Senate Environment and Communications References Committee

Inquiry into Australian Antarctic Division funding

Department of Finance

Response to Question on Notice

Hearing of 28 February 2024

Question on Notice 1 (Proof Hansard page 2)

Mr Pelecky: I can talk in broad terms. There is the assurance review process, which involves gateway reviews. I understand the project has gone through a number of gateway reviews.

Senator DUNIAM: Which one? Both of those?

Mr Pelecky: Certainly, the ship. Senator DUNIAM: The Nuyina? Mr Pelecky: The Nuyina. Yes. Senator DUNIAM: Okay.

Mr Pelecky: I understand the next review is scheduled for this year, 2024. But, in terms of

the specifics and details, I would have to take that on notice.

Response

There are two Australian Antarctic Division projects subject to the Australian Government Assurance Reviews process:

- Research Supply Icebreaker Project (Assurance Review completed in February 2024), and
- Macquarie Island Modernisation Project (Assurance Review scheduled to take place in June 2024).

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Response to Question on Notice

Hearing of 28 February 2024

Question on Notice 2 (Proof Hansard page 2)

Mr Pelecky: I can talk in broad terms. There is the assurance review process, which involves gateway reviews. ...

Senator DUNIAM: If you could. I had a range of questions to ask of the specific projects around this—in particular, Macquarie Island modernisation, but you're not going to be able to tell me anything.

Mr Pelecky: Unfortunately, I can't assist you with that. I can take it on notice.

Response

The Department of Finance (Finance) has been engaged on the following Australian Antarctic Division (AAD) projects from a project development and delivery perspective:

- The Macquarie Island Modernisation Project Finance was involved in the steering committee and provided high level advice to AAD on the redevelopment project. This involvement concluded in 2023.
- Macquarie Point Antarctic and Science Precinct Finance reviewed the detailed business case and provided advice as part of the delivery model peer review in accordance with the Commonwealth Property Management Framework. This involvement concluded in 2023.
- Davis Aerodrome Project (DAP) Following a decision by the then Prime Minister, the Hon Scott Morrison MP, a joint project team was established between Finance and the then Department of Agriculture, Water and the Environment to develop an initial business case for DAP. A decision was made by Government in 2021 not to proceed with the business case or project.
- Macquarie Wharf 6 Project Finance has had limited direct involvement with this project, however, has met with the Australian Antarctic Division to discuss possible options to support:
 - establishing a negotiation mandate; and
 - advising on potential commercial models.