Contrasting funding and delivery models for coastal protection – case studies from Australia

5th International Climate Change Adaptation Conference

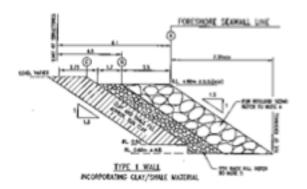
Cape Town South Africa 18 -21 June 2018

Daniel Ware and Zuzsa Banhalmi-Zakar









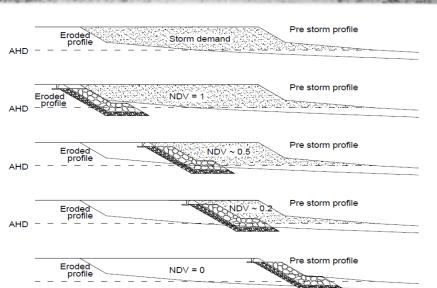


Coastal Protection, Coastal Hazards and Climate Change

- Coastal Protection civil works that aim to reduce the impacts of coastal hazards e.g.
 Seawalls, Levees and Beach Nourishment
- Coastal Hazards Coastal process with negative consequences for use and development of coastal land e.g. Erosion and Inundation
- Climate Change will expand the area of land exposed to coastal hazards
- Adaptation will impact all phases of coastal protection delivery – design, maintenance, upgrade







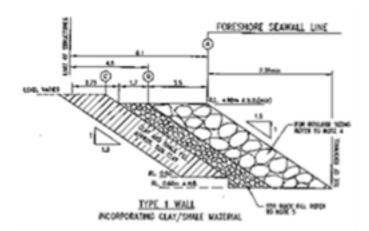
Pelivery of Coastal Protection

Often associated with negative externalities

- Share characteristics of public goods
- Scale of requirement is overwhelming capacity with negative consequences
- Role or Responsibility of the State?
- What alternatives exist to pure State Responsibility



Gold Coast – Foreshore Public Land Seawall



- 22km of shoreline adjacent to public land
- 11km has an existing seawall however only 1.9km is certified
- The Gold Coast City Council has financed the construction of the seawall adjacent to public land mostly through sources of general revenue,
- 1 meter of Seawall to the current costs approximately \$2300
- \$47 million is required to complete the project

City of Gold Coast – Land Taxes

Sea Wall Construction Foreshore Public Land Users

Non-traditional Finance Case Studies

Location Across the NSW/QLD Toogoom Fraser Coast QLD Kingscliff border at Tweed Heads Project description/ Sand bypass involving a elements permanent dredge, pumping station pipe system and sand outfalls Revililisat Rock rubble seawall Seawall by recreation holiday paragraphs.	
border at Tweed Heads Project description/ Sand bypass involving a Rock rubble seawall Seawall be recreation permanent dredge, pumping station pipe system and sand outfalls Jurisdiction In Tweed Shire, both NSW Fraser Coast Regional Tweed Sh and QLD through a special Council (QLD) (NSW) agreement 2000-2001 2016 2017-2018	liff Foreshore isation
elements permanent dredge, pumping station pipe system and sand outfalls Jurisdiction In Tweed Shire, both NSW and QLD through a special Council (QLD) (NSW) agreement Date of construction/ 2000-2001 2016 2017-2018	liff NSW
and QLD through a special Council (QLD) (NSW) agreement Date of construction/ 2000-2001 2016 2017-2018	II beach nourisment, tional amenities and y park upgrade
Date of construction/ 2000-2001 2016 2017-2018	Shire Council
iniplementation	2018
properties with 270n	ximatley – 400m 70m rock and 150m ed seawall
	Shire Council

Gold Coast



Kingscliff Seawall

- 2005 Coastal hazard assessment and Coastal Management Plan adopted coastal protection strategy to be implemented through construction of a 500m seawall
- Funding was unavailable and strategy was not implemented
- 2010 extreme erosion event where 2ha of foreshore was lost brought attention back however funding continued to be a constraint





Kingscliff Seawall

Holiday Park Trust

Tweed Shire
Council –
Land Taxes

Tweed Shire Council

Sea Wall Construction Holiday Park Trust

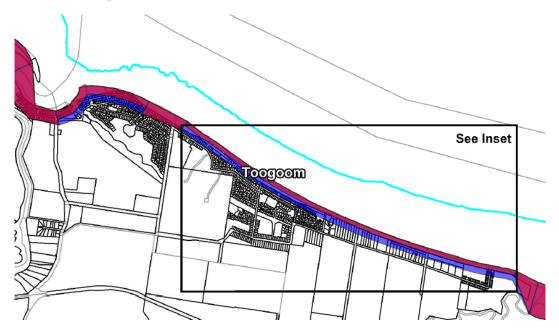
Foreshore Public Land Users

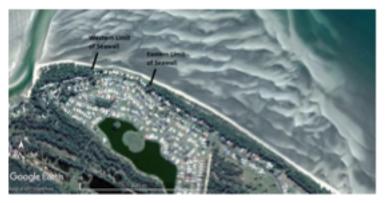
Federal Government - Grant

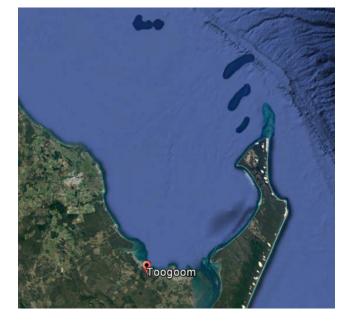
Funding source	Investment size	
	(AUD million)	
National Stronger Regions Fund	\$9.81	
Tweed Coast Holiday Parks Reserve Trust	\$7.52	
Tweed Shire Council	\$3.87	
Total	\$21.2	



Toogoom- Seawall







Toogoom- Seawall



- Total cost of approximately \$1.1M [~\$3,000/m].
- This cost was to be charged to the owners of the 15 protected properties through a special rates levee as payable over 10 years
- \$73,000 per property
- The median property value for Toogoom for 2017 is listed by RPdata as \$310,000 with foreshore property sales over the past 12 months listed between \$500,000 and \$650,000
- Assuming 4% Interest rate monthly repayments per property would be more than \$700.

State of Queensland Treasury Fraser Coast Regional Council

Sea Wall Construction Foreshore Property Owners

Tweed River – Sand Bypass



- Designed and built by McConnell Dowell with finance provided by the ANZ bank
- Operation and maintenance McConnell Dowell under a 24 year contract with the State of NSW and Queensland which concludes in 2025.
- At the conclusion of the 2011/12 financial year payments of \$AUD106.4million

ANZ Banking Corporation

Tweed River
Entrance
Sandbypass
Corporation

Sand Bypass

Gold Coast Beach Users

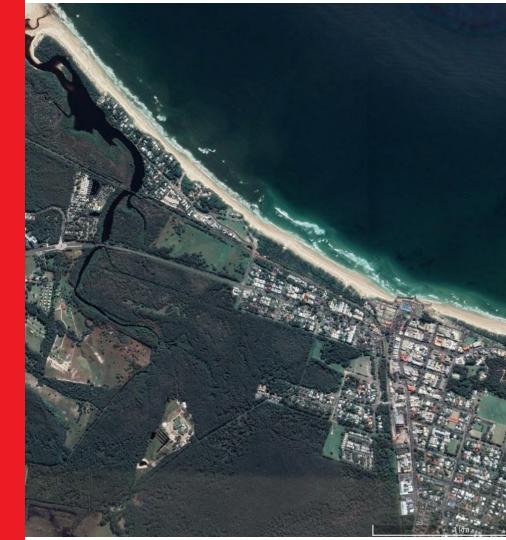
Tweed River Navigation

Queensland State Government

NSW State Government

Conclusions

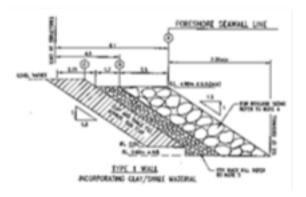
- Non-traditional practice exists for delivery of coastal protection
- Finance for adaptation is a design consideration
- Institutional context shapes opportunities for value capture
- Non-traditional finance models provides a means of addressing both political and financial constraints











Questions

- Are these opportunities confined to high income contexts?
- Are these opportunities confined to engineered forms of coastal protection?
- Are there constraints to incorporating finance within design phase?

