Macquarie Generation

Part 3A Environmental Assessment (Project Application 08_0061)

Gas Pipeline (North-South Route), Liddell Power Station

Submission Report

April 2009

Prepared For Macquarie Generation by:

CDB Environment Pty Ltd ABN 61 836 706 366

A 10 Laycock St

Neutral Bay NSW 2089

T 02 9953 4050 M 040 808 2696

E corey@cdbenvironment.com.au

Table of Contents

1	Int	roduction	1
2	De	partment of Water and Energy	1
	2.1	Watercourse crossings	
	2.2	Pipeline Licence	
3		partment of Primary Industries	
J	3.1	Agricultural Issues	
	3.2	Minerals Issues	
	3.3	Other Mineral Resources	
4		ads and Traffic Authority	
4		·	
_	4.1	RTA Approvals	
5		partment of Environment and Climate Change	
	5.1	Threatened Species Conservation	
	5.2	Aboriginal Cultural Heritage	
6		Inter-Central Rivers Catchment Management Authority	
	6.1	Project Support	
	6.2	Conservation Agreements	9
	6.3	Native Vegetation	10
	6.4	Weeds	10
	6.5	Waterway Crossings	11
7	Xst	trata Coal	11
8	М	uswellbrook Shire Council	12
9	Laı	ndholder	12
	9.1	Consultation	12
10) Co	nclusions	13
	10.1	Final Statement of Commitments	14

	List	of	Ta	bl	les
--	------	----	----	----	-----

1 Introduction

This document has been prepared in response to a request from the Director-General in accordance with section 75H of the *Environmental Planning and Assessment Act 1979* (NSW) (EP&A Act) that Macquarie Generation prepare a response to the issues raised during the public exhibition period for the Gas Pipeline (North-South Route), Liddell Power Station Project (Project) environmental assessment report (EAR). This report provides Macquarie Generation's response to submissions and focuses on the issues raised.

A total of eight (8) submissions were received during the Environmental Assessment (EA) exhibition period. Submissions were received by the Department of Planning from the Department of Water and Energy, Department of Primary Industries, Roads and Traffic Authority, Department of Environment and Climate Change, the Hunter-Central Rivers Catchment Management Authority, Xstrata Coal, Muswellbrook Shire Council and a single landholder. Of these submissions, one (1) submission objected to the proposed Project on the grounds that they did not wish to have the pipeline cross through their property and that there was no consultation during the pipeline route selection process.

For each submission, the theme of the matters raised is noted in bold, followed by a response by Macquarie Generation in normal type.

2 Department of Water and Energy

2.1 Watercourse crossings

The Department of Water and Energy (DWE) has reviewed the Environmental Assessment. The proposed pipeline crossing locations on the Hunter River and Wollombi Brook are on potentially geomorphically unstable points. The risk of destabilisation of the sand infill channels of these rivers due to trenching instalment of the pipeline is unacceptable to DWE. The proponent must utilise alternate means to install the pipeline, which should focus on directional boring beneath the mobile infill sand bed of the two rivers.

The proponent should be required to include a report on river crossings in its project approval conditions. This must include geomorphic justification of the crossing point, locations of controls on river bed and banks, thalweg and inflexion points, vegetation type and extent of cover and protection controls to the rivers during and after installation of the pipeline.

Macquarie Generation will utilise horizontal directional drilling (HDD) techniques for both the Hunter River and Wollombi Brook (EAR Section 2.8.1, Commitment 3.5) so as to minimise the direct impact on the watercourses.

If for some unforeseen reason HDD was to fail at these locations, open cut crossing techniques would be required to complete the pipeline and Macquarie Generation will consult DWE to provide justification for changing the crossing technique, including providing an activity-specific water crossing construction method statement prior to construction for their consideration (EAR 5.4.3, Commitment 3.6).

2.2 Pipeline Licence

The proponent must apply for a licence under the Pipelines Act 1992 to DWE. DWE will outline details of the licence requirements with the proponent upon application.

Macquarie Generation will apply for the Pipeline Licence (as per EAR Table 4) for the Project as required by the *Pipelines Act 1967*. Macquarie Generation will work with the DWE to meet all licence requirements during the application stage.

3 Department of Primary Industries

3.1 Agricultural Issues

Review of Table 1 (Land ownership details; page 6) indicates that the pipeline will affect a number of land parcels that are defined as agricultural land. Some of the parcels are grazing land on the floodplain of Wollombi Brook and based on satellite images, a small number appear to be irrigated. The property owned by RW Moses P/L & Wandewoi P/L (Lot 101, DP1017998) contains a centre pivot irrigation system and the pipeline corridor is in close proximity to this high value property.

Evidence of consultation and subsequent agreement between parties on affected land is considered a key issue for agricultural properties in this location. For instance, the "clean-up and restoration" of the ROW will by natural regrowth or broadcasting appropriate seed and fertiliser based on consultation with landholders and specialist advice.

Macquarie Generation will enter into land access agreements with all directly affected landholders along the pipeline corridor. The land access agreements will ensure that all concerns raised by the landholders are specifically addressed and agreed prior to construction commencing. The land access agreements will also include previsions for compensation where appropriate.

Furthermore, Macquarie Generation will consult with landholders as part of the clean-up and restoration program to ensure that appropriate methods to restore the land are used for each landholder/land use (EAR Section 2.7.10 and Commitment 1.7).

Crossing of the Hunter River and Wollombi Brook (most significant watercourses on the route) will involve Horizontal Directional Drilling unless some geological feature makes this impractical (and open trenching would then be required). Mitigation measures to prevent impact on waterways are proposed.

Additional Agricultural issues are listed as follows

Additional issues	Recommended mitigatory measures	Macquarie Generation Response
Retaining access to farming	Need to ensure primary access	Management outlined in EAR
properties and within farming	routes for farm vehicles, feed	Section 2.7
properties during construction.	supply and livestock transport	Individual land access
County and an anti-string and	vehicles can be kept open at all	Individual land access
Construction activities and	times, or alternative access	agreements will be in place for

Additional issues	Recommended mitigatory	Macquarie Generation
	measures	Response
burial of the pipeline may	options created.	the Project, including provisions
temporarily isolate parts of		for compensation where
properties, especially during	Requires negotiation with	appropriate.
wet weather. They may also	individual landholders, may	
isolate livestock in one part of	also need to create a Right of	
a paddock from vital water	Way and compensation where	
supplies, shade or shelter.	ongoing access is required.	
supplies, shade of shelter.		
Spread of noxious and	The local council will need to	Management outlined in EAR
environmental weeds from	be consulted as to the likely	Section 5.1.3 and 7.5.
property to property during	weed problems along the	
construction and during follow	routes and required mitigation	
up pipeline inspections.	and control actions.	
Additional weed growth	Policies and procedures will	
following pipeline construction	need to be developed to	
	ensure:	
The control of weeds in crops		
and pastures are a significant	effective training of	
cost factor for farming	contractors and staff	
businesses. Site disturbance	 advance identification of 	
associated with the pipeline	potential weed problems	
construction creates added risk	species along the route	
and the need for additional	preventative control	
control measures.	measure in conjunction	
	with the landholder/local	
	council	
	decontamination of	
	vehicles (eg wash off mud,	
	seeds etc) before leaving a	
	property with known weed	
	issues.	
	issues.	
	Monitoring and remediation	
	strategies need to be	
	developed in conjunction with	
	landholders along the routes	
	and local councils	
Impacts on farm security and	Need protocols as to what is to	Management outlined in EAR
also the safety and security of	happen and provide timely	Section 4.1, 4.4 and 7.5.
livestock during pipeline	advance notice to landholders	
construction and any follow up	to enable livestock to be	
	relocated, temporary fencing	
	, , , <u>,</u>	

Additional issues	Recommended mitigatory	Macquarie Generation
	measures	Response
monitoring	erected etc.	
	Will also need policies and	
	procedures to ensure farm	
	security and that gates are	
	shut/kept open as relevant	
	during construction and	
	monitoring activities.	
Construction activities may	Time operations to minimise	Management outlined in EAR
also prevent or delay the	impacts as best as possible and	Section 4.1 and 4.4.
sowing of crops.	develop policies and	
	procedures to: negotiate	
The scale of such impacts will	appropriate compensation for	
depend on the timing and	any loss of productive capacity	
duration of operations and	and opportunities.	
local climatic conditions at the		
time.		

3.2 Minerals Issues

3.2.1 Coal Resources

The Department acknowledges that discussions with DPI – Mineral Resources (the Coal Advice section based in Maitland) identified that the pipeline should avoid potential conflict with any current or future open cut mining. In this regard, the route by enlarge seems to have taken into account the constraint guidelines proposed in the consultation. However, it is recommended that significant consideration be made for adequate design specifications near any open cut operation which uses blasting techniques. Further consultation with the Department may be required to determine if there are any areas that this may apply according to the current proposed route. If there are areas of blasting affectation, the Department recommends the proponent enter into consultation with the relevant titleholders to ascertain what constraints may exist now or in the future.

The possibility of subsidence should be factored into the design of the pipeline. A significant portion of the pipeline lies within the area of the Patrick Plains Mine Subsidence District, and as such the Department recommends that the Mine Subsidence Board be consulted on the design parameters for the pipeline.

As a large proportion of the pipeline route covering known coal resources, potential Coal Seam Methane resources also exist within these areas. In fact, exploration `sweetspot areas have been identified in the region, and the proposed Liddell Power Station North- South Supply Pipeline traverses one of these identified areas.

Macquarie Generation will continue to consult all stakeholders during the Project (EAR Section 4.5 and Commitment 12).

3.3 Other Mineral Resources

The pipeline passes through Geothermal EL and Petroleum Titles PEL's as well as a sand extraction operation.

Macquarie Generation will continue to consult all stakeholders during the Project (EAR Section 4.5 and Commitment 12).

4 Roads and Traffic Authority

4.1 RTA Approvals

The submission has been reviewed and the Authority does not object to the proposed alignment with respect to the assets the RTA maintains. The proponent is required to submit detailed plans when seeking approval. As mentioned the general inclusion of the need to obtain approval from the Roads and Traffic Authority (as per the *Roads Act 1993*) should suffice with the response you compile.

Macquarie Generation will apply for all approvals required under the *Roads Act 1993* for the Project. This will include appropriate traffic management plans for RTA prior to construction (as per EAR Table 4, Section 5.5.3 and Commitment 4.1).

5 Department of Environment and Climate Change

5.1 Threatened Species Conservation

The EAR states that approximately 1.59 Hectares of native vegetation that is potential habitat for threatened species, particularly woodland birds, will be cleared as a result of this project. This area comprises 1.02 Hectares of Central Hunter Box-Ironbark Woodland and 0.57Hectares of Central. Hunter Ironbark-Spotted Gum-Grey Box Forest. Given the vegetation of the project area is already highly disturbed and fragmented, the clearing will likely reduce the area of available habitat for threatened species, particularly those that a reliant on trees for hollows or roost sites or less mobile species.

DECC also notes that the project area includes potential habitat for the Pine Donkey Orchid (*Diuris tricolour*) and this species has been recorded within 6km of the project area. This species is undetectable except when in flower between September and November, depending on: prevailing climatic conditions. The surveys undertaken for EA were completed during 4-8 August 2008 and 25-27 August 2008 and consequently outside the normal flowering period for this species.

To mitigate against the loss of such habitat, the EA proposes a number of specific mitigation measures such as induction of site employees, clearly delineated paths of travel for machinery to minimise impacts on vegetation and preparation of an erosion and sediment control management plan. DECC does not consider that these mitigation options alone are an adequate offset for the loss of 1.59 hectares of threatened species habitat.

If the application is determined by granting approval DECC recommends that the proponent provide adequate offset areas that are consistent with DECC's Principles for the use of biodiversity offsets in NSW' (DECC 2008) which can be found on the DECC website at: http://www.environment.nsw.gov.au/biocertification/offsets.http

The extensive changes to the southern route to avoid stands of native vegetation, following the initial surveys, demonstrates Macquarie Generation's low impact approach. Macquarie Generation believes that the project will not significantly impact on the biodiversity of the Project area during construction (See EAR Section 5.1). Therefore Macquarie Generation has not planned for a biodiversity offset as part of the Project.

Furthermore, in assessing the Project Macquarie Generation took into consideration the principles of the *Native Vegetation Act 2003*. Due to avoidance measures undertaken during the route selection process Macquarie Generation was able to ensure that only a small area (1.59 ha) of native vegetation disturbance will occur during construction. The 1.59 ha is not one large contiguous area but a number of small patches of vegetation which have been disturbed over long periods of time through agricultural practices including clearing and grazing.

Macquarie Generation therefore concluded that no offset program would be required as the Project would not significantly impact on the native vegetation once the proposed mitigation measures had been followed (EAR Section 5.1.3). For example, utilising a reduced Right-of-Way for construction through native vegetation, avoiding large mature trees, utilising HDD crossing techniques at the Hunter River and Wollombi Brook watercourse crossings, undertaking appropriate restoration with locally sourced native vegetation where it is disturbed and an ongoing maintenance program to ensure successful restoration of the pre-existing land systems.

5.2 Aboriginal Cultural Heritage

5.2.1 Undetermined Site Impact

The cultural heritage report within the EA inconsistently lists how many sites are to be impacted by the proposed pipeline. For example, page 4 states there are 34 sites, on page 18 there are 44 sites within 200m of the pipeline, page 19 lists 20 sites, Table 5 lists 31 sites, page 42 lists 32 sites and Table 6 lists 33 sites. Confirmation of the exact number of sites to be impacted is required.

The cultural heritage assessment discusses sites that have been subject to previous impact permits and do not require further work, however, some sites in the report listed as destroyed by a permit appear on AHIMS as valid (no permits issued) and other sites which are only partially impacted (some parts of the sites remain). The DECC recommends that the assessment is reviewed to confirm exactly which sites are still valid or only partially impacted.

Subject to the proponent providing accurate information about the number and condition of sites, Condition 1 of the attached recommended conditions of approval requires the proponent to accurately record and map all sites as the project proceeds.

The clarification of perceived inconsistency in the cultural heritage data reported in the EAR.

EAR Page 4 – Executive Summary – during the field surveys 28 new sites and 8 previously recorded sites were identified within the assessment corridor.

EAR Page 18 – lists 44 sites within 200m of the pipeline – the impact area has a maximum width of 20m and the pipeline assessment corridor is 50m. These 44 sites are the recorded sites as identified by the AHIMS search which occur within 200m of the pipeline corridor not all were identified during the assessment therefore not all are likely to be impacted by the pipeline corridor.

EAR Page 19 – This is a list of recorded sites that may be impacted from the desktop review for the pipeline assessment corridor (20 sites i.e. a portion of the 44 above).

EAR Table 5 – Presents the survey data (Liddell NS 3 and Liddell NS 28 have been accidently omitted from the table) making the number of sites 33.

EAR Page 42 – States 32 sites and one scarred tree, therefore 33 sites.

EAR Table 6 – Lists 33 were recorded in the field, this is correct.

A total of 36 sites will be potentially impacted by the pipeline taking into accounts previously recorded sites (8) and newly recorded sites (28) this is outlined in EAR Tables 10 and 11.

The review of the validity of sites will be undertaken in the field. Salvage works associated with permits are project specific and may have retrieved the total or part of a site. The permit information was supplied by the permit holders, and from the site cards DECC have no reliable system of assessing what permits have been issued and what salvage has taken place that is accessible by consultants. At the time of this report the AHIMS system was inaccessible due to scanning of reports. Inconsistencies here also reflect timing of salvage works undertaken, some of the sites had collections occur in the 1980s and this is not reflected on the site cards.

The project has the potential to impact on 36 sites, some of which will be avoided where possible. Once the line is surveyed and pegged and the extent of sites in relation to the pipeline is known and the adjustment of the pipeline route to avoid sites where feasible the final number of impacts will be known. At this time the known sites are 36 with additional area of PAD as shown in the report.

5.2.2 Survey Reporting

The survey did not assess all sites or areas that will be impacted by the pipeline, therefore, the assessment is incomplete. In addition, the sites that were identified (new) or inspected (known) along the route were not defined according to the site location and extent. As a result, Macquarie Generation does not have sufficient site data to determine if the pipeline could be moved to avoid impacting Aboriginal sites. This is further compounded by the poor quality maps which fail to show sufficient detail of the sites such as their size or accurate placement along the impact footprint of the pipeline. DECC therefore recommends that additional survey work is conducted, to consider the impact footprint, and record the extent and location of each site along the route.

Macquarie Generation has made a commitment to (See Section 9.1, Commitment 2.4) and outlined mitigation measures (EAR Section 5.2.3) to manage known and unknown sites within the assessment corridor.

5.2.3 Project Planning

The assessment of how many sites are to be impacted is compounded by the fact that the exact alignment has yet to be finalised. In addition, the assessment has not considered the broader impact footprint (pipeline, associated infrastructure and access points) required for the

emplacement and ongoing maintenance of the pipeline. The assessment considered the currently known route of the pipeline only, and is therefore incomplete. On this basis it is recommended that additional project mapping is conducted by the proponent to establish the extent of their footprint to address this shortcoming.

As outlined in EAR Section 2, a 50 m wide pipeline corridor was assessed for the Project. This assessment area covers all auxiliary requirements for pipeline construction and operations.

5.2.4 Consultation

The report provides extremely limited evidence that the Aboriginal stakeholders support the cultural heritage assessment and recommendations. Only 3 of the 13 groups involved in the project provided a response. There is no evidence in the report that the consultant attempted to elicit a response to the report from the additional 10 Aboriginal interest groups. The consultation process is extremely limited and the low response rate is considered to be insufficient. In addition, the community has been provided with inadequate data (as outlined above) on which to form a comment or opinion.

The community were given the opportunity to comment in accordance with the DECC guidelines.

Additional consultation will be undertaken with all stakeholders at the time of construction. The stakeholders will be involved in the re-survey of the route once it is pegged and the reassessment of sites located along the route, the development of the Cultural Heritage Management Plan (CHMP) and the implementation of mitigation measures as outlined in EAR Section 5.5.3.

5.2.5 Consent Conditions

Subject to the proponent demonstrating an appropriate level of consultation, Conditions 2, 3, 4, 5 and 6 of the attached recommended conditions of approval requires the proponent undertake consultation with Aboriginal stakeholders throughout the project life.

ATTACHMENT A

RECOMMENDED CONDITIONS OF APPROVAL – LIDDELL POWER STATION NORTH-SOUTH GAS PIPELINE (MPO8_0061)

- 1. The extent of all sites along the proposed route must be recorded and mapped (for extent and exact location) to ensure the proponent has sufficient information on which to plan avoidance of sites wherever feasible. Once the pipeline is complete, the proponent is to provide DECC with data relating to the extent (conservation, partial or whole impact) and the nature (maps showing exact level of impact at each site with descriptions of the remaining site) of impact to the sites.
- 2. The proponent must develop an Aboriginal Cultural Heritage Management Plan (ACHMP) or similar for the project area. The ACHMP should be developed and implemented in consultation with the relevant Aboriginal stakeholders. The plan must include:
- procedures for ongoing Aboriginal consultation and involvement
- management of any recorded sites within the project area
- details of proposed further archaeological investigations and/or salvage projects prior to impact

- identification and management of previously unrecorded sites (excluding human remains)
- identification and management of any proposed conservation area(s)
- details of an appropriate keeping place agreement with local Aboriginal community representatives for any Aboriginal objects salvaged through the development process.
- 3. If human remains are located during the project, all works must halt in the immediate area to prevent any further impacts to the find or finds. The local police, the Aboriginal community and DECC are to be notified. If the remains are found to be of Aboriginal origin and the police consider the site not an investigation site for criminal activities, DECC should be contacted and notified of the situation and works are not to resume in the designated area until approval in writing is provided by DECC. In the event that a criminal investigation ensues works are not to resume in the designated area until approval in writing from the Police and DECC.
- 4. If Aboriginal cultural objects are uncovered due to the development activities, all works must halt in the immediate area to prevent any further impacts to the find or finds. A suitably qualified archaeologist and Aboriginal community representatives must be contacted to determine the significance of the find(s). The site is to be registered in the AHIMS (managed by DECC) as per s.91 of the National Parks and Wildlife Act 1974, and the management outcome for the site included in the information provided to the AHIMS database. It is recommended that the Aboriginal community representatives are consulted in developing and implementing management strategies for all sites, with all information required for informed consent being given to the representatives for this purpose.
- 5. All reasonable efforts must be made to avoid impacts to Aboriginal Cultural Heritage values at all stages of the development works. If impacts are unavoidable, mitigation measures are to be negotiated with the Aboriginal community and DECC.
- 6. An Aboriginal Cultural Education Program must be developed for the induction of personnel and contractors involved in the construction activities on site. The program should be developed in collaboration with the Aboriginal community.

Macquarie Generation is committed to ongoing consultation with all relevant aboriginal stakeholders for the life of the Project (EAR Section 4.4). In addition Macquarie Generation will develop and implement an Environmental Management Plan (EAR Section 7.5) that will include the Mitigation Measures set out in EAR Section 5.5.3. These mitigation measures were developed in consultation with the Aboriginal stakeholders.

6 Hunter-Central Rivers Catchment Management Authority

6.1 Project Support

The CMA supports the collection and use of methane gas that would otherwise be vented to the atmosphere and in general it appears the proposal has been designed to minimise impact on the environment. However, there are some issues that should be addressed in more detail to ensure all aspects and potential impacts of the proposal have been considered.

6.2 Conservation Agreements

There are no known Property Vegetation Plans over the lots identified in the environmental assessment, however the proponent should ensure that the pipeline does not cross any land with other forms of conservation agreements. These could include Voluntary Conservation Agreements and covenants for converted Crown Land. Details of land subject to such agreements can be obtained from the Department of Environment and Climate Change.

Macquarie Generation is not aware of any Voluntary Conservation Agreements over land traversed by the Pipeline Corridor.

6.3 Native Vegetation

It is acknowledged that only an estimated 1.59 ha of native vegetation is to be removed and that this proposal is being assessed under Part 3A of the *Environmental Planning and Assessment Act,* 1979 and that the *Native Vegetation Act 2003* does not apply in this circumstance. Nevertheless, the CMA considers that the principles of the *Native Vegetation Act, 2003* should still apply. Specifically, the CMA recommends that a suitable offset be established to compensate for the loss of native vegetation.

The Native Vegetation Regulation, 2005 sets out an Environmental Outcomes Assessment Methodology that the CMA uses to assess whether clearing proposals will improve or maintain environmental outcomes. The CMA recommends that this method be used to assess the impact of vegetation clearing and potential offsets associated with the proposal. The CMA can be contacted to assist in this if required

The environmental assessment states that some upgrading of access roads to the pipeline 'right of way' may be necessary. It is not clear if this possible upgrade is part of the Part 3A assessment. If not, it is important to refer to the *Native Vegetation Act, 2003* and any approval that may be required to remove native vegetation, particularly if the access track is upgraded beyond the maximum width allowed under the routine agricultural management activities under the *Native Vegetation Regulation, 2005*.

Appropriate restoration for disturbed areas should aim to enhance existing vegetation where possible. Restoration work for non-pasture areas should use indigenous native vegetation and tubestock, not seed and fertiliser.

Refer to Section 5.1 for response comments.

6.4 Weeds

The vegetation assessment lists several noxious weeds. It is important that these weeds are controlled at all times. An ongoing weed management plan should be a component of the environmental management plans for the pipeline. The CMA is particularly concerned about the serrated tussock, which is listed as a level 3 noxious weed and is also a Weed of National Significance. Currently the Hunter Valley appears to be both the southern and northern containment line for this weed, hence it is very important that it is not allowed to spread and must be controlled.

Macquarie Generation will develop and carry out a weed management program prior to, during and post construction activities for the Project (EAR Section 5.1.3, Section 7.5 and Commitment 1.6, 10.7 and 10.8).

6.5 Waterway Crossings

The proposed stream and river crossings appear to be appropriately designed and it is acknowledged that more detailed plans for each crossing will be developed prior to implementation. However, the CMA would like to emphasize the importance of taking all possible precautions and care in establishing and maintaining these crossings.

The Wollombi Brook and tributary junctions are categorised as planform controlled, low sinuosity sandy waterways based on the RiverStylesTM classification system. This reach of the Wollornbi Brook is a strategic reach in moderate condition. Being a sand-based system it is also very fragile and susceptible to failure from even small alterations in bank or bed stability. As well as protecting the banks before, during and after trenching, it is essential that the bed of the stream is restored to the same level and condition and no depressions are left or formed post trenching. A depression can lead to head cuts forming which erode the bed of the stream and often travel several kilometres up stream before stopped by a natural structure or human intervention.

Macqurie Generation will be utilising HDD crossing techniques for the main Wollombi Brook watercourse crossing and will implement appropriate mitigation measures at all other open trench watercourse crossing locations (EAR Section 2.8). Ongoing maintenance and operations will ensure that any exposure of the pipeline or subsidence will be picked up and rectified to maintain the integrity of the pipeline and surrounding land (EAR Section 2.11 and Section 5.4.3).

7 Xstrata Coal

Xstrata Coal NSW (XCN) supports the project, subject to the issues outlined below being addressed by the Department.

The proposed gas pipeline traverses land associated with our United Collieries Mine near Warkworth Village and the Bulga and Beltana Mines near Bulga. The pipeline could therefore be subjected to impacts from mine subsidence and blasting which may adversely affect the operation and integrity of the pipeline.

Whilst these issues are considered in the EA Report, we request that the Project Approval or Statement of Commitments include a requirement for the proponent to:

- 1. Ensure that the pipeline is designed and constructed to withstand maximum predicted subsidence and blasting impacts specific to each operation; and
- 2. Prior to commissioning of the pipeline in the areas adjacent to our operations, develop a management plan covering the on-going operation of the pipeline (for each XCN operation affected by the pipeline) to the satisfaction of XCN.

Macquarie Generation will work with local mine operators to ensure that the pipeline meets all detailed design criteria for the safe operation, including subsidence and blasting as well as ongoing operations and maintenance (EAR Section 5.3, Commitments 7 and 12).

8 Muswellbrook Shire Council

"That the applications submitted by Macquarie Generation for the proposed installation of a low pressure coal gas seam pipeline as identified under projects 08_0061 (north-south route) and 07_0028 (east-west route) be supported subject to the following issues being resolved:

- the provision of appropriate drainage points along the pipeline to provide a satisfactory means to drain residual and contaminated water
- 2. the identification of waste water disposal methods
- 3. the protection of waste water disposal methods
- 4. appropriate measures being in place to protect the installation from industry blasting
- 5. satisfactory maintenance to the affected road corridors
- 6. the retention of adequate widths of road reserve for future road widening".

To ensure that appropriate design measures are incorporated into the Project, Macquarie Generation will address issues 1 to 3 and 6 during the detailed design phase.

Issue 4 – was address in EAR Section 5.3 and considered in Appendix E. Blasting will be address in the detail design phase of the Project.

Issue 5 – all works within a road reserve will be carried out in accordance with RTA requirements. Where a road reserve is required for construction restoration and maintenance of the pipeline corridor within the any affected area will be carried out in accordance with the measures detailed in EAR Sections 2.7.10, 2.8.2, 2.11 and 5.5. During construction bitumen roads will be under bored and therefore will lead to no impact on the road surface (refer EAR section 2.8.2.).

9 Landholder

9.1 Consultation

We make application that supports the construction of the pipeline because of its use of resources that are currently being wasted. However as effected land owners we totally disagree with the pipelines route in the area from Bulga to Wambo Mine land.

We live at corridor sequence 17 DP571290 on an 11 hectare property. Consultation by Macquarie Energy has consisted of a letter sent to us which stated the preferred route was across our property and if this did not suit then State Legislation would allow for a construction easement and they (Macquarie Energy) would just do it. After receiving this letter we contacted (telephone discussion) Macquarie Energy (as per the letter) and suggested a much better route would be along the road easement of Wallaby Scrub Road. The pipe line could be built in the road easement or along the edge of the road on Coal and Allied's land.

This would give access to gas from this mine (Warkworth) as well as land where the construction would have minimal effect on residents. The response from this phone call was it was too difficult for them to come to agreement with Coal and Allied.

We note that the Environmental Assessment states the pipeline needs to be kept away from the Warkworth Sands Woodlands Area but observation from Wallaby Scrub road shows that there are existing cleared roads, on mine land, next to Wallaby Scrub Road on which the pipeline could be constructed. As Wallaby Scrub Road will not be impacted by any future mining at Warkworth Mine (Environmental Assessment for the expansion of Warkworth mine) a pipeline constructed here would have a life in excess of that required for this project.

To construct this pipe line across our property will greatly impact our ability to use our property. The pipeline route goes through to middle of our bottom paddock (1.2 hectares). As the property only contains eight one hectare paddocks the taking out the ability to use one of these paddocks for a minimum of three months is not acceptable.

The EIS states there is approx eight weeks duration of construction, at any one point. After allowing pasture to grow again we would be lucky to be able to use the paddock for at least three months.

For a shorter period we would have no access to our pump on the Wollombi Brook.

To say (in this application) that they have consulted the community is clearly false. Before designing the route through our property you would have expected some one to talk to us.

For these reasons we are making submissions against the route of the pipeline. We will vigorously oppose Macquarie Energy gaining access to our land.

Macquarie Generation undertook a detailed route selection process in sighting the final pipeline corridor (EAR Section 2.5) that included consultation with directly or indirectly affected landholders (EAR Section 4).

On the above mentioned property the pipeline corridor traverses adjacent to the property boundary and Wollombi Brook. This route was chosen to avoid future land use and mining operations and ensure that a minimal footprint on the affected property (See Appendix F Figure F2).

Macquarie Generation will continue to consult with all stakeholders throughout the Project to ensure minimal interruption to their day to day activities occurs (EAR Section 4.4 and Commitment 12).

10 Conclusions

This submission report has been prepared in accordance with Section 75H of the EP&A Act 1979 to respond to the submissions by various stakeholders, and Macquarie Generation.

Overall the majority of submissions support the Project subject to the implementation of the Mitigation Measures and Statement of Commitments set out in the EAR.

Macquarie Generation believes that the highly disturbed nature of the pipeline corridor significantly reduces the likelihood of adverse environmental impacts. Where the pipeline construction activities have the potential to cause minor short term environmental impacts, the proposed mitigation measures will reduce that impact to as low as is reasonably practical.

Since the Project is unlikely to significantly affect the environment and a number of benefits have been identified, it is therefore recommended that the Project receive approval, subject to the implementation of the final statement of commitments (Section 10.1).

10.1 Final Statement of Commitments

Section 75F(6) of the EP&A Act states that the Director-General may require the proponent to include in an EAR a statement of the commitments by the proponent for environmental management and mitigation and management measures on the site.

The statement of commitments is designed to effectively manage and mitigate the environmental effects of the Project. These commitments will form part of the contractual documentation for the contractor undertaking the pipeline installation.

Table 1 shows the final commitments and identifies the desired outcomes, actions and timing of the stated commitments. Changes and additional commitments on the draft statement of commitments are highlighted in **bold** type.

Notwithstanding the commitments made in Table 1, Macquarie Generation is committed to implementing all mitigation measures set out in Section 5 and 6 of the EAR.

Table 1: Final Statement of Commitments

#	Outcomes		Action	Timing	EAR
					Reference
1	Ecological Management	1		T	•
	Minimise impacts on flora	1.1	Maintain strict control on	Prior to and	2.6 and
	and fauna across the Project		clearance envelope.	during corridor	5.1
	corridor and surrounding		Ensure no clearing occurs	preparation	
	area.		outside of surveyed pipeline		
			corridor.		
			A No Impact Zone of twice the		
			radius of the tree canopy would		
			be maintained around River Red		
			Gums.		
		1.2	Minimise extent of vegetation	During corridor	
			clearance where possible.	surveying and	
				clearing activity	
		1.3	Avoid unnecessary removal of	During corridor	
			hollow bearing trees identified	surveying and	
			during corridor surveying.	clearing activity	
		1.4	Retain all topsoil, understorey	During corridor	
			and groundcover vegetation	preparation	
			from within the pipeline corridor		
			to ensure retention of natural		
			seed stocks to facilitate		
			rehabilitation program.		
		1.5	The areas of the proposed	Prior to	
			pipeline corridor which have not	construction	

#	Outcomes		Action	Timing	EAR Reference
			been assessed should be before		
		1.6	construction begins.	Dt	
		1.6	Undertake weed monitoring and	Post	
			management program along	rehabilitation	
		4 -	pipeline corridor.		
		1.7	Consult with landholders	Ongoing	
			regularly to ensure rehabilitation	(periodic)	
	Cultural Havitana		objectives are being achieved.		
2	Cultural Heritage	1	T	T =	T = = =
	Employees and contractors	2.1	Include specific Aboriginal	Site induction	5.2.3
	aware and respectful of		heritage awareness items in	process	
	Aboriginal heritage values of		Project induction program.		
	Project Site and surrounding				
	Protect Sites of Aboriginal	2.2	Ensure pipeline corridor	Corridor	
	and non-aboriginal heritage		observes an adequate buffer	surveying	
	significance		surrounding sites and items of	08	
	3.g.meanec		significance, and known sites are		
			clearly marked on the ground		
			prior to and during construction.		
		2.3	CEMP to include specific action	Construction	
		2.5	should unknown sites or items	period	
			be discovered during corridor	period	
			creation or any other period.		
			Consult with DECC and		
			stakeholders as required.		
		2.4	Undertake pre-clearance	Prior to and	
		2.4	Aboriginal heritage surveying	including	
			where moderate to high	clearance	
			significance has been identified	activity	
			(Section Error! Reference source	detivity	
			not found.) or where the		
			corridor of the pipeline corridor		
			is amended for any reason.		
			Ongoing consultation with	Ongoing	4.4
			relevant Aboriginal		
			Stakeholders throughout the		
			Project		
3	Surface and Groundwater Management	1			_1
	Maintenance of soil value for	3.1	Observe strict controls over the	All stages	2.8.1 and
	rehabilitation and		stripping, stockpiling and		5.4
	minimisation of soil loss		protection of topsoils and trench		
	through erosion		spoil during pipeline installation.		
		3.2	Replace trench spoil and topsoils	Completion of	
			as soon as practicable.	backfilling	
	1	1		7	

#	Outcomes		Action	Timing	EAR
					Reference
		2.2		activities	
		3.3	Install silt fencing or similar to	Construction	
			protect topsoil stocks where	period	
		2.4	delays prevent replacement.	B 1 1 111 11	
		3.4	Re-establish soil conservation	Rehabilitation	
			systems (where applicable) on freehold lands to agreed	period	
			condition.		
		3.5	HDD the Hunter River and	Construction	
		5.5	Wollombi Brook.	period	
		3.6	Prepare activity specific water	Prior to	
		3.0	crossing construction method	construction	
			statements.	Construction	
4	Traffic Management		statements.		
-	Minimise the impact of the	4.1	Prepare a Traffic Management	Planning stages	5.5
	Project on the areas of	4.1	Plan to appropriate NSW RTA	Fidililing stages	5.5
	normal traffic flow		standard.		
	normal traine now		Remediate any damage to		
			roads/access tracks caused by		
			the construction of the pipeline.		
	Traffic safety considerations	4.2	Erect appropriate road signage	Construction	
			along Project Site as per NSW	period	
			RTA requirements.	position.	
		4.3	Minimise overall impacts of	Construction	
			Project on major traffic flows	period	
			along Golden Highway.		
		4.4	Inform all potentially affected	Construction	
			residents adjoining the gas	period	
			pipeline corridor of proposed		
			traffic arrangements.		
			Provide alternate access to		
			landholders where access is		
			disrupted.		
5	Air Quality		•	•	•
	Complete proposed	5.1	Suppress dust along unsealed	When required	6.1
	development without		site access roads.		
	exceeding DECC air quality		Restrict project vehicle speeds		
	criteria objectives		along the ROW.		
		5.2	Limit topsoil stripping and	When required	
			trenching during high winds.		
6	Documentation				
	Documents governing	6.1	Prepare and implement a CEMP	Pre-	7.2
	planning, construction and		and OEMP for the Project.	commencement	
	operation				
		6.2	Encourage strict observation of	All stages	
			published construction plans and		

#	Outcomes		Action	Timing	EAR
				_	Reference
			site specific work procedures.		
		6.3	Ensure all construction and	Pre-	
			operating conditions are	commencement	
			available to personnel.		
7	Overall Project				
	All approved activities to	7.1	Survey and clearly mark the	Prior to	2.6
	occur within the defined		boundary of the pipeline	commencement	
	corridor boundaries.		construction corridor.	of disturbances	
		7.2	Construction plans and induction	During tender	
			program should clearly state	process and	
			responsibilities of contractors to	contractor	
			observe disturbance limitations.	inductions	
		7.3	Construct and operate in	During	
			accordance with Australian	construction	
			Standard AS2885 series and the	and operations	
			Australian Pipeline Industry		
			Association (APIA) Code of		
			Environmental Practice 2009.		
8	Operating Hours				
	Management of construction	8.1	Undertake all construction	Duration of	6.4
	activities in accordance with		activities associated with the	construction	
	approved operating hours.		project that would generate an	period	
			audible noise at any residential		
			premises between 7am-6pm		
			Monday to Friday; 8am to 1pm		
			on Saturday; No wok on Sunday.		
		8.2	Limit construction materials	Duration of	
			deliveries along gas pipeline to	construction	
			operating hours as above.	period	
9	Noise and Vibration				
	All construction activities	9.1	Publish working hours clearly in	Pre-	6.4
	undertaken in appropriate		all site induction documents.	commencement	
	manner to minimise noise				
	and vibration impacts on				
	surrounding environment				
		9.2	Observe stated operating hours.	Construction	
				period	
		9.3	Encourage all employees and	All stages	
			contractors to drive in courteous		
			manner and avoid undue		
			generation of traffic noise.		
		9.4	Ensure all equipment is in good	All stages	
			working order and noise		
			attenuation equipment installed		
			on all machinery.		

#	Outcomes		Action	Timing	EAR
			7.63.611	8	Reference
		9.5	Ensure deliveries of construction	Construction	
			materials and equipment occur	period	
			within operating hours.		
10	Rehabilitation	1	1	•	l .
	Rehabilitation of gas pipeline	10.1	Ensure topsoil and trench spoil	Duration of	2.7.10, 5.1
	corridor as soon as		are clearly segregated within	construction	and 6.3
	practicable post		pipeline corridor.	period	
	construction.				
		10.2	Ensure topsoil is not placed back	Rehabilitation	
			across working area until trench	period	
			is adequately compacted to		
			avoid settling.		
		10.3	Stabilise topsoil with retained	Rehabilitation	
			vegetation as soon as practicable	period	
			to encourage natural		
			regeneration of disturbed		
			corridor.		
		10.4	Re-establish previous land uses	As area	
			as soon as practicable after	becomes	
			trench backfilling.	available	
		10.5	Ensure land profile is re-	Ongoing with	
			established to previous or	periodic	
			agreed condition.	monitoring	
		10.6	Conduct ongoing monitoring and	Ongoing	
			maintenance of disturbed lands		
			and subsidence.		
		10.7	Monitor corridor for weed	Ongoing	
			species growth.		
		10.8	Undertake weed control and	Ongoing/Project	
			eradication where needs	life	
			identified.		
		10.9	Consult with landholder on the	Construction	2.7.10
			final restoration requirements		
11	Waste Management				
	Management of waste	11.1	Waste generated during	Duration of	6.6
	materials produced during		construction is collected at	construction	
	construction phase.		staging points for regular	period	
			removal by contractor.		
		11.2	Waste materials collected for	Duration of	
			recycling where possible.	construction	
				period	
	Management of waste	11.3	Condensate collected and	Ongoing	
	materials during operational		disposed of appropriately.		
	phase.				
	1	1	I .	1	1

#	Outcomes		Action	Timing	EAR
					Reference
12	Consultation				
	All stakeholders are satisfied	12.1	Establish a 24 hour toll-free	Prior to	4
	with the outcomes of		complaints telephone line.	construction	
	consultation.			period	
		12.2	Advertise to the community that	Duration of	
			construction is going to	construction	
			commence and provide regular	period	
			updates of Project details.		
		12.3	Put the Project as an Agenda	Ongoing	4.4.1
			item for the Community		
			Consultative Committee.		
		12.4	Consult with all directly affected	Prior to	4.4
			stakeholders prior to	construction	
			construction to ensure their	period	
			issue are appropriately address		
			and managed.		