

Our ref:DOC23/623004 Your ref: SSD-59906734

Kurtis Wathen Senior Environmental Assessment Officer Department of Planning and Environment *kurtis.wathen@dpie.nsw.gov.au*

Dear Kurtis,

Yarrabin Pumped Hydro (SSD-59906734) Secretary's Environmental Assessment Requirements (SEARs)

I refer to your email dated 7 July 2023 seeking input into the Department of Planning and Environment Secretary's Environmental Assessment Requirements (SEARs) for the preparation of an Environmental Impact Statement (EIS) for the Yarrabin Pumped Hydro Project (SSD 59906734).

The Biodiversity, Conservation and Science Directorate (BCS) has considered your request and provides SEARs for the proposed development in **Attachments A** and **B**.

BCS recommends the EIS needs to appropriately address the following:

- 1. Biodiversity and offsetting
- 2. Water and soils
- 3. Flooding

BCS notes that the proponent has identified the potential risk of Serious and Irreversible Impacts (SAII) to threatened ecological communities and flora within the project footprint. The *Phoenix Pumped Hydro Scoping Report* also indicates that there are habitat resources of relevance for many threatened flora and fauna species within forested and riparian areas of the project footprint.

We recommend that the proponent continue to engage with BCS throughout the preparation of the EIS and welcome the opportunity to work with the proponent to ensure the full extent of impacts of this proposal are identified and appropriate avoidance measures determined.

If you have any questions about this advice, please do not hesitate to contact Candice Larkin, A/Senior Conservation Planning Officer, via candice.larkin@environment.nsw.gov.au or (02) 8217 2065.

Yours sincerely,

Ben Ellis A/Principal Project Manager, Planning North West Biodiversity, Conservation and Science Directorate

14 July 2023

Attachment A - Environmental Assessment Requirements

Attachment B - Guidance Material

Standard Environmental Assessment Requirements

BCS	Biodiversity, Conservation and Science Directorate of the NSW Department of Planning and Environment
The Department	NSW Department of Planning and Environment
NPWS	National Parks and Wildlife Service

Ancillary development components

The assessment should include all components of the proposal, including any ancillary activities such as road/track widening to enable transport of infrastructure components, connecting pipelines and transmission lines etc.

Category 1 – exempt land

Clearing of native vegetation on land that meets the definition of Category 1 - Exempt Land (as defined under the Local Land Services Act 2013 (LLS Act)) does not require assessment or offsetting under the Biodiversity Conservation Act 2016. Prescribed impacts as outlined in chapter 6 of the Biodiversity Assessment Method (2020) must still be considered on Category 1 - Exempt Land. In addition, potential impacts to Matters of National Environmental Significance under the Environment Protection and Biodiversity Conservation Act 1999 on Category 1 - exempt land must be considered.

Section 60F of the LLS Act provides the transitional arrangements that are in place until a comprehensive NVR Map is published. During the 'transitional period' assessors can make a reasonable approximation of land categorisation for unpublished layers, in consultation with the landholder.

Where a reasonable approximation is required, it is recommended that:

- assessors first identify whether land meets criteria for Category 2 Regulated Land, prior to Category 1 - Exempt Land.
 - In some circumstances, land may meet multiple map criteria i.e. criteria for Category 2 - Regulated Land, AND Category 1 - Exempt Land
 - In most circumstances' Category 2 Regulated Land criteria will determine the categorisation of the land, rather than Category 1 - Exempt Land criteria.

Section 60I of the LLS Act and cl.113 of the LLS Regulation defines the criteria in which land can be classified as Category 2 Regulated Land, this includes land which:

- was not cleared of native vegetation as at 1 January 1990;
- was unlawfully cleared of native vegetation after 1 January 1990 and 25 August 2017;
- contains native vegetation that was grown or preserved with the assistance of public funds (other than funds for forestry purposes);
- contains grasslands that are not low conservation grasslands (or low conservation value grassland beneath the canopy or drip line of woody vegetation satisfying the criteria for Category 2);
- is (or was previously) subject to a private native forestry plan approved under Part 5B of the LLS Act
- is subject to a private land conservation agreement;
- is a 'set aside' under a Land Management (Native Vegetation) Code;

- is an offset under a property vegetation plan or a set aside under the former native vegetation laws;
- is subject to an approved conservation measure that was the basis for other land being biocertified;
- is required to be set aside for nature conservation, revegetation or as an offset under an EP&A Act consent or approval
- is identified as coastal wetlands or littoral rainforest;
- is identified as koala habitat;
- is a declared Ramsar wetland; or
- is mapped as containing Critically Endangered species of plants or a Critically Endangered Ecological Community (CEEC)
- is a Travelling Stock Route (outside of the Western Division)

In areas which have the potential to contain CEECs, native grasslands or habitat for a Critically Endangered species of plant, land categorisation assessments should be supported by evidence from a site-based floristic assessment to demonstrate presence or absence.

Where an assessor identifies land that does not meet the criteria for Category 2 Vulnerable Regulated Land or Category 2 - Sensitive Regulated land, the assessor should then assess whether or not the land meets the definition of Category 1 – Exempt Land. Where the assessor identifies land as Category 1 – Exempt Land it must be adequately demonstrated that the identified land meets the criteria as set out in section 60H of the LLS Act. Multiple pieces of evidence should be used to demonstrate a Category 1 – Exempt Land designation. This might include:

- Publicly available data sets on the SEED data portal, such as:
 - Land use mapping used to identify and map existing and historical agricultural land use in NSW – see NSW Landuse 2017
 - Woody vegetation extent used to identify and map native vegetation extent see NSW Native Vegetation Extent 5m Raster v1.2
 - State-wide Landcover and Tree Survey (SLATS) clearing for NSW used to identify detectable clearing events since January 1990 – *available here*
- Published information on the Native Vegetation Regulatory Map, including Category 2-Sensitive Regulated, Category 2-Vulnerable Regulated, and Excluded Land - *available here*
 - Site-based information and records, including current and historical highresolution aerial photography
 - o current and historical photographs of the subject land
 - o historical land management records maintained by the landowner
 - o vegetation survey data collected on the subject land
 - documentation demonstrating history of authorised clearing and/or development.

The published *Native Vegetation regulatory map: method statement* should be reviewed to determine how the datasets can be best interrogated to support any identification of Category 1 – Exempt Land. Additional guidance for determining native vegetation land categorisation for application in the Biodiversity Offsets Scheme is also available on the NSW Department of Planning and Environment *website*.

Where there is uncertainty or datasets/information are conflicting, a precautionary approach should be applied and the land should be categorised as Category 2 – Regulated Land.

Where Category 1 – Exempt Land is likely to be present on a development site, early engagement with BCS is encouraged. Prior to the Biodiversity Development Assessment Report being submitted to the consent authority, the accredited assessor should submit a proposed land categorisation method to the BCS North West Planning team at *rog.nw@environment.nsw.gov.au* for endorsement.

Controlled Actions under the Commonwealth *Environment Protection and Biodiversity Conservation Act 1999* (EPBC Act)

If the proposed development is likely to be a 'Controlled Action' under the EPBC Act, the accredited assessor should contact the BCS North West Planning team at *rog.nw@environment.nsw.gov.au* prior to submission of the EIS. The BCS North West Planning team can provide guidance on the minimum information requirements for the EIS for any entities that have been or are likely to be deemed a 'Controlled Action'.

Biodiversity

- Biodiversity impacts related to the proposed [development/project] are to be assessed in accordance with Section 7.9 of the Biodiversity Conservation Act 2016 the Biodiversity Assessment Method 2020 and documented in a Biodiversity Development Assessment Report (BDAR). The BDAR must include information in the form detailed in the Biodiversity Conservation Act 2016 (s6.12), Biodiversity Conservation Regulation 2017 (s6.8) and Biodiversity Assessment Method 2020, unless the Department determines that the proposed development is not likely to have any significant impacts on biodiversity values.
- 2. The BDAR must document the application of the avoid, minimise, and offset framework; including assessing all direct, indirect, uncertain and prescribed impacts in accordance with the *Biodiversity Assessment Method* 2020.
- 3. The BDAR must include details of the measures proposed to address the offset obligation as follows:
 - a. The total number and classes of biodiversity credits required to be retired for the development/project;
 - b. The number and classes of like-for-like biodiversity credits proposed to be retired;
 - c. The number and classes of biodiversity credits proposed to be retired in accordance with the variation rules;
 - d. Any proposal to fund a *biodiversity conservation action*;
 - e. Any proposal to conduct ecological rehabilitation (if a mining project);
 - f. Any proposal to make a payment to the Biodiversity Conservation Fund.

If seeking approval to use the variation rules, the BDAR must contain details of the *reasonable steps* that have been taken to obtain requisite like-for-like biodiversity credits.

- 4. The BDAR must be submitted with all spatial data associated with the survey and assessment as per Appendix K of the BAM.
- 5. The BDAR must be prepared by a person accredited in accordance with the Accreditation Scheme for the Application of the Biodiversity Assessment Method Order 2017 under s6.10 of the *Biodiversity Conservation Act 2016*.

NOTE – A BDAR template and guidance document has been created to assist accredited assessors to prepare a BDAR. It has been developed in accordance with best practice, the minimum information requirements, and to support BDAR reviewers. The BDAR Template can be found *here* and the Guidance for the BDAR Template can be found *here*.

Residual Prescribed Impacts within the BAM 2020

Prescribed impacts can be difficult to quantify as they may result in discrete impacts, spatially undefined impacts, ecological regime shifts and/or impact cascades over time. Consequently, avoiding or minimising such impacts is critical and will likely be a key consideration for the consent authority in determining conditions of approval for relevant proposals.

If avoidance and mitigation measures are not applicable or will not result in the complete reduction of prescribed impacts occurring, the assessor and proponent will need to consider options to compensate for unavoidable residual prescribed impacts.

The BAM-C does not calculate biodiversity credits to offset a prescribed impact. However, the consent authority has the discretion to increase the number of biodiversity credits to be retired (or other conservation measures to be undertaken), under a planning approval.

The assessment and calculation of a predicted offset obligation for any prescribed impacts must be presented prior to project determination and any impact occurring, in accordance with Section 7.14 of the Biodiversity Conservation Act 2016. The purpose of this requirement is to ensure:

- commitments to proposed mitigation measures for residual prescribed impacts are described and can be captured in the projects consent conditions; and
- the total offset obligation can be embedded in the project approval

It is recommended that the proponent and assessor consult with BCS during the assessment process on prescribed impact assessment and calculation, when required.

Water and soils

6. The EIS must map the following features relevant to water and soils including:

- a. Acid sulfate soils (Class 1, 2, 3 or 4 on the Acid Sulfate Soil Planning Map);
- b. Rivers, streams, wetlands, estuaries (as described in s4.2 of the Biodiversity Assessment Method);
- c. Wetlands as described in s4.2 of the Biodiversity Assessment Method;
- d. Groundwater;
- e. Groundwater dependent ecosystems;
- f. Proposed intake and discharge locations.
- 7. The EIS must describe background conditions for any water resource likely to be affected by the development including:
 - a. Existing surface and groundwater;
 - b. Hydrology, including volume, frequency and quality of discharges at proposed intake and discharge locations;
 - c. Water Quality Objectives (*as endorsed by the NSW Government*) including groundwater as appropriate that represent the community's uses and values for the receiving waters;
 - d. Indicators and trigger values/criteria for the environmental values identified at (c) in accordance with the *ANZECC (2000) Guidelines for Fresh and Marine Water Quality* and/or local objectives, criteria or targets endorsed by the NSW Government;
 - e. Risk-based Framework for Considering Waterway Health Outcomes in Strategic Land-use Planning Decisions.

8. The EIS must assess the impacts of the development on water quality, including:

a. The nature and degree of impact on receiving waters for both surface and groundwater, demonstrating how the development protects the Water Quality

Objectives where they are currently being achieved, and contributes towards achievement of the Water Quality Objectives over time where they are currently not being achieved. This should include an assessment of the mitigating effects of proposed stormwater and wastewater management during and after construction;

- b. Identification of proposed monitoring of water quality.
- 9. The EIS must assess the impact of the development on hydrology, including:
 - a. Water balance including quantity, quality and source;
 - b. Effects to downstream rivers, wetlands, estuaries, marine waters and floodplain areas;
 - c. Effects to downstream water-dependent fauna and flora including groundwater dependent ecosystems;
 - d. Impacts to natural processes and functions within rivers, wetlands, estuaries and floodplains that affect river system and landscape health such as nutrient flow, aquatic connectivity and access to habitat for spawning and refuge (e.g. river benches);
 - e. Changes to environmental water availability, both regulated/licensed and unregulated/rules-based sources of such water;
 - f. Mitigating effects of proposed stormwater and wastewater management during and after construction on hydrological attributes such as volumes, flow rates, management methods and re-use options;
 - g. Identification of proposed monitoring of hydrological attributes.

Flooding

The EIS must map the following features relevant to flooding as described in the *Flood Risk Management Manual 2023* including:

- a. Flood prone land;
- b. Flood planning area, the area below the flood planning level;
- c. Hydraulic categorisation (floodways and flood storage areas);
- d. Flood hazard.
- 10. The EIS must describe flood assessment and modelling undertaken in determining the design flood levels for events, including a minimum of the 5% Annual Exceedance Probability (AEP), 1% AEP, flood levels and the probable maximum flood, or an equivalent extreme event.
- 11. The EIS must model the effect of the proposed development (including fill) on the flood behaviour under the following scenarios:
 - a. Current flood behaviour for a range of design events as identified in 14 above. This includes the 0.5% and 0.2% AEP year flood events as proxies for assessing sensitivity to an increase in rainfall intensity of flood producing rainfall events due to climate change.
- 12. Modelling in the EIS must consider and document:
 - a. Existing council flood studies in the area and examine consistency to the flood behaviour documented in these studies;
 - b. The impact on existing flood behaviour for a full range of flood events including up to the probable maximum flood, or an equivalent extreme flood;

- c. Impacts of the development on flood behaviour resulting in detrimental changes in potential flood affection of other developments or land. This may include redirection of flow, flow velocities, flood levels, hazard categories and hydraulic categories;
- d. Relevant provisions of the NSW Flood Risk Management Manual 2023.
- 13. The EIS must assess the impacts on the proposed development on flood behaviour, including:
 - a. Whether there will be detrimental increases in the potential flood affectation of other properties, assets and infrastructure;
 - b. Consistency with Council floodplain risk management plans;
 - c. Consistency with any Rural Floodplain Management Plans;
 - d. Compatibility with the flood hazard of the land;
 - e. Compatibility with the hydraulic functions of flow conveyance in floodways and storage in flood storage areas of the land;
 - f. Whether there will be adverse effect to beneficial inundation of the floodplain environment, on, adjacent to or downstream of the site;
 - g. Whether there will be direct or indirect increase in erosion, siltation, destruction of riparian vegetation or a reduction in the stability of riverbanks or watercourses;
 - Any impacts the development may have upon existing community emergency management arrangements for flooding. These matters are to be discussed with the NSW SES and Council;
 - i. Whether the proposal incorporates specific measures to manage risk to life from flood. These matters are to be discussed with the NSW SES and Council;
 - j. Emergency management, evacuation and access, and contingency measures for the development considering the full range or flood risk (based upon the probable maximum flood or an equivalent extreme flood event). These matters are to be discussed with and have the support of Council and the NSW SES;
 - k. Any impacts the development may have on the social and economic costs to the community as consequence of flooding.

ATTACHMENT B

Guidance Material

Title	Web address			
<u></u> <u>Re</u>	levant Legislation			
Biodiversity Conservation Act 2016	https://www.legislation.nsw.gov.au/view/html/inforce/curr ent/act-2016-063			
Environment Protection and Biodiversity Conservation Act 1999	https://www.legislation.gov.au/Details/C2014C00140/Do wnload			
Environmental Planning and Assessment Act 1979	https://www.legislation.nsw.gov.au/view/html/inforce/curr ent/act-1979-203			
Fisheries Management Act 1994	https://www.legislation.nsw.gov.au/view/html/inforce/curr ent/act-1994-038			
National Parks and Wildlife Act 1974	https://www.legislation.nsw.gov.au/view/html/inforce/curr ent/act-1974-080			
Protection of the Environment Operations Act 1997	https://www.legislation.nsw.gov.au/view/html/inforce/curr ent/act-1997-156			
Water Management Act 2000	https://www.legislation.nsw.gov.au/view/html/inforce/curr ent/act-2000-092			
Wilderness Act 1987	https://www.legislation.nsw.gov.au/view/html/inforce/curr ent/act-1987-196			
Biodiversity				
Biodiversity Assessment Method (OEH, 2020)	https://www.environment.nsw.gov.au/research-and- publications/publications-search/biodiversity- assessment-method-2020			
Changes to the Biodiversity Assessment Method from 2017 to 2020	https://www.environment.nsw.gov.au/research-and- publications/publications-search/changes-to-the- biodiversity-assessment-method-from-2017-to-2020			
Biodiversity Development Assessment Report Template	https://www.environment.nsw.gov.au/- /media/OEH/Corporate-Site/Documents/Animals-and- plants/Biodiversity/biodiversity-development- assessment-report-template- 220210.docx?la=en&hash=1A4829C7ACA5A51ECE414 A767C27361893706CEC			
Guidance for the Biodiversity Development Assessment Report Template	https://www.environment.nsw.gov.au/research-and- publications/publications-search/guidance-for-the- biodiversity-development-assessment-report-template			
BAM 2020 Operational Manual Stage 1	https://www.environment.nsw.gov.au/research-and- publications/publications-search/biodiversity- assessment-manual-2020-operational-manual-stage-1			
BAM 2020 Operational Manual Stage 2	https://www.environment.nsw.gov.au/- /media/OEH/Corporate-Site/Documents/Animals-and- plants/Biodiversity/biodiversity-assessment-method- operational-manual-stage-2-230164.pdf			
BAM 2020 Operational Manual Stage 3	https://www.environment.nsw.gov.au/research-and- publications/publications-search/biodiversity- assessment-method-operational-manual-stage-3			

Title	Web address
BAM Calculator User Guide	https://www.environment.nsw.gov.au/research-and- publications/publications-search/biodiversity- assessment-method-user-guide
Serious and irreversible impacts of development on biodiversity	https://www.environment.nsw.gov.au/topics/animals- and-plants/biodiversity/biodiversity-offsets- scheme/serious-and-irreversible-impacts
Practice Note - Guidance for assessors and decision makers in applying modified benchmarks to assessments of vegetation integrity: Biodiversity Assessment Method	https://www.environment.nsw.gov.au/research-and- publications/publications-search/guidance-assessors- decision-makers-applying-modified-benchmarks-to- assessments-vegetation-integrity
Guidance and Criteria to assist a decision maker to determine a serious and irreversible impact (OEH, 2017)	https://www.environment.nsw.gov.au/- /media/OEH/Corporate-Site/Documents/Animals-and- plants/Biodiversity/guidance-decision-makers-determine- serious-irreversible-impact-190511.pdf
Accreditation Scheme for Application of the Biodiversity Assessment Method Order 2017	https://www.legislation.nsw.gov.au/view/pdf/asmade/sl- 2017-471
Ancillary rules: Biodiversity conservation actions	https://www.environment.nsw.gov.au/- /media/OEH/Corporate-Site/Documents/Animals-and- plants/Biodiversity/ancillary-rules-biodiversity- conservation-actions-170496.pdf
Ancillary rules: Reasonable steps to seek like-for-like biodiversity credits for the purpose of applying the variation rules	https://www.environment.nsw.gov.au/- /media/OEH/Corporate-Site/Documents/Animals-and- plants/Biodiversity/ancillary-rules-reasonable-steps-like- for-like-biodiversity-credits-170498.pdf
Ancillary rules: Impacts on threatened species and ecological communities excluded from application of variation rules	https://www.environment.nsw.gov.au/- /media/OEH/Corporate-Site/Documents/Animals-and- plants/Biodiversity/ancillary-rules-impacts-on-threatened- entities-excluded-from-variation- 170497.pdf?la=en&hash=C38840BFF49F012433532DF 72E3D90C741E4DAC1
The Department's Threatened Species Website	https://www.environment.nsw.gov.au/topics/animals- and-plants/threatened-species
NSW BioNet (Atlas of NSW Wildlife)	https://www.environment.nsw.gov.au/topics/animals- and-plants/biodiversity/nsw-bionet
Surveying Threatened Plants and their Habitats - NSW Survey Guide For The Biodiversity Assessment Method (DPIE 2020).	https://www.environment.nsw.gov.au/research-and- publications/publications-search/surveying-threatened- plants-and-their-habitats-survey-guide-for-the- biodiversity-assessment-method
Threatened Biodiversity Survey and Assessment: Guidelines for Developments and Activities - November 2004	https://www.environment.nsw.gov.au/surveys/Biodiversit ySurveyGuidelinesDraft.htm
Threatened species survey and assessment guidelines: field survey methods for fauna – amphibians	https://www.environment.nsw.gov.au/research-and- publications/publications-search/threatened-species- field-survey-methods-for-fauna-amphibians

Title	Web address
NSW Survey Guide for Threatened Frogs	https://www.environment.nsw.gov.au/research-and- publications/publications-search/nsw-survey-guide-for- threatened-frogs
Surveying 'species credit' threatened bats and their habitats – NSW survey guide for the Biodiversity Assessment Method	https://www.environment.nsw.gov.au/research-and- publications/publications-search/species-credit- threatened-bats-nsw-survey-guide-for-biodiversity- assessment-method
Bat calls of NSW - region-based guide to the echolocation calls of Microchiropteran bats	https://www.environment.nsw.gov.au/surveys/Batcalls.ht m
Community Biodiversity Survey Manual	https://www.environment.nsw.gov.au/surveys/Communit yBiodiversitySurveyManual.htm
BioNet Vegetation Classification - NSW Plant Community Type (PCT) database	www.environment.nsw.gov.au/research/Vegetationinfor mationsystem.htm
The Departments Data Portal (access to online spatial data)	http://data.environment.nsw.gov.au/
Determining native vegetation land categorisation for application in the Biodiversity Offsets Scheme	https://www.environment.nsw.gov.au/research-and- publications/publications-search/determining-native- vegetation-land-categorisation-for-application-in-the- biodiversity-offsets-scheme
Fisheries NSW policies and guidelines	https://www.dpi.nsw.gov.au/fishing/habitat/publications/pubs/fish-habitat-conservation
List of national parks	https://www.nationalparks.nsw.gov.au/conservation-and- heritage/national-parks
Revocation, recategorisation and road adjustment policy (OEH, 2012)	https://www.environment.nsw.gov.au/topics/parks- reserves-and-protected-areas/park-policies/revocation- recategorisation-and-road-adjustment
Guidelines for consent and planning authorities for Developments adjacent to National Parks and Wildlife Service Land (NPWS, 2020)	https://www.environment.nsw.gov.au/- /media/OEH/Corporate-Site/Documents/Parks-reserves- and-protected-areas/Development- guidelines/developments-adjacent-npws-lands- 200362.pdf
	Water and Soils
Acid sulphate soils	
Acid Sulfate Soils Planning Maps via Data.NSW	https://datasets.seed.nsw.gov.au/dataset/acid-sulfate- soils-risk0196c
Acid Sulfate Soils Manual (Stone et al. 1998)	https://www.environment.nsw.gov.au/resources/epa/Acid -Sulfate-Manual-1998.pdf
Acid Sulfate Soils Laboratory Methods Guidelines (Ahern et al. 2004)	http://www.environment.nsw.gov.au/resources/soils/acid- sulfate-soils-laboratory-methods-guidelines.pdf This replaces Chapter 4 of the Acid Sulfate Soils Manual above.

Title	Web address		
Flooding			
Floodplain development manual	https://www.environment.nsw.gov.au/topics/water/floodpl ains/floodplain-manual		
Floodplain Risk Management Guidelines	http://www.environment.nsw.gov.au/topics/water/coasts- and-floodplains/floodplains/floodplain-guidelines		
NSW Climate Impact Profile	http://climatechange.environment.nsw.gov.au/		
Climate Change Impacts and Risk Management	https://www.environment.gov.au/climate- change/adaptation/publications/climate-change-impact- risk-management		
Water			
Water Quality Objectives	http://www.environment.nsw.gov.au/ieo/index.htm		
ANZECC & ARMCANZ (2000) Water Quality Guidelines	https://www.waterquality.gov.au/anz- guidelines/resources/previous-guidelines/anzecc- armcanz-2000		
Applying Goals for Ambient Water Quality Guidance for Operations Officers – Mixing Zones	http://deccnet/water/resources/AWQGuidance7.pdf		
Approved Methods for the Sampling and Analysis of Water Pollutant in NSW (2004)	http://www.environment.nsw.gov.au/resources/legislation /approvedmethods-water.pdf		