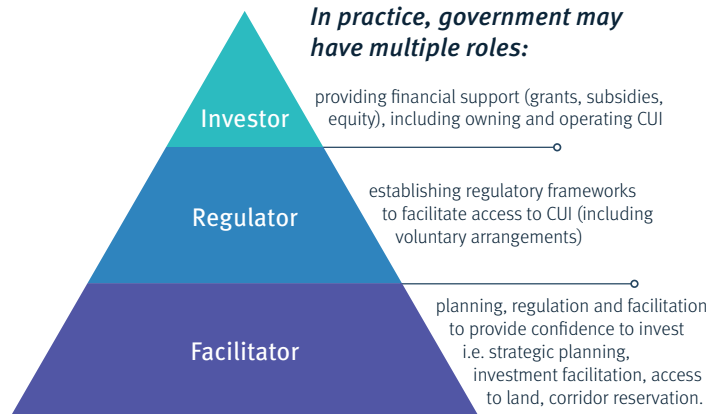


Common User Infrastructure – Queensland Government assessment principles



- Common User Infrastructure (CUI) is infrastructure where capacity is shared between multiple users under a defined set of terms.
- CUI can be delivered, owned and operated by private and/or public entities.
- Government will use a principles based approach to guide its role in delivering CUI to ensure that intervention achieves net benefits for Queensland.



Principle 1: Does the CUI address an identified market failure?

Government may intervene to:

- ensure that CUI is delivered with sufficient scale and allows market entry by competitors
- support efficient and timely investment, where this delivers net benefits to the state
- limit the impact of market power by monopoly businesses and improve access to infrastructure for industry players
- address other factors that constrain market efficiency, impede market development or create a negative externality (e.g. congested infrastructure corridors, land constraints and significant environmental impacts).

Principle 2: Does the CUI support the development of competitive industries?

Government may intervene to:

- support industry development, particularly for emerging and niche industries, by reducing development timeframes, overall capital costs and barriers to entry
- provide wider economic, environmental and societal benefits, which should be ongoing and not driven by construction and/or purchasing activities alone
- support broader economic development, including job creation and the expansion of export markets.

Principle 3: Does the CUI deliver net benefits to Queensland?

Government may intervene to:

- support CUI proposals that align with the Queensland Government's infrastructure policy objectives and economic strategy framework to support good jobs in more industries, including the Project Assessment Framework and the Business Case Development Framework
- support CUI proposals that demonstrate appropriate identification, assessment, allocation and management of risk, including commodity market risks and demand forecasting risk
- support CUI proposals that provide broader economic benefits for the community with a view to value for money and fiscal sustainability, including consideration of cost recovery arrangements and limits on the duration of any industry support.