots levels for girls and women of all ages.

This initiative will address safety and compliance requirements and deliver key infrastructure improvements, including the upgrade of indoor stadium lighting, public address system, scoreboards and other technology, electrical, mechanical, fire and hydraulic services and upgrades to player facilities.

### Oaklands rail crossing grade separation

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue  | —                   | 7 750             | 87 250              | —                   | —                   |
| Investing payments | -500                | -15 500           | -158 340            | —                   | —                   |

This initiative provides \$174.3 million over three years to upgrade the Oaklands Crossing to separate rail and road traffic by implementing a rail underpass under Diagonal Road.

This will address existing safety issues on both the rail and road corridors, and improve traffic flows on Morphet and Diagonal roads that are currently restricted for approximately 25 per cent of the peak traffic period due to the operation of boom gates.

The Commonwealth Government is contributing \$95 million towards the project.

## Department of Planning, Transport and Infrastructure

### Park 'n' Ride facilities

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | -4 000            | -11 000             | —                   | —                   |

This initiative provides \$15 million over two years for the construction of new, multi-level Park'n'Ride facilities at the Klemzig and Tea Tree Plaza interchanges. This will improve access to public transport and provide safe and convenient facilities for commuters.

### Road safety — additional safety cameras

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue  | —                   | 1 720             | 3 876               | 4 509               | 4 852               |
| Investing payments | —                   | -2 000            | —                   | —                   | —                   |

This initiative provides \$2 million in 2017–18 for the installation of ten fixed location road safety cameras on metropolitan arterial roads. The cameras will be installed on high risk arterial roads, at locations based on road crash statistics and other selection criteria.

### South Australian Olympic Council grant

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -1 000              | —                 | —                   | —                   | —                   |

This initiative provides \$1 million in 2016–17 to the South Australian Olympic Council as a contribution towards the Council's fundraising and administration activities over the 2017–20 Olympic, Paralympic and Commonwealth Games cycle.

The funding will support South Australian athletes participating in the Olympic movement. It will contribute towards capitalising on the increasing number of high performers developed by our state; providing a nurturing environment to allow even more athletes to achieve excellence and inspire generations to come.



## Department of Planning, Transport and Infrastructure

### South Australia's Transport Plan

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating revenue  | —                   | —                 | 84 214              | 203 750             | 173 500             |
| Investing payments | —                   | —                 | -111 428            | -287 500            | -275 000            |

The Government of South Australia has committed to funding key transport infrastructure projects on the basis that they will only progress upon a commitment from the Commonwealth to partner with the state. The projects include:

- North South Corridor — \$415.0 million over three years to upgrade the section of South Road from Regency Road to Pym Street. When completed, this will provide a continuous motorway from the Northern Expressway to the River Torrens. The North-South Corridor is a key initiative of the Integrated Transport Land Use Plan and at a national level, it has been identified by Infrastructure Australia as a 'Priority Initiative'.
- Gawler Rail Electrification — \$462.5 million over five years (\$242.5 million investing expenditure over the forward estimates) to continue the electrification of the Gawler rail line from Salisbury to Gawler. This includes replacement of the signalling system, provision of Automatic Track Protection and the acquisition of 15 additional, three car electric trains. This will deliver a faster, cleaner and more reliable service for the northern Adelaide community and deliver greater capacity along the Gawler rail line.

### Synthetic playing surfaces

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -10 000           | -10 000             | —                   | —                   |

This initiative provides \$20 million over two years for grants to sporting clubs to establish or replace artificial playing surfaces that will improve programming for sports like soccer, hockey, tennis and bowls. Wooden and hardcourt surfaces for sports such as basketball, volleyball, netball and tennis will also be eligible for grant funding under this scheme.

These new or improved surfaces will encourage additional participation across a variety of sporting codes and during inclement weather conditions. Grant funding will be prioritised on the basis of contributions made to the project, including by the club or local government organisations.

## Department of Planning, Transport and Infrastructure

### Train services — increase service levels

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -4 268            | -5 899              | -6 040              | -6 184              |
| Full time equivalents | —                   | 10                | 10                  | 10                  | 10                  |

This initiative provides \$4.3 million in 2017–18 and \$5.9 million per annum (indexed) from 2018–19 to increase the frequency of train services on the Gawler, Outer Harbor, Belair and Seaford lines, including nights and weekends. Additionally, the frequency of train services on the Belair Line on weekends and public holidays will be increased from the current hourly service to half hourly.

### Whyalla support

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -407              | —                   | —                   | —                   |

This initiative provides \$407 000 in 2017–18 for the following projects:

- Centre for opportunity (\$189 000) to allow the council to fit out its currently vacant civic library building to create space for a pop-up shop environment for interested parties to test their retail or business ideas
- Community amenity upgrades (\$183 000) to improve the appearance of a number of neighbourhoods through additional landscaping, kerb replacement, pram ramps, crossovers and improved footpaths
- City entrance upgrades (\$35 000) as a contribution towards the installation of entry statements. The aim of the entry statements is to create a sense of arrival to Whyalla that instils a positive image of the city.

## Department of Planning, Transport and Infrastructure

### Women's sporting facilities fund

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -7 000            | -7 000              | —                   | —                   |

This initiative provides \$14 million over two years for the women's sporting facilities fund to continue the government's support for sport and recreation organisations implementing projects to address the barriers to female participation. This builds on the funding provided in the 2016–17 Budget and takes the value of the fund to \$10 million per annum in 2017–18 and 2018–19.

Grant funding for this initiative will be prioritised based on projects that have matching funding available from local government, Commonwealth or private sources.

## Memorandum items — initiatives prior to the 2017–18 Budget

### Department of Planning, Transport and Infrastructure

#### Autumn racing carnival prize money injection

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -3 000              | -3 000            | —                   | —                   | —                   |

This initiative provides a \$3 million grant in 2016–17 and 2017–18 to Thoroughbred Racing SA for additional prize money and marketing funds for the Autumn Racing Carnival at Morphettville.

This will support South Australia's position on the national and international racing stage, providing two \$1 million races and attracting high calibre horses and trainers.

#### Mount Gambier airport upgrade

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 086            | —                   | —                   | —                   |

This initiative provides a further \$1.1 million in 2017–18, in addition to the state government's previous commitment of \$2.95 million from the South East Forestry Partnership Program, to facilitate the upgrade of the Mount Gambier Airport. The total state contribution of \$4.0 million, together with funding from the District Council of Grant, the City of Mount Gambier and funding provided through the Commonwealth Building Better Regions Fund will allow direct jet services from Mount Gambier to Melbourne and Sydney.

This initiative includes works associated with a runway extension and strengthening, apron upgrades, new taxiways and a realignment of Airport Road in order to accommodate passenger jets up to 100 seats (Fokker F70 and F100).

## Premier and Cabinet

### 2017-18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | —                   | -13 293           | -6 097              | -5 482              | -4 742              |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | —                   | -13 293           | -6 097              | -5 482              | -4 742              |
| <b>Impact on net lending</b>           | —                   | -13 293           | -6 097              | -5 482              | -4 742              |

### Department of the Premier and Cabinet

|                                                                                                                        |   |        |        |        |        |
|------------------------------------------------------------------------------------------------------------------------|---|--------|--------|--------|--------|
| Operating initiatives                                                                                                  |   |        |        |        |        |
| Ageing Well                                                                                                            | — | -3 037 | -3 012 | -2 722 | -2 582 |
| Dry Creek salt fields                                                                                                  | — | -1 500 | -600   | -600   | —      |
| Electric vehicle charging                                                                                              | — | -275   | —      | —      | —      |
| Hydrogen refuelling station and fuel cell bus trial                                                                    | — | -4 750 | -1 160 | -1 160 | -1 160 |
| Laneway battery demonstration program                                                                                  | — | -175   | -325   | —      | —      |
| PACE Discovery Drilling Program                                                                                        | — | -2 000 | -1 000 | -1 000 | -1 000 |
| Securing the future of the Arrium Whyalla Steelworks and the sustainable future of the South Australian Steel Industry | — | -1 556 | —      | —      | —      |

## Department of the Premier and Cabinet

### Ageing Well

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -3 037            | -3 012              | -2 722              | -2 582              |

This initiative provides \$11.4 million over four years to establish a coordinating body and Ageing Well Living Laboratory network to drive innovation and growth in the development of new products and services tailored for, and co-created with, citizens as they age.

The coordinating body will connect citizens and businesses with education, training, research, networks, business development and international pathways to market.

The Ageing Well Living Laboratory network will facilitate environments where innovators and consumers can co-design and test prototypes, products and services for sustained periods in their homes, or in dedicated facilities embedded within the community, delivering real time data.

### Dry Creek salt fields

#### *Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 500            | -600                | -600                | —                   |

The initiative provides \$2.7 million over three years to address environmental issues arising from the closure of the Dry Creek salt fields. The measures include conducting further investigations on acid sulphate soils, specialist analytical advice, water pumping and pond management, project facilitation and odour abatement.

## Department of the Premier and Cabinet

### Electric vehicle charging

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -275              | —                   | —                   | —                   |

This initiative provides \$275 000 in 2017–18 as the government contribution to a partnership with the City of Adelaide, SA Power Networks and Mitsubishi to install five electric vehicle charging stations in the central business district and North Adelaide; and a further partnership with the City of Adelaide, Azzo Engineering, JetCharge, Parking Sense and Nilson to provide 10 parking spaces with charging facilities in U-Park car parks along with an innovative electronic method for reserving the spaces for electric vehicle use.

This initiative is funded from the increase in the solid waste levy approved in the 2016–17 Budget.

### Hydrogen refuelling station and fuel cell bus trial

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -4 750            | -1 160              | -1 160              | -1 160              |

This initiative provides \$4.8 million in 2017–18 and \$1.2 million per annum for the following three years to underwrite the construction and operation of a hydrogen production facility and vehicle refuelling station supplying an initial fleet of at least six hydrogen buses.

This initiative is funded from the increase in the solid waste levy approved in the 2016–17 Budget.

## Department of the Premier and Cabinet

### Laneway battery demonstration program

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -175              | -325                | —                   | —                   |

This initiative provides \$500 000 over two years to partner with the City of Adelaide to support laneway businesses, with a particular focus on Leigh Street, Bank Street and Peel Street, to install battery systems in order to manage energy costs and demonstrate energy storage technology in highly patronised premises.

Currently, the City of Adelaide offers a rebate of up to \$5000 for eligible businesses to install a battery storage system. Eligible laneway businesses will be able to access both schemes and up to 100 businesses will be targeted.

This initiative is funded from the increase in the solid waste levy approved in the 2016–17 Budget.

### PACE Discovery Drilling Program

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -2 000            | -1 000              | -1 000              | -1 000              |

This initiative provides \$5 million over four years to deliver ground-breaking data and information through new drilling technologies, innovations in geophysics and modelling and the mapping of geochemistry in 3D. The program comprises a \$2 million contribution for South Australia to partner with the National Drilling Initiative and \$3 million over three years to deliver a targeted regional drilling program that builds on and takes forward the results achieved through the PACE Copper geophysical programs.



## Department of the Premier and Cabinet

### Securing the future of the Arrium Whyalla Steelworks and the sustainable future of the South Australian Steel Industry

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -1 556            | —                   | —                   | —                   |
| Full time equivalents | —                   | 1                 | —                   | —                   | —                   |

The initiative provides \$1.6 million in 2017–18 to support South Australia's Steel Task Force to secure the future of the Arrium Whyalla Steelworks.

This additional funding will ensure the government coordinates financial and legal due diligence required to deliver the best possible outcome for the state and people of Whyalla from the Arrium administration and sale process, and to fast track a new owner's investment plans through all legislative requirements.

The government will also provide assistance to the South Australian steel industry by supporting research and development of efficient processing technologies and multiuser infrastructure, and implementing global market investment attraction campaigns.

## Primary Industries and Regions

### 2017–18 Budget initiatives (\$000s)

|                                                                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------------------------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                                             | —                   | —                 | —                   | —                   | —                   |
| Operating savings                                                 | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                                                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                                                   | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                                             | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing                                          | —                   | —                 | —                   | —                   | —                   |
| Asset sales                                                       | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b>                            | <b>—</b>            | <b>—</b>          | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Impact on net lending</b>                                      | <b>—</b>            | <b>—</b>          | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Memorandum items — initiatives prior to the 2017–18 Budget</b> |                     |                   |                     |                     |                     |
| <b>Department of Primary Industries and Regions</b>               |                     |                   |                     |                     |                     |
| Operating initiatives                                             |                     |                   |                     |                     |                     |
| Riverland storms recovery assistance                              | -3 278              | —                 | —                   | —                   | —                   |

## Memorandum items — initiatives prior to the 2017–18 Budget

### Department of Primary Industries and Regions

#### Riverland storms recovery assistance

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -3 278              | —                 | —                   | —                   | —                   |

This initiative provides \$3.3 million to assist primary producers located within the defined disaster areas, including Berri Barmera Council, District Council of Loxton Waikerie and the Renmark Paringa Council, who suffered direct damage from the Storm Event on 11 November 2016.

The assistance included grants of up to \$10 000 (GST exclusive) to provide short term targeted assistance to primary producers by reimbursing reinstatement costs (repairs to fences, vineyard trellissing etc) and clean-up costs. These costs were co-funded by the State and the Commonwealth under National Disaster Relief and Recovery Arrangements.

## State Development

### 2017–18 Budget initiatives (\$000s)

|                                        | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|----------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                  | -1 106              | -21 716           | -25 144             | -1 307              | -1 331              |
| Operating savings                      | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                       | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                        | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                  | —                   | 5 557             | 28 059              | —                   | —                   |
| Revenue offset investing               | —                   | —                 | —                   | —                   | —                   |
| Asset sales                            | —                   | 18 919            | —                   | —                   | —                   |
| <b>Impact on net operating balance</b> | <b>-1 106</b>       | <b>-21 716</b>    | <b>-25 144</b>      | <b>-1 307</b>       | <b>-1 331</b>       |
| <b>Impact on net lending</b>           | <b>-1 106</b>       | <b>2 760</b>      | <b>2 915</b>        | <b>-1 307</b>       | <b>-1 331</b>       |

#### Department of State Development

|                                                                                       |        |        |        |      |      |
|---------------------------------------------------------------------------------------|--------|--------|--------|------|------|
| Operating initiatives                                                                 |        |        |        |      |      |
| 2018 Adelaide Festival — additional support                                           | —      | -1 250 | —      | —    | —    |
| Adelaide Contemporary design process                                                  | —      | -1 900 | —      | —    | —    |
| Adelaide Festival Centre north face activation events                                 | —      | -1 000 | —      | —    | —    |
| Adelaide Gig City (“Gig City”) program expansion                                      | —      | -1 600 | -1 128 | -105 | -108 |
| Arts and cultural sustainability — maintaining the investment in our cultural capital | —      | -1 122 | —      | —    | —    |
| Automotive supplier transformation                                                    | —      | -3 000 | -2 000 | —    | —    |
| Boards without Borders                                                                | —      | -75    | -75    | —    | —    |
| Education campaign for construction subcontractors                                    | —      | -256   | -263   | -269 | -275 |
| Innovation program                                                                    | -1 106 | -710   | -710   | —    | —    |
| International business trade program                                                  | —      | -50    | -50    | —    | —    |
| International research co-operation                                                   | —      | -200   | -350   | -350 | -350 |
| South Australian Aboriginal interpreter service                                       | —      | -553   | -568   | -583 | -598 |
| Investing initiatives                                                                 |        |        |        |      |      |
| Her Majesty's Theatre redevelopment                                                   | —      | 5 557  | 28 059 | —    | —    |
| Asset sales                                                                           |        |        |        |      |      |
| Her Majesty's Theatre redevelopment                                                   | —      | 18 919 | —      | —    | —    |

#### Investment Attraction South Australia

|                                             |   |         |         |   |   |
|---------------------------------------------|---|---------|---------|---|---|
| Operating initiatives                       |   |         |         |   |   |
| Attracting more business to South Australia | — | -10 000 | -20 000 | — | — |

#### Memorandum items — initiatives prior to the 2017–18 Budget

##### Department of State Development

|                            |      |      |      |        |        |
|----------------------------|------|------|------|--------|--------|
| Operating initiatives      |      |      |      |        |        |
| Adelaide Fringe            | —    | -960 | -984 | -1 009 | -1 034 |
| Leigh Creek Outback Resort | -150 | -150 | —    | —      | —      |
| Investing initiatives      |      |      |      |        |        |
| Leigh Creek Outback Resort | -150 | -150 | —    | —      | —      |

## Department of State Development

### 2018 Adelaide Festival — additional support

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 250            | —                   | —                   | —                   |

This initiative provides \$1.25 million to the Adelaide Festival Corporation for additional support for the 2018 Adelaide Festival of Arts.

### Adelaide Contemporary design process

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 900            | —                   | —                   | —                   |

This initiative provides \$1.9 million in 2017–18 to undertake an international competitive process to determine the architectural design for a new art gallery, Adelaide Contemporary. It includes a range of activities to engage with the public and stakeholders in the development of the Adelaide Contemporary proposal. The architectural process would help inform planning for Adelaide Contemporary.

The design process will be based on the Adelaide Contemporary being located on the Old Royal Adelaide Hospital site.

The vision for Adelaide Contemporary is to deliver a new gallery that showcases the state's existing art collection; in particular the significant Aboriginal collection, and provides space for contemporary work across a range of art forms. It is intended that Adelaide Contemporary would be a major attraction for visitors to the state and a community meeting place that integrates art, education, nature and people.

## Department of State Development

### Adelaide Festival Centre north face activation events

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 000            | —                   | —                   | —                   |

This initiative provides \$1 million to mark the re-opening of the Adelaide Festival Theatre and the completion of the Adelaide Festival Centre redevelopment. A series of concerts, performances, outdoor events and community activities will help to re-engage patrons following the closure of the main theatre for redevelopment and promote the new attractions and facilities along the north face of the Adelaide Festival Centre, including a new “walk of fame” promenade with accessible entries to the Festival Centre and a new arts playground.

### Adelaide Gig City (“Gig City”) program expansion

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 600            | -1 128              | -105                | -108                |

This initiative provides \$2.9 million over four years for the extension of the existing Gig City program to additional precincts and co-working spaces and to explore extending Gig City to the major regional centres of Mount Gambier and Whyalla.

This funding is in addition to \$4.7 million over four years provided in the 2016–17 Budget as part of the government's innovation program, to create an ultra-high speed broadband network connecting existing innovation spaces within the CBD. Having access to ultra-fast internet will drive significant economic development and job creation opportunities, and will position South Australia as a leading centre for innovation and entrepreneurship.

### Arts and cultural sustainability — maintaining the investment in our cultural capital

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 122            | —                   | —                   | —                   |

This initiative provides \$1.1 million to Arts South Australia in 2017–18 to enable our arts sector to continue to offer attractive levels of events, exhibitions and public programming throughout the state. This initiative builds on the funding provided through the 2015–16 and 2016–17 budgets to ensure that the state continues to benefit from the cultural, economic and social contribution of the arts.

## Department of State Development

### Automotive supplier transformation

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -3 000            | -2 000              | —                   | —                   |

The initiative provides \$5 million over two years for the continuation of support for South Australian companies in the automotive supply chain, ahead of the cessation of motor vehicle manufacturing activities in Australia.

This funding will support industry transformation and assist automotive supply chain businesses to diversify their programs and operations, so as to drive sustainable growth, promote long-term employment and secure alternative revenue streams.

This is part of the Future Jobs Fund initiative.

### Boards without Borders

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -75               | -75                 | —                   | —                   |

This initiative provides \$150 000 over two years to support the Committee for Adelaide, through its Business Attraction Priority Group, to encourage and support commercial Boards with South Australian connections to meet in Adelaide.

The funding will promote South Australia's offerings as a business destination to a cross-section of businesses, organisations and individuals, through meetings and suitable connections organised for visiting Boards.

## Department of State Development

### Education campaign for construction subcontractors

*Budget implications (\$000)*

|                       | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses    | —                   | -256              | -263                | -269                | -275                |
| Full time equivalents | —                   | 1                 | 1                   | 1                   | 1                   |

The initiative provides \$256 000 per annum (indexed) ongoing to the Office of the Small Business Commissioner for the delivery of an education program to promote the *Building and Construction Industry Security of Payment Act 2009*. The program intends to provide construction industry participants with information about their rights to seek progress payments from other contracted parties. The program is targeted to educate small business contractors and support industry associations to communicate the benefits of the Act to key stakeholders.

### Her Majesty's Theatre redevelopment

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Investing payments | —                   | 5 557             | 28 059              | —                   | —                   |
| Investing receipts | —                   | 18 919            | —                   | —                   | —                   |

This initiative transfers Her Majesty's Theatre (HMT) assets from Arts South Australia to the Adelaide Festival Centre Trust (AFCT).

The commitment for the redevelopment of HMT, announced as part of the 2016–17 Budget, will continue. In 2017–18 additional expenditure of \$31.0 million is provided to undertake further works within the upgrade and expansion of the theatre, bringing the revised total capital cost of the project to \$66.2 million. This overall spend will allow for the expansion of the seating capacity in the auditorium and for the hosting of large scale commercial touring productions within this historic theatre.

Funding for the project will be provided through a combination of equity injection and a loan to the AFCT.



## Department of State Development

### Innovation program

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -1 106              | -710              | -710                | —                   | —                   |

This initiative provides an additional \$2.5 million over three years to further support the government's commitment to innovation and thereby to assist in transforming the South Australian economy.

This amount is in addition to \$29.8 million over four years provided in the 2016–17 Budget for a series of innovation initiatives, including Investment in the Future Industries Institute and the South Australian Early Commercialisation Fund. These initiatives brought the government's annual commitment to innovation programs to at least \$20 million.

### International business trade program

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -50               | -50                 | —                   | —                   |

This initiative provides \$100 000 over two years to Business SA to provide event management, media and digital coverage, logistics and specialist resources to connect local businesses with international businesses participating in the government's overseas trade and investment programs.

Business SA will host a number of in-bound overseas trade delegation events each year of the agreement, as well as working with local businesses to identify and present investment and trade opportunities as part of these events. This initiative will provide a further important opportunity to showcase premium South Australian wine, produce and tourism destinations.

## Department of State Development

### International research co-operation

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -200              | -350                | -350                | -350                |

This initiative provides \$1.3 million over four years to expand South Australia's higher education participation in international research networks in China.

This funding will facilitate increased collaboration between South Australia and China, and will seed-fund strategic projects for SA based higher education providers and research institutions to collaborate with China (prioritising Shandong).

### South Australian Aboriginal interpreter service

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -553              | -568                | -583                | -598                |

This initiative provides \$553 000 per annum (indexed) ongoing for the establishment of an Aboriginal interpreter service in South Australia, using joint resources with the Northern Territory.

The establishment of the new office in South Australia aims to build and support the provision of Aboriginal interpreter services across the state and includes staff based in Adelaide and Port Augusta. The initiative will increase the pool of interpreters available to the government and other service providers, thereby improving service delivery to Aboriginal South Australians.

## Investment Attraction South Australia

### Attracting more business to South Australia

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -10 000           | -20 000             | —                   | —                   |

This initiative provides \$10 million in 2017–18 and \$20 million in 2018–19 to further support and secure new investment in South Australia through the attraction of appropriate business projects to the state in key target industries. The investment will promote job creation, capital investment and increased economic activity, and builds on previous funding of \$10 million in 2017–18 and 2018–19 provided in the 2016–17 Budget.

In addition, the government will also offer \$15 million of low interest loans in each of 2019–20 and 2020–21.

This is part of the Future Jobs Fund initiative.

## Memorandum items — initiatives prior to the 2017–18 Budget

### Department of State Development

#### Adelaide Fringe

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -960              | -984                | -1 009              | -1 034              |

This initiative provides \$960 000 per annum (indexed) to the Adelaide Fringe to implement a new business model and reduce charges on performers for tickets sold. This funding will also enable the Fringe to work with the South Australian Tourism Commission to deliver a targeted annual marketing campaign to increase visitation to Adelaide and the Fringe.

#### Leigh Creek Outback Resort

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -150                | -150              | —                   | —                   | —                   |
| Investing payments | -150                | -150              | —                   | —                   | —                   |

This initiative provides \$600 000 over two years to support the continued operations of the Leigh Creek Outback Resort, following the closure of the Leigh Creek mine formerly operated by Alinta. The funding includes provision of initial working capital to an experienced regional hotel and tourism operator to manage the resort on behalf of the government, along with support for external building refurbishment and other minor upgrades to rooms. The resort provides important accommodation support for a range of government sponsored initiatives designed to assist the future development of Leigh Creek.

# Tourism

## 2017–18 Budget initiatives (\$000s)

|                                                                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------------------------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                                             | —                   | -3 500            | -1 000              | -5 000              | -5 000              |
| Operating savings                                                 | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                                                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                                                   | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                                             | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing                                          | —                   | —                 | —                   | —                   | —                   |
| Asset sales                                                       | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b>                            | <b>—</b>            | <b>-3 500</b>     | <b>-1 000</b>       | <b>-5 000</b>       | <b>-5 000</b>       |
| <b>Impact on net lending</b>                                      | <b>—</b>            | <b>-3 500</b>     | <b>-1 000</b>       | <b>-5 000</b>       | <b>-5 000</b>       |
| <b>South Australian Tourism Commission</b>                        |                     |                   |                     |                     |                     |
| Operating initiatives                                             |                     |                   |                     |                     |                     |
| Marketing and events for South Australia                          | —                   | -3 500            | -1 000              | -5 000              | -5 000              |
| <b>Memorandum items — initiatives prior to the 2017–18 Budget</b> |                     |                   |                     |                     |                     |
| <b>South Australian Tourism Commission</b>                        |                     |                   |                     |                     |                     |
| Operating initiatives                                             |                     |                   |                     |                     |                     |
| The Bend Motor Sport Park in Tailem Bend                          | —                   | -1 000            | -1 000              | -1 000              | —                   |

## South Australian Tourism Commission

### Marketing and events for South Australia

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -3 500            | -1 000              | -5 000              | -5 000              |

This initiative provides \$14.5 million over four years to secure additional major events and conventions to further drive visitation and economic development of the state.

The initiative builds on previous funding totalling \$38 million since 2014–15 to attract major events and conventions. This additional support recognises the success to date in attracting new events and conventions to the state and the economic benefits of this activity.

This initiative provides:

- \$3.5 million in 2017–18, \$2.5 million in 2019–20 and \$2.5 million in 2020–21 for business and incentive events and conventions
- \$1.0 million in 2018–19, \$2.5 million in 2019–20 and \$2.5 million in 2020–21 to support the staging of new major events in South Australia.

This is part of the Future Jobs Fund initiative.

## Memorandum items — initiatives prior to the 2017–18 Budget

### South Australian Tourism Commission

#### The Bend Motor Sport Park in Tailem Bend

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -1 000            | -1 000              | -1 000              | —                   |

This initiative provides \$1.0 million per annum for three years from 2017–18 to contribute to licensing costs of hosting a V8 Supercar event at Tailem Bend.

## Treasury and Finance

### 2017–18 Budget initiatives (\$000s)

|                                           | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                     | —                   | -2 250            | —                   | —                   | —                   |
| Operating savings                         | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                          | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                           | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                     | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing                  | —                   | —                 | —                   | —                   | —                   |
| Asset sales                               | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b>    | <b>—</b>            | <b>-2 250</b>     | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Impact on net lending</b>              | <b>—</b>            | <b>-2 250</b>     | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Department of Treasury and Finance</b> |                     |                   |                     |                     |                     |
| Operating initiatives                     |                     |                   |                     |                     |                     |
| Headquartered Company Taskforce           | —                   | -250              | —                   | —                   | —                   |
| 'I Choose SA' campaign                    | —                   | -2 000            | —                   | —                   | —                   |



## Department of Treasury and Finance

### Headquartered Company Taskforce

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -250              | —                   | —                   | —                   |

This initiative provides \$250 000 in 2017–18 to the Property Council of Australia (SA Division) for the establishment of a Headquartered Company Taskforce to pursue and promote South Australia as a home base for major multinational companies.

The taskforce will highlight South Australia's competitive advantages of relocating or establishing headquarters in the state, including housing affordability, cost of living, life style, climate and educational facilities. The initiative also aims to attract investment and skilled migrants and retain our young people in an age of technology where the physical placement of a business is no longer key to its success.

### 'I Choose SA' campaign

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | -2 000            | —                   | —                   | —                   |

This initiative provides \$2 million in 2017–18 to extend the 'I Choose SA' campaign to 30 June 2018 to encourage consumers to actively look for South Australian products and services when buying.

The 'I Choose SA' awareness campaign was launched in August 2016 to support South Australian products, including partnering with retailers to clearly distinguish the South Australian made products that they offer. This campaign enables the public to identify and purchase local products and services that support the South Australian economy, and encourages business to use local good and services.

This is part of the Future Jobs Fund initiative.

## SA Water

### 2017–18 Budget initiatives (\$000s)

|                                                                   | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|-------------------------------------------------------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating initiatives                                             | -1 100              | —                 | —                   | —                   | —                   |
| Operating savings                                                 | —                   | —                 | —                   | —                   | —                   |
| Revenue measures                                                  | —                   | —                 | —                   | —                   | —                   |
| Revenue offsets                                                   | —                   | —                 | —                   | —                   | —                   |
| Investing initiatives                                             | —                   | —                 | —                   | —                   | —                   |
| Revenue offset investing                                          | —                   | —                 | —                   | —                   | —                   |
| Asset sales                                                       | —                   | —                 | —                   | —                   | —                   |
| <b>Impact on net operating balance</b>                            | <b>-1 100</b>       | <b>—</b>          | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Impact on net lending</b>                                      | <b>-1 100</b>       | <b>—</b>          | <b>—</b>            | <b>—</b>            | <b>—</b>            |
| <b>Administered Items for SA Water</b>                            |                     |                   |                     |                     |                     |
| Operating initiatives                                             |                     |                   |                     |                     |                     |
| Metropolitan Drainage Fund                                        | -1 100              | —                 | —                   | —                   | —                   |
| <b>Memorandum items — initiatives prior to the 2017–18 Budget</b> |                     |                   |                     |                     |                     |
| <b>SA Water</b>                                                   |                     |                   |                     |                     |                     |
| Operating initiatives                                             |                     |                   |                     |                     |                     |
| Bundaleer Reservoir upgrade                                       | —                   | —                 | —                   | —                   | —                   |
| Leigh Creek township — management of the Aroona Dam               | -235                | -325              | -835                | -295                | -555                |
| Northern Adelaide Irrigation Scheme — stage 1                     | —                   | —                 | —                   | —                   | —                   |

## Administered Items for SA Water

### Metropolitan Drainage Fund

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -1 100              | —                 | —                   | —                   | —                   |

This initiative provides \$1.1 million in 2016–17 for repairs and maintenance to the River Torrens river bank at Adam Street, Hindmarsh following damage caused by severe weather events during September 2016.

## Memorandum items — initiatives prior to the 2017–18 Budget

### SA Water

#### Bundaleer Reservoir upgrade

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | —                 | —                   | —                   | —                   |

This initiative provides \$6.4 million to upgrade the Bundaleer reservoir to supply water to high value agriculture producers in South Australia's Mid-North region, if the Commonwealth Government agrees to contribute \$3.18 million towards the project. The Government of South Australia will also commit \$3.18 million from the Regional Development Fund. The costs of the project are reflected in the public non-financial corporations sector.

Once developed, the project is expected to deliver new agricultural activity generating around \$4.6 million revenue for the region and up to 25 full time direct jobs.

A decision on Commonwealth funding is expected in 2017–18.

#### Leigh Creek township — management of the Aroona Dam

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | -235                | -325              | -835                | -295                | -555                |

With Flinders Power departing from the Leigh Creek township, the Aroona Dam has transferred ownership to the Government of South Australia.

This initiative provides SA Water \$2.2 million over five years for the maintenance, operation, and assessment of the Aroona Dam's overall risk and safety profile against the Australian National Committee on Large Dams (ANCOLD) standards.

## Memorandum items — initiatives prior to the 2017–18 Budget

### SA Water

#### Northern Adelaide Irrigation Scheme — stage 1

*Budget implications (\$000)*

|                    | 2016–17<br>Estimate | 2017–18<br>Budget | 2018–19<br>Estimate | 2019–20<br>Estimate | 2020–21<br>Estimate |
|--------------------|---------------------|-------------------|---------------------|---------------------|---------------------|
| Operating expenses | —                   | —                 | —                   | —                   | —                   |

This initiative provides \$155.6 million for the construction of stage 1 of the Northern Adelaide Irrigation Scheme (NAIS). The project is to be funded by SA Water along with a contribution of \$45.6 million being sought from the Commonwealth Government through the National Water Infrastructure Development Fund. The costs of the project are reflected in the public non-financial corporations sector.

NAIS will supply 12GL per year of treated water from Bolivar Wastewater Treatment Plant to the Northern Adelaide Plains to increase horticultural activity with the expansion of irrigated food production in the area.

This initiative is expected to add more than \$500 million a year to the state's economy, and create 3700 jobs in and around Adelaide's northern suburbs if successful.

A decision on Commonwealth funding is expected in 2017–18.



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# State Budget 2017–18

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