



Queensland Major Projects Pipeline 2025





Welcome to the 2025 Queensland Major Projects Pipeline Report



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Strengthening CQ's Industry Supply Chain



Andrew Chapman

QMCA





2025 QLD Major Projects and Pipeline Report Gladstone Breakfast

Andrew Chapman
QMCA





Agenda

- Pipeline headlines
- Key issues:
 - Costs
 - Capacity
 - Productivity
- Solutions & Recommendations:
 - Productivity Improvements
 - Streamlined procurement (and collaborative)
 - Coordination of works



Queensland
Major Projects Pipeline

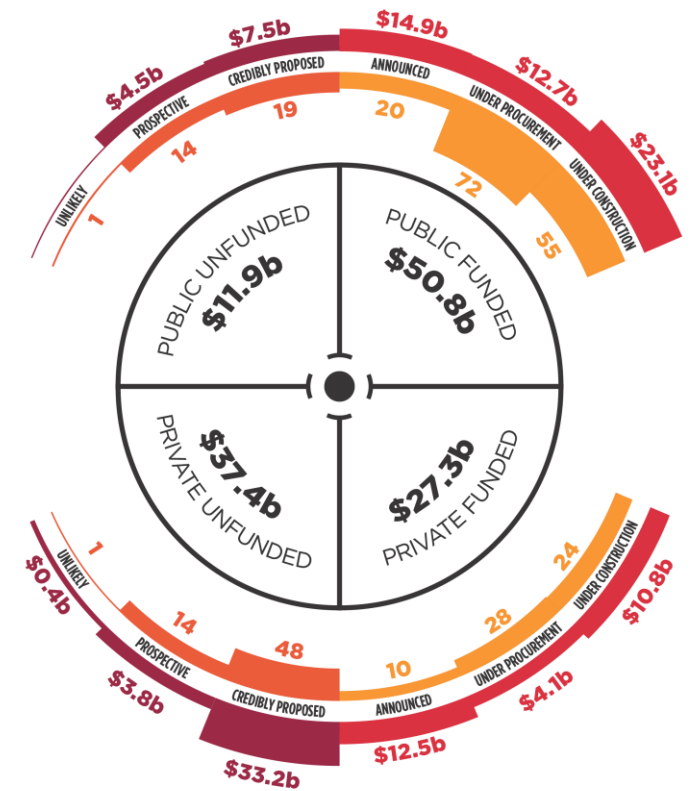
2025



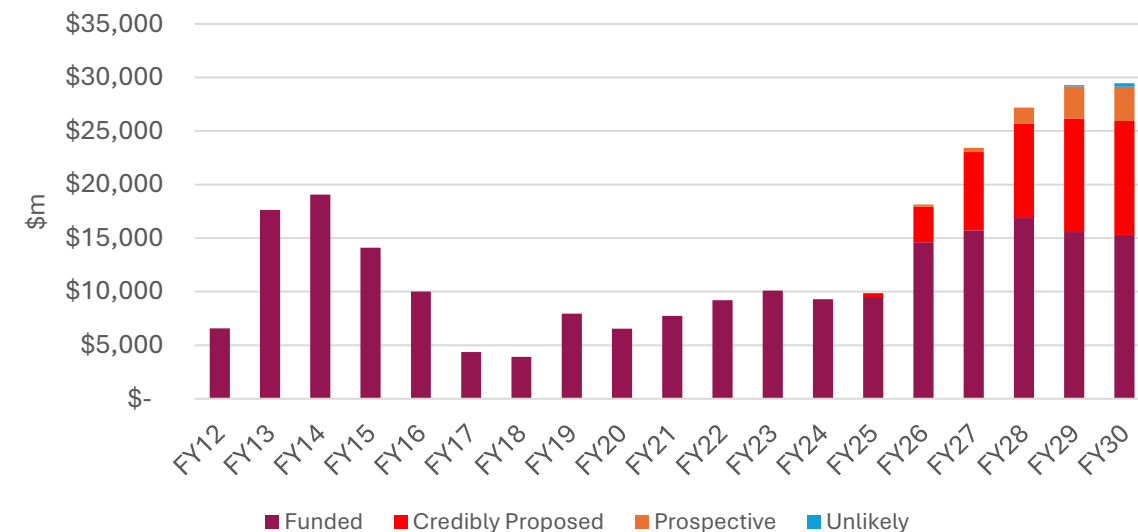


QMPPR Headlines

- Total 5 year pipeline now:
 - \$120b
 - \$127b with the Olympics Infrastructure
- Funded profile on average 2025-2030:
 - \$14.5b/yr (w/o Games)
 - \$15.6b/yr (incl. Games)
- Central QLD:
 - \$58b (50% funded)
 - Avge profile:
 - Funded: \$5.8b/yr
 - Total: \$11.6b/yr
 - Non-Water Utilities & Resources & Heavy Industry dominate
- Key issues affecting
 - Procurement & project approvals
 - Labour
 - Industry output (supply chain and productive capacity)



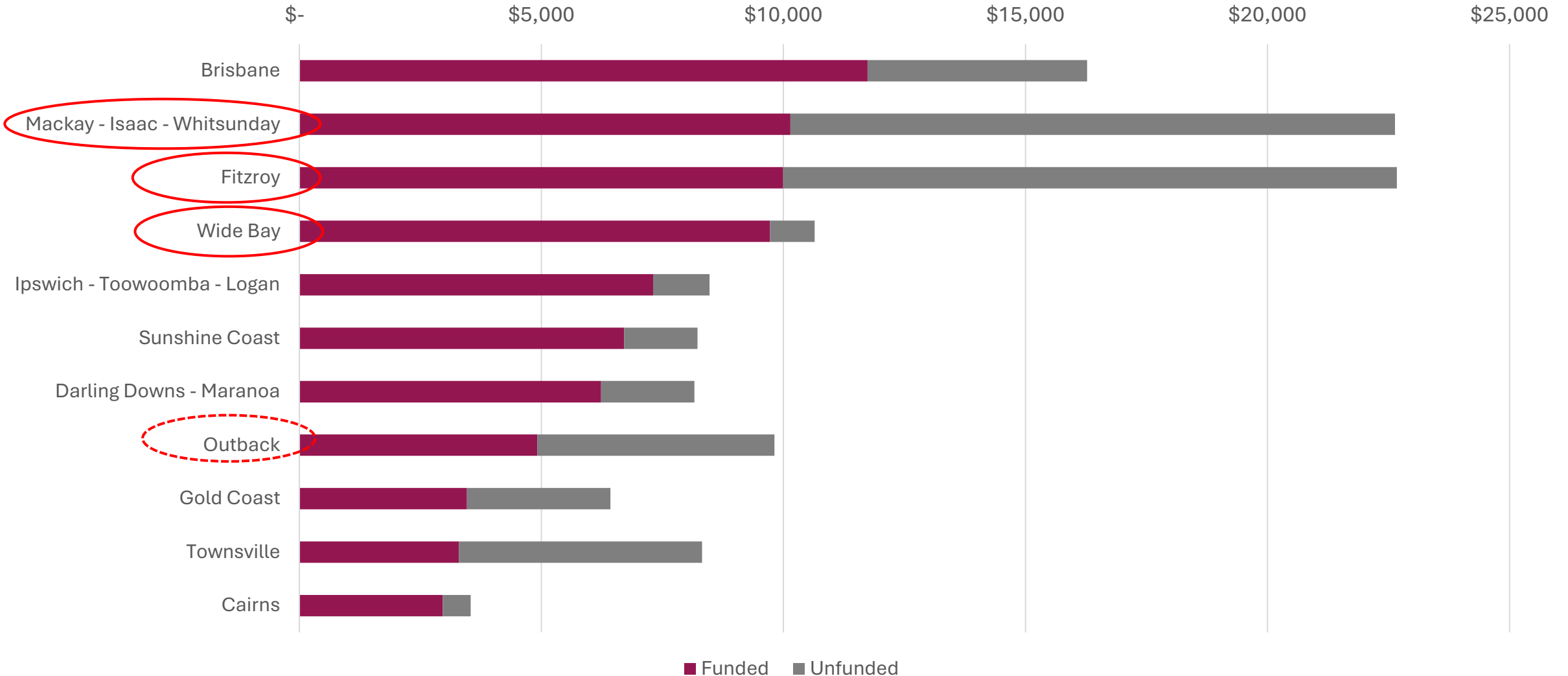
2025 QMPPR Outlook





Where is the spend?

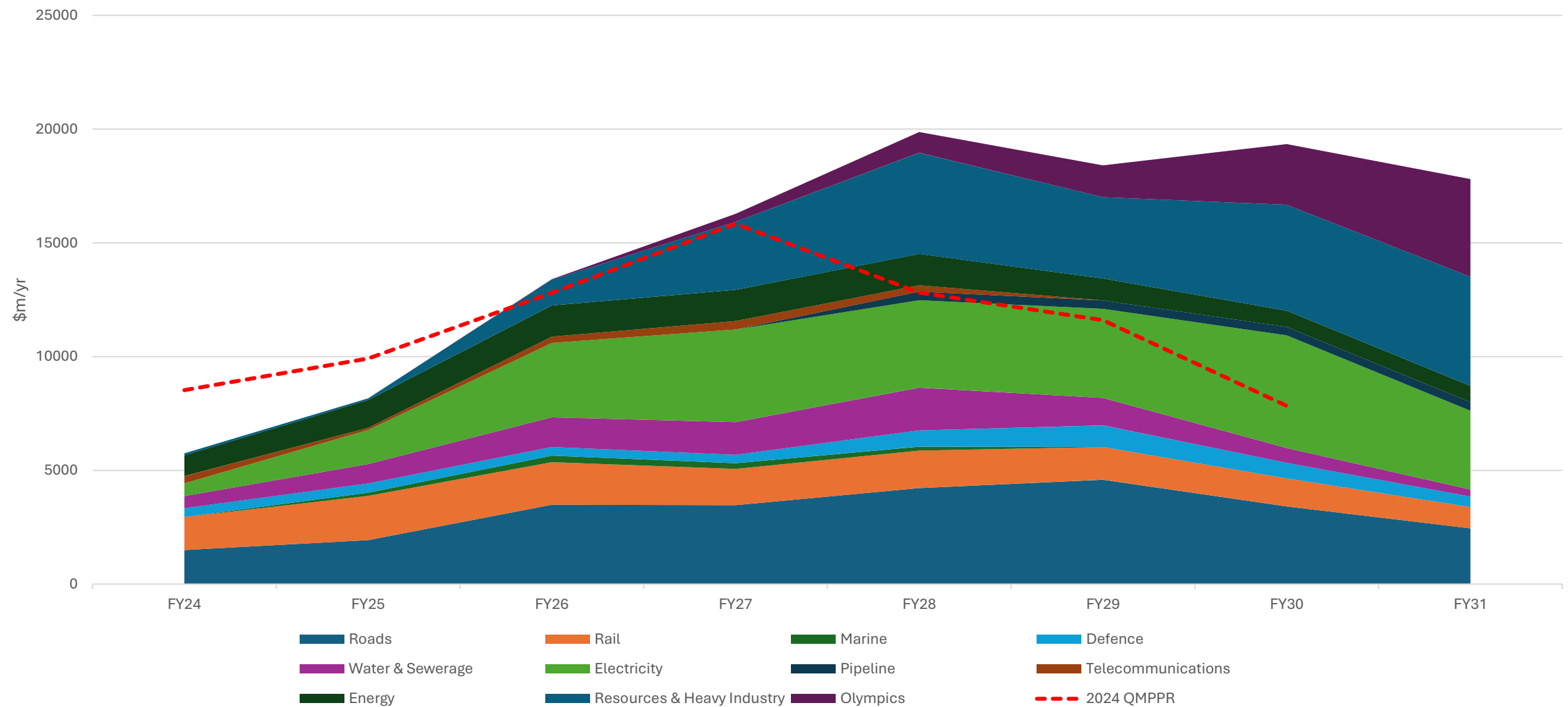
2025 QMPPR – Regional Breakdown





2025 Pipeline Outlook

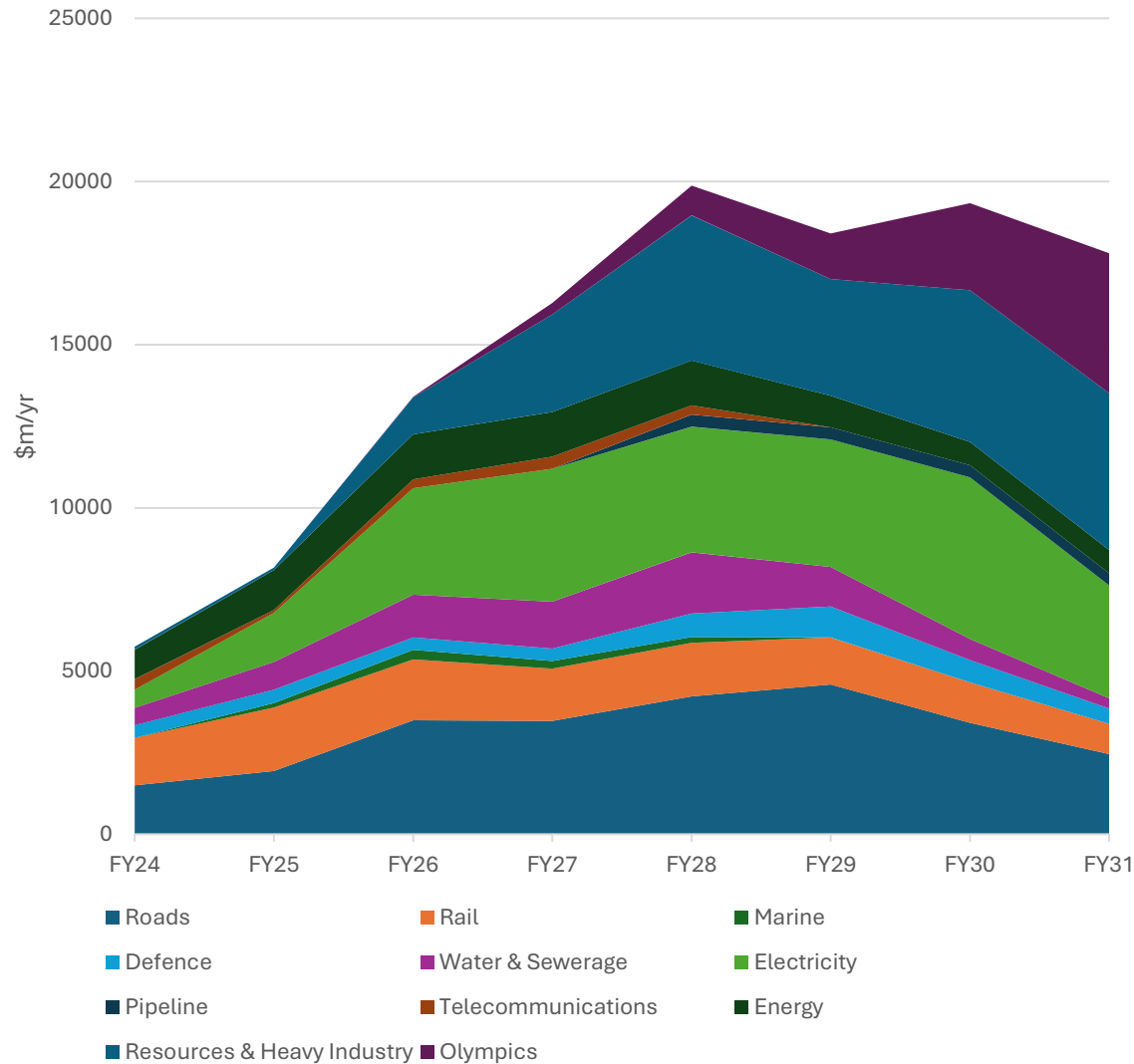
Funded Works



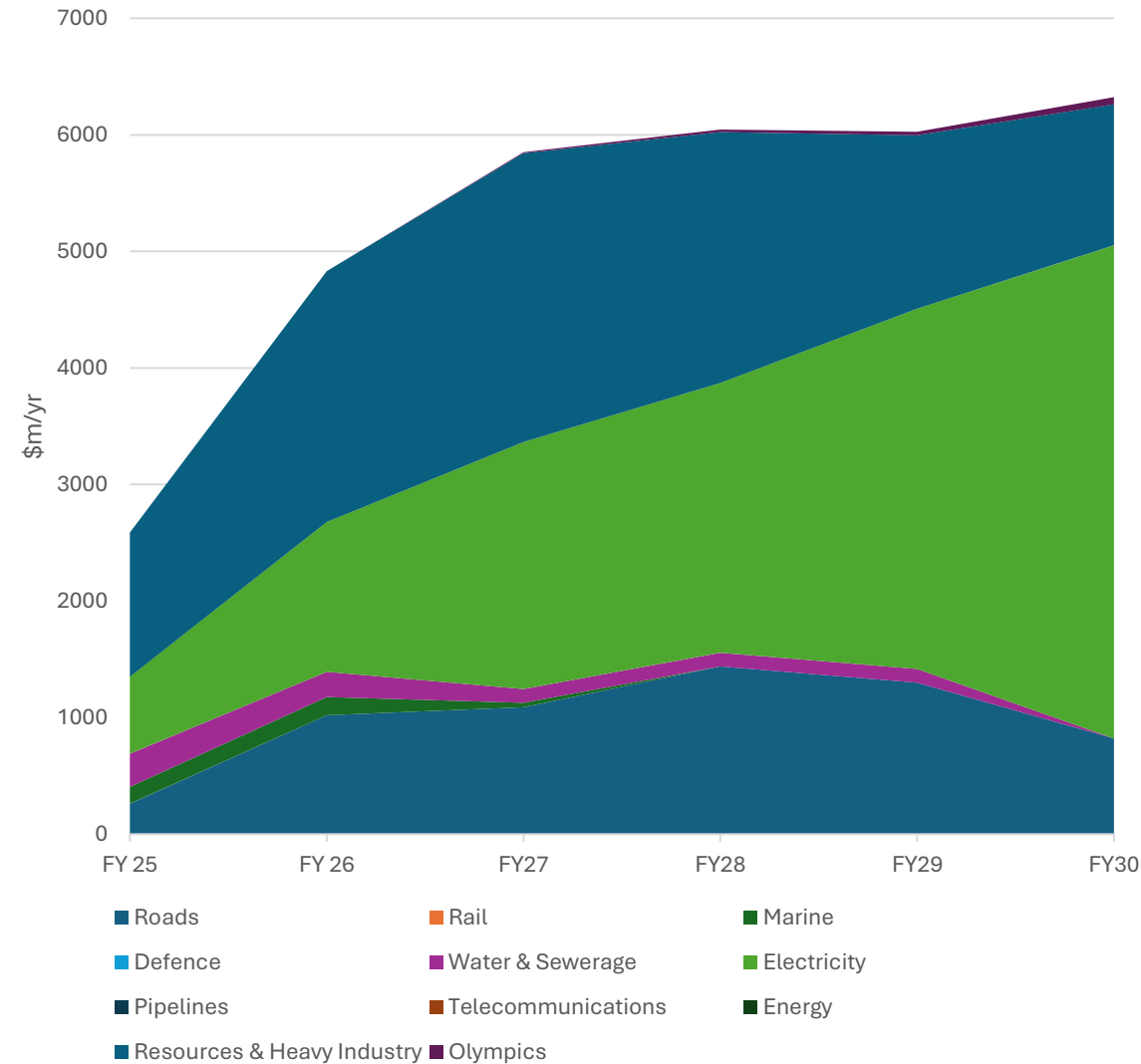


2025 Pipeline Outlook

State Wide-Funded Works



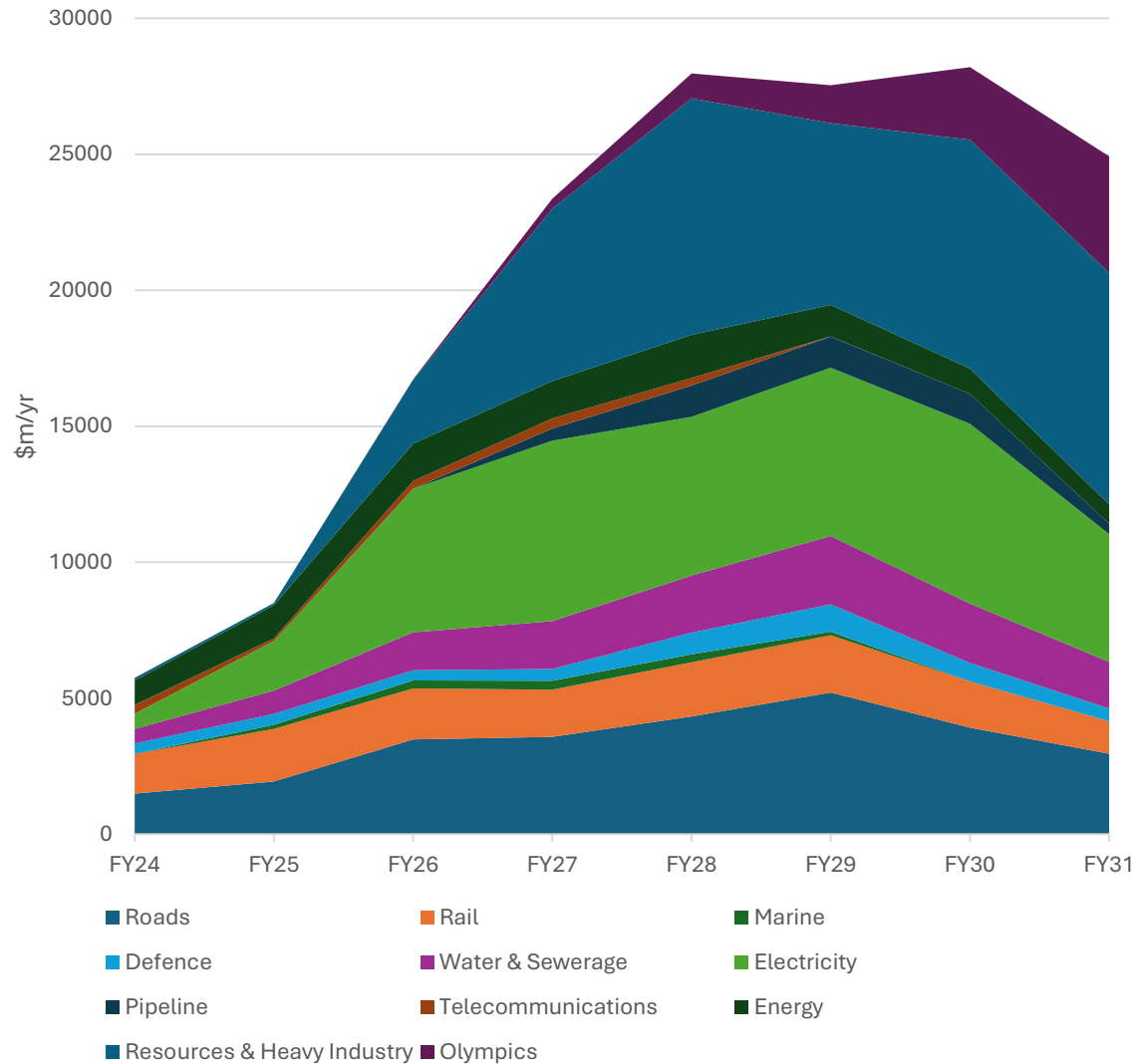
Central QLD - Funded Works



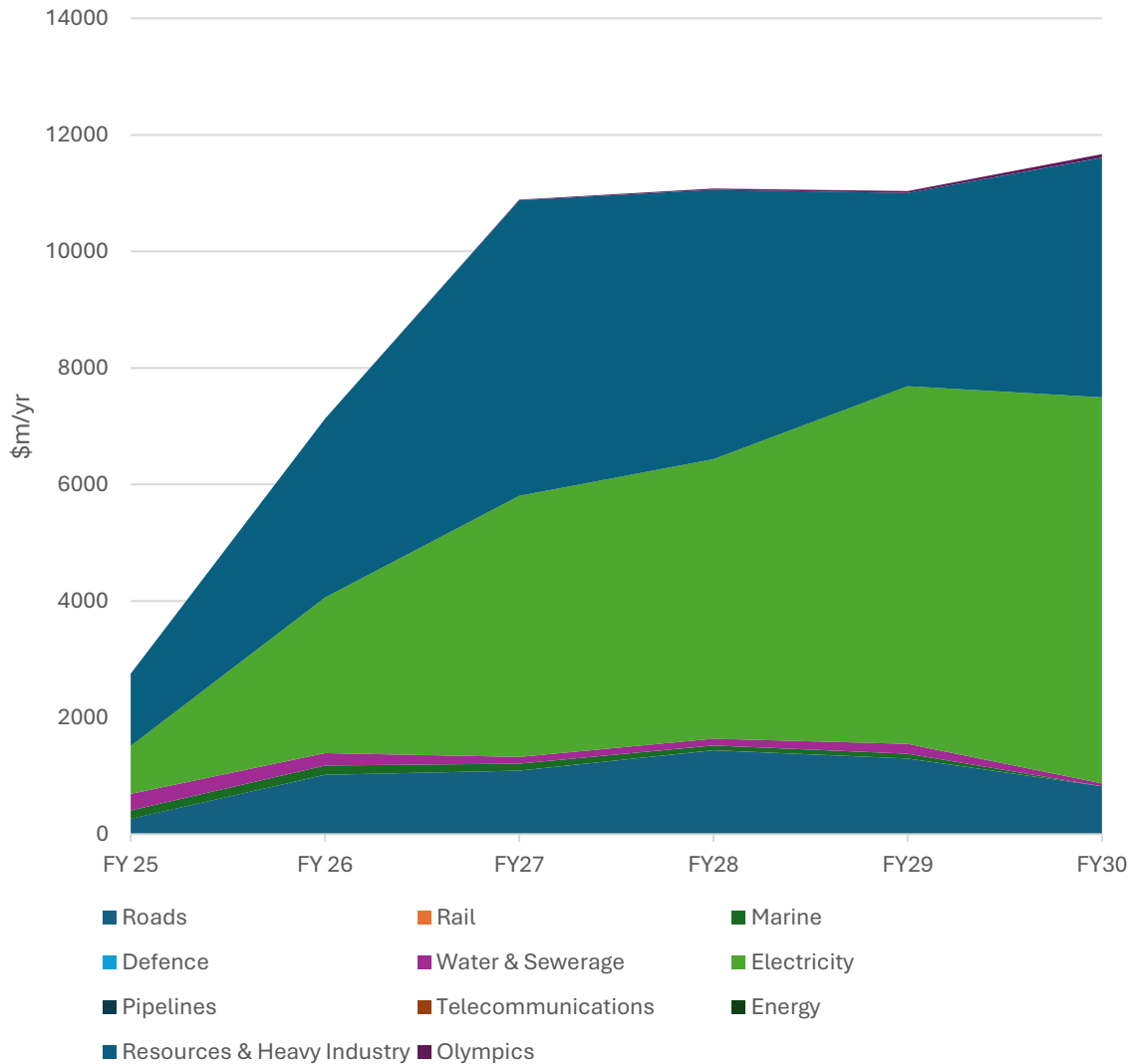


2025 Pipeline Outlook

State Wide – Funded + Credibly Proposed



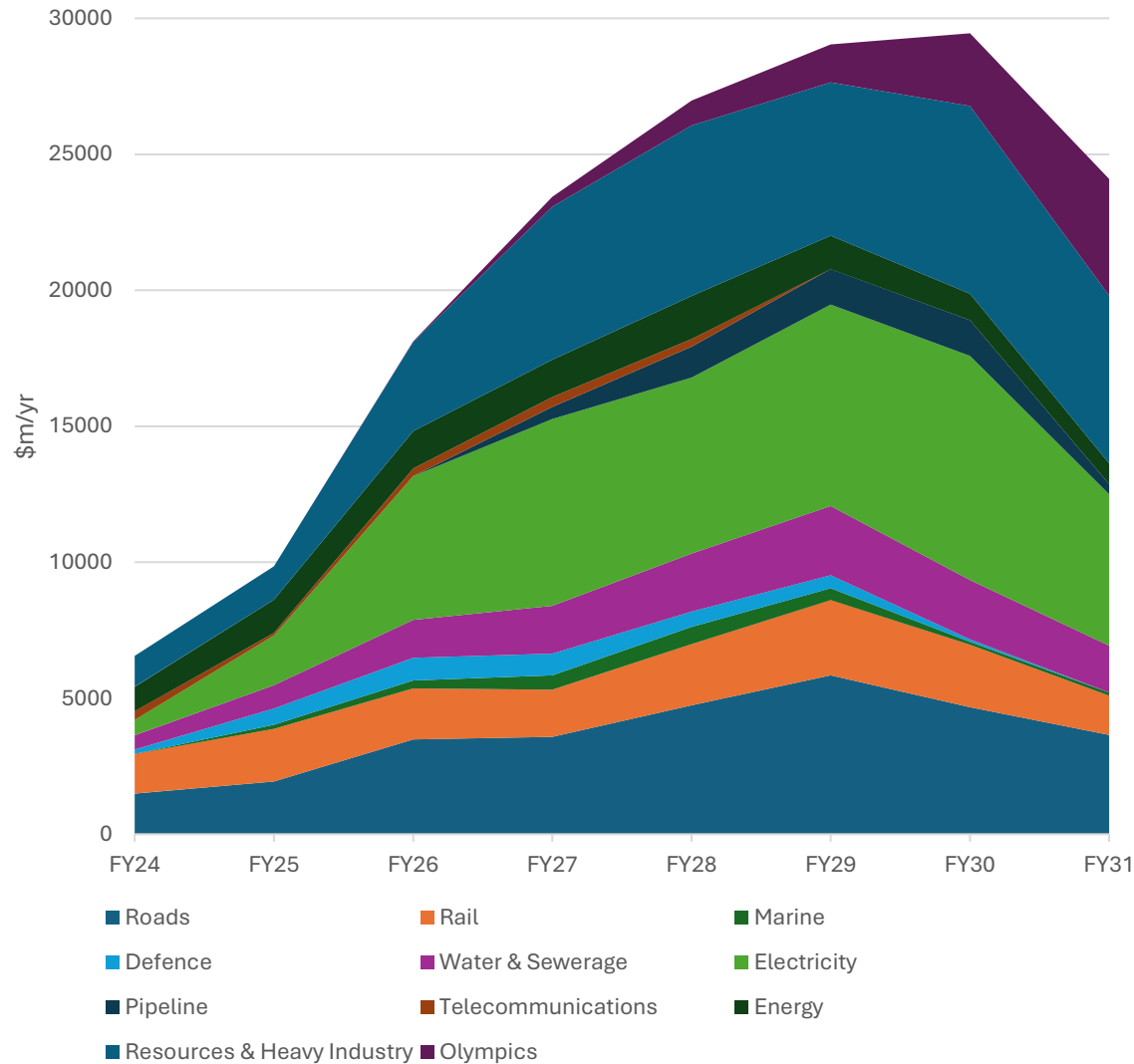
Central QLD - Funded + Credibly Proposed



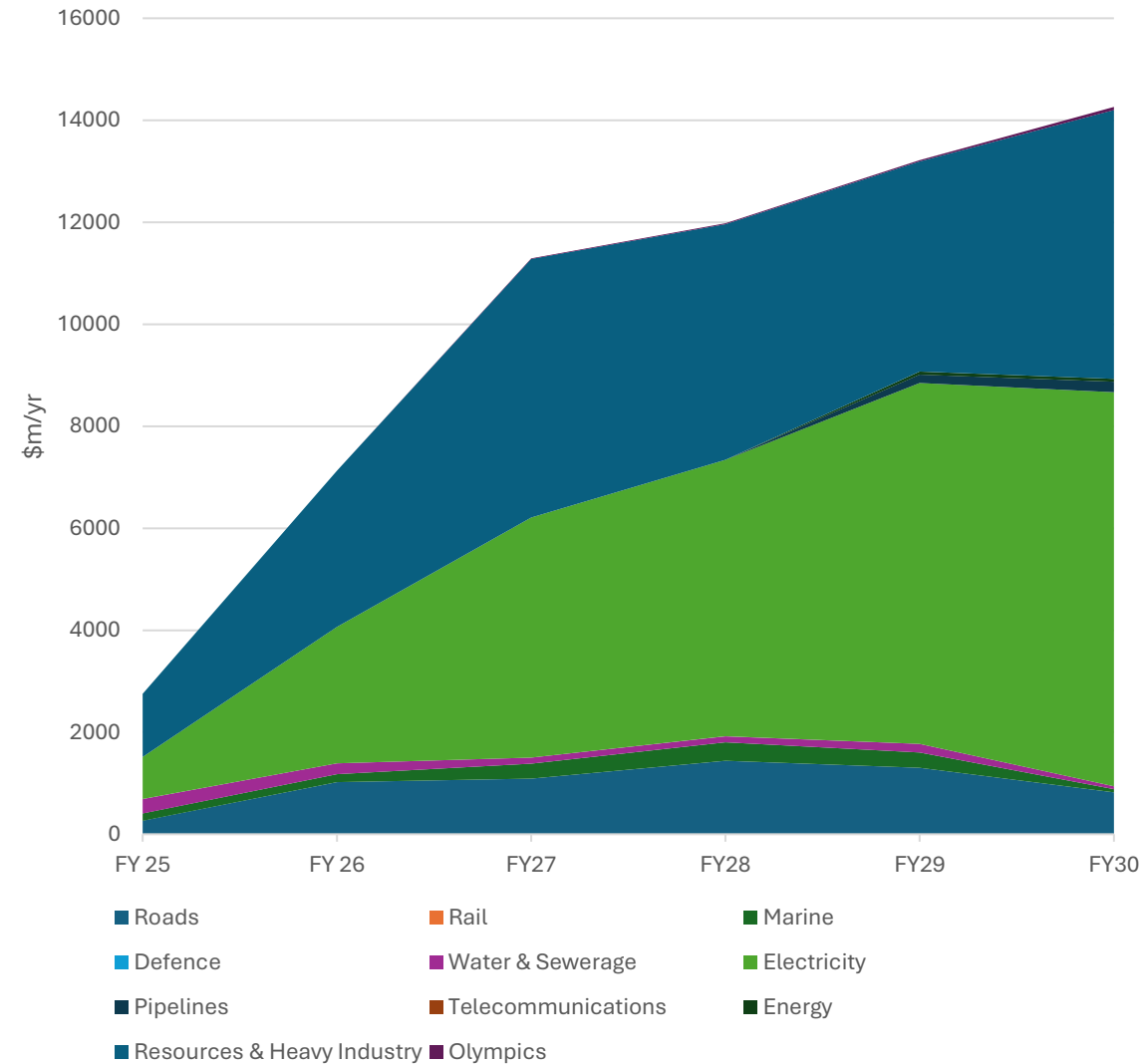


2025 Pipeline Outlook

Total Pipeline



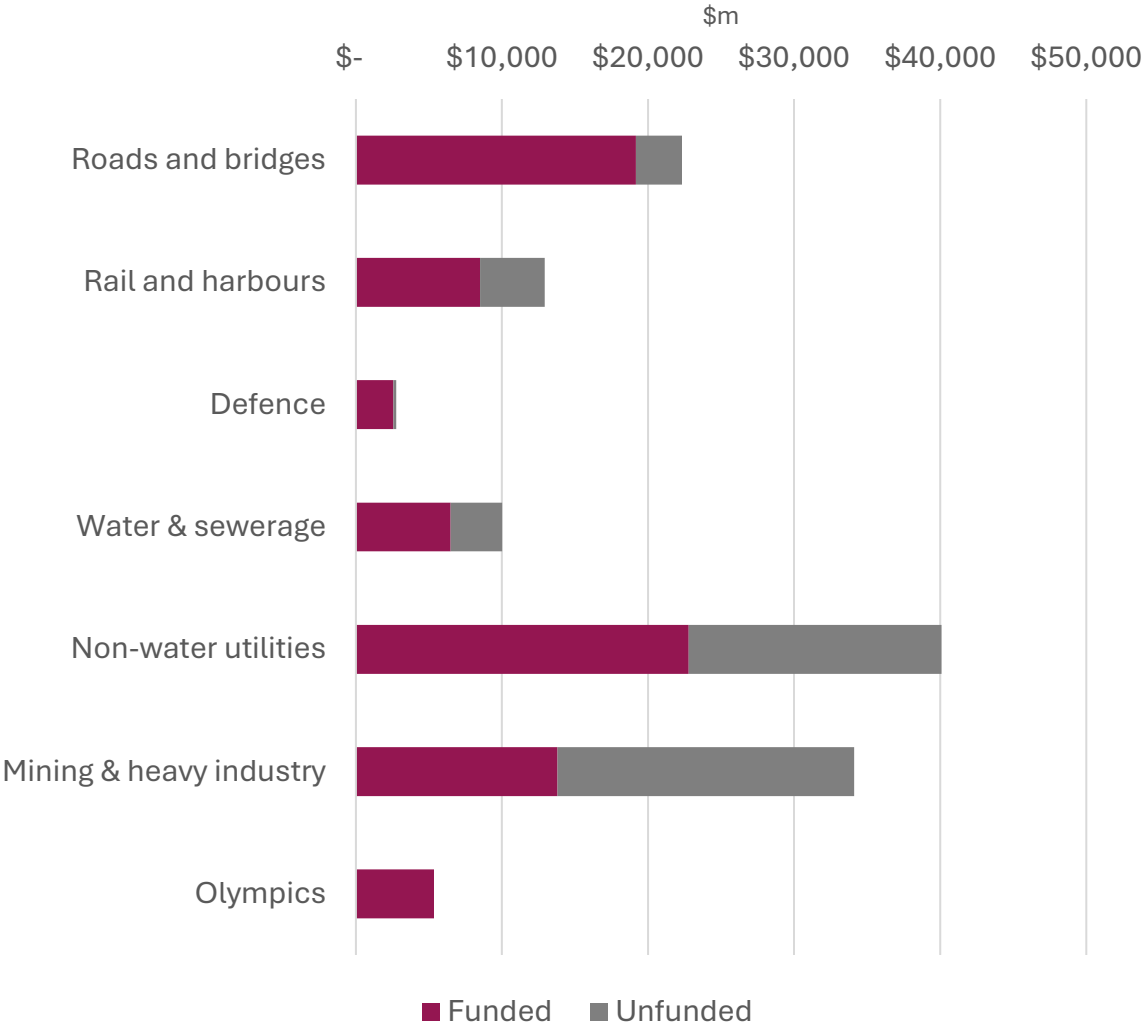
Total Pipeline - Central QLD



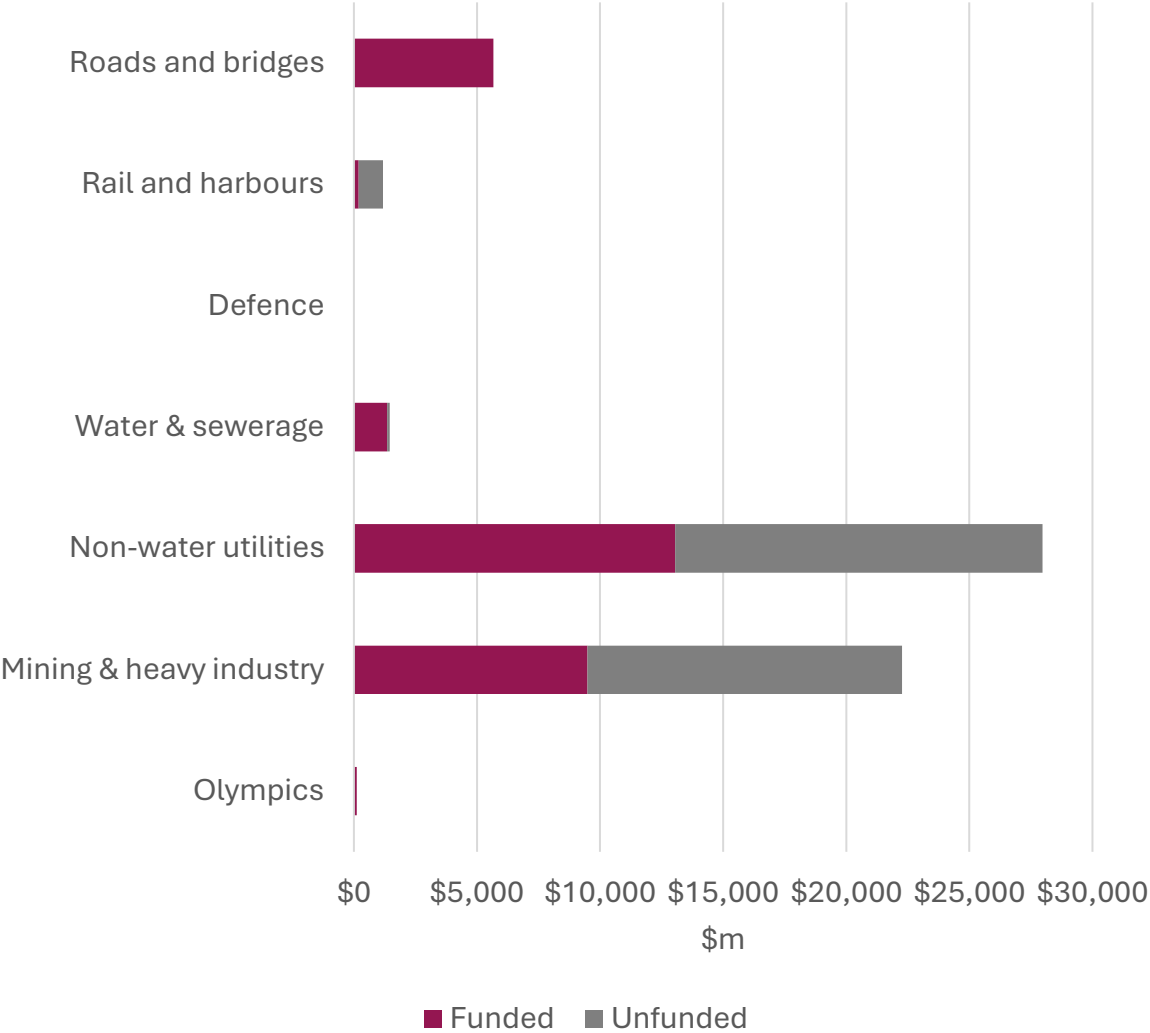


Sector Breakdown

2025 QMPPR – Sector Breakdown



Central QLD - Sector Breakdown





Central QLD – Key Projects

- **Funded:**

- **Roads:**

- Bruce Hwy Safety Upgrade
 - Gorganga Plains Upgrade
 - Tiaro Bypass

- **Water:**

- Paradise Dam
 - Barlil + Cooranga Wiers
 - Awoonga Dam

- **Electricity:**

- Mt Rawdon PH
 - Raglan solar Farm
 - Calvale – Calliope River QLD Transmission Line
 - Capricorn Energy PH

- **Mining & Heavy Industry:**

- Alpha HPA
 - Lake Vermont (UG)

- **Olympics:**

- Rockhampton Rowing Facility
 - Rockhampton Olympic Village

- **Unfunded:**

- **Marine:**

- Wiggins Expansion

- **Water:**

- Teemburra Dam

- **Electricity:**

- Roleston Solar
 - Mt Hopeful WF
 - Moah Ck Renewable
 - Big G PH
 - Banana Range WF

- **Resources & Heavy Industry:**

- Maholo Gas
 - Yarabee
 - Colton Coal
 - Eagle Downs



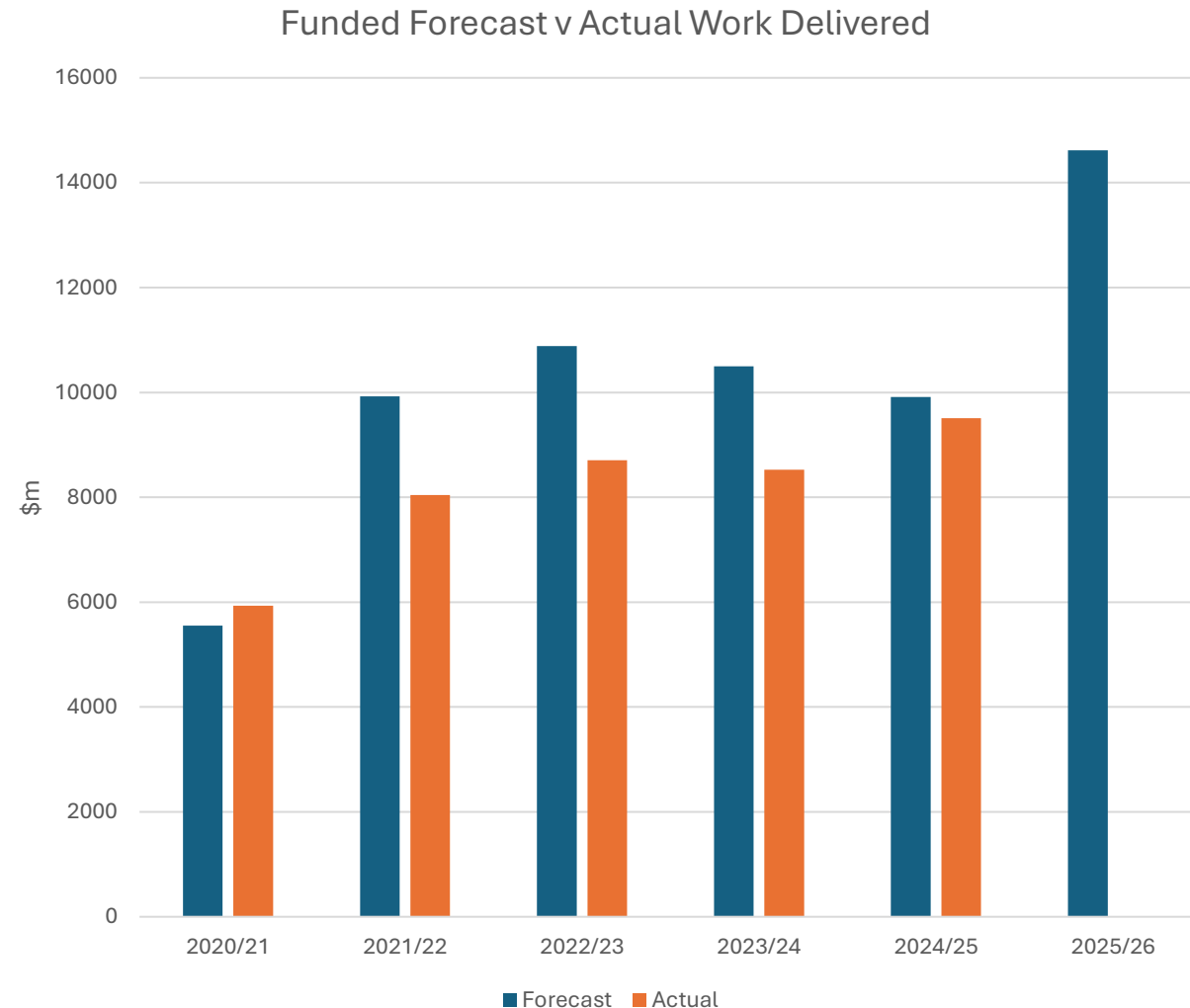
Key Issues





What has been delivered

- From FY21-FY24 ~87% of projected work each year was delivered
- FY25 saw close to 12% uplift in delivery
- FY25 delivered 96% of the projected work
- To deliver FY26 will require 53% uplift
- To deliver the average of the total pipeline over the forward 5 years: 167% lift





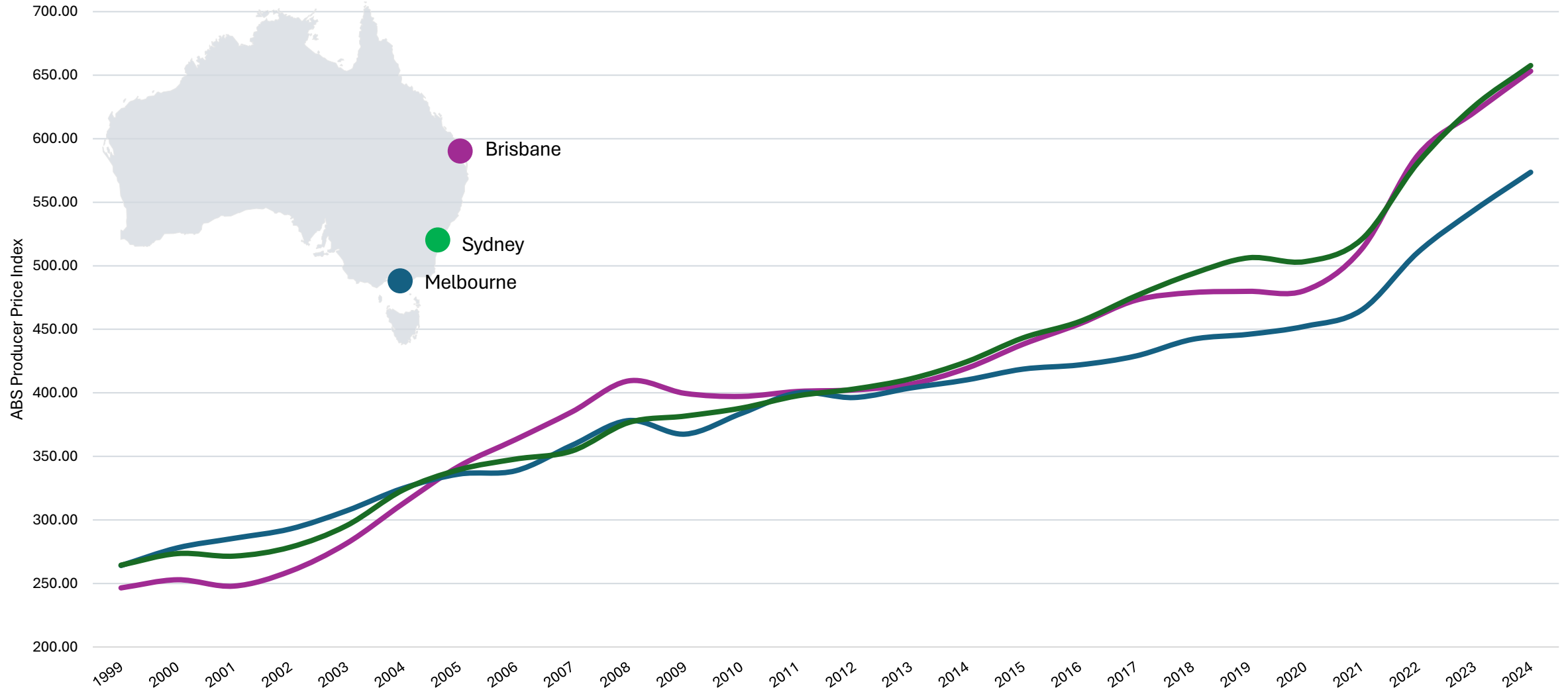
Key Issues that will affect the pipeline

- Input cost escalation
- Market capacity:
 - Labour
 - Supply chain
- Procurement approach
- Industry productivity



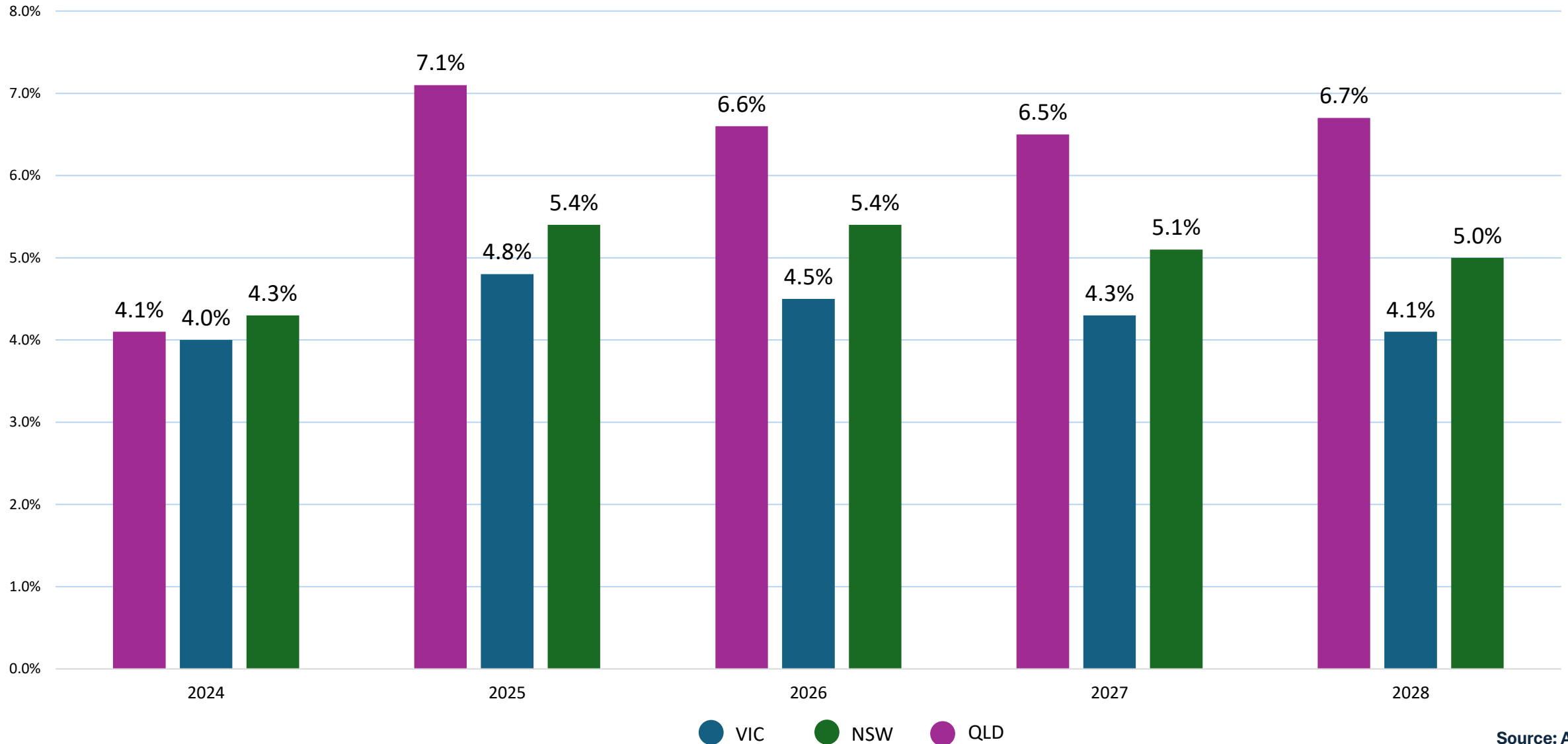


Construction Costs





Civil Infrastructure Cost Forecast



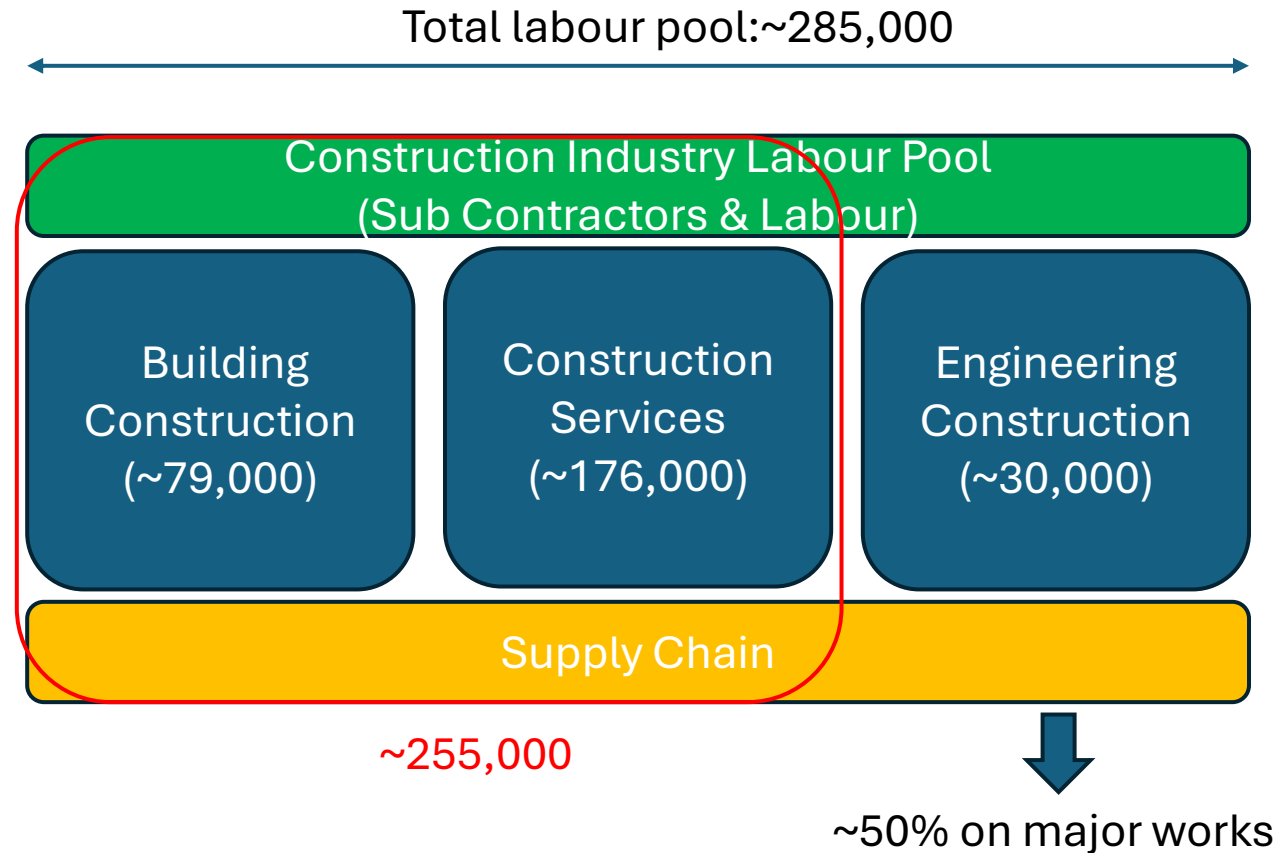


Capacity



- Labour:

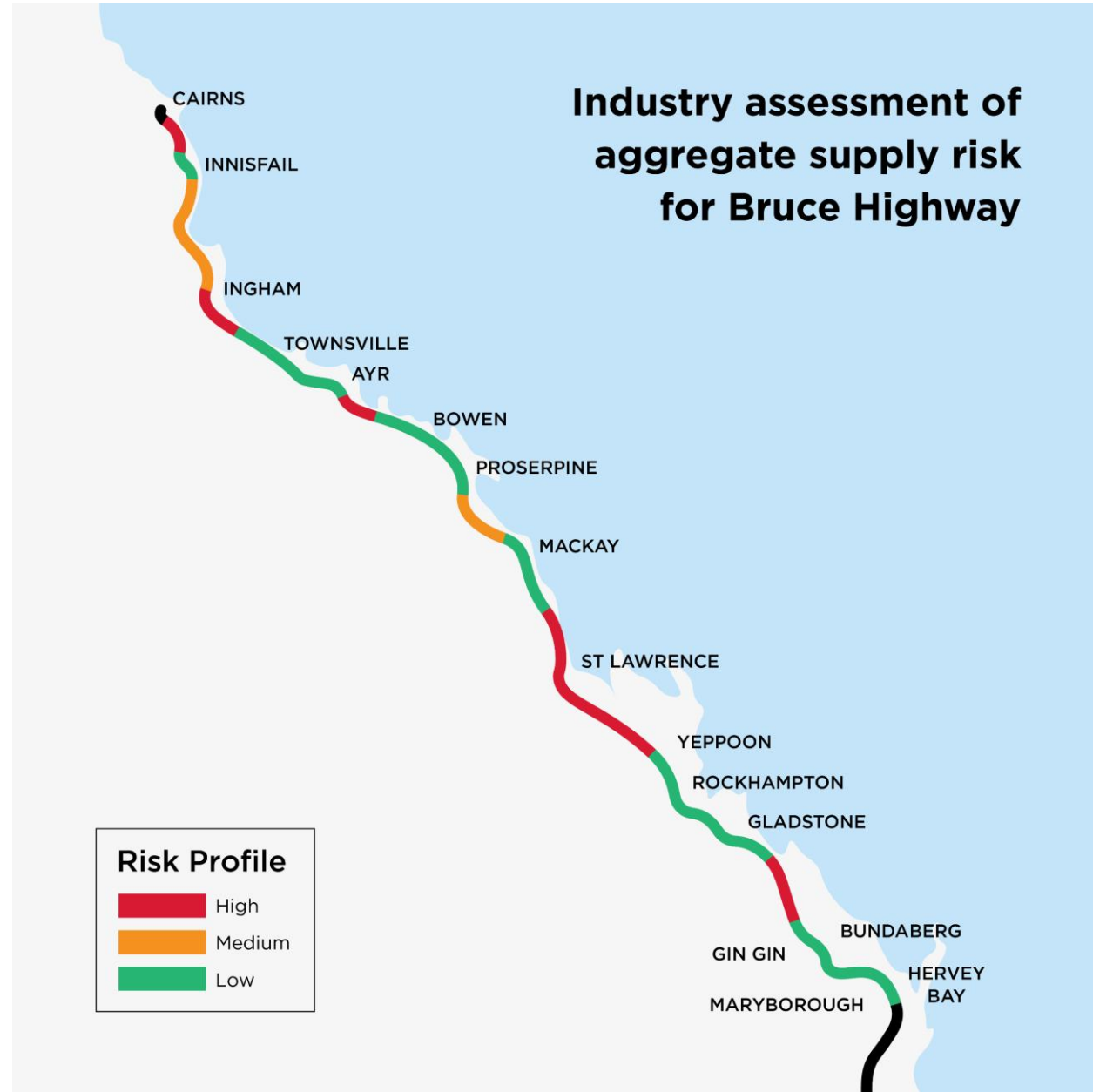
- 285,000 currently employed across the entire building & construction industry
- A large proportion of the supply chain, sub contractors and labour pool is shared
- Engineering Construction accounts for ~30,000
- Need up to 41,000 people to deliver the entire pipeline & 25,000 for the funded works
- Currently ~15,500





Capacity

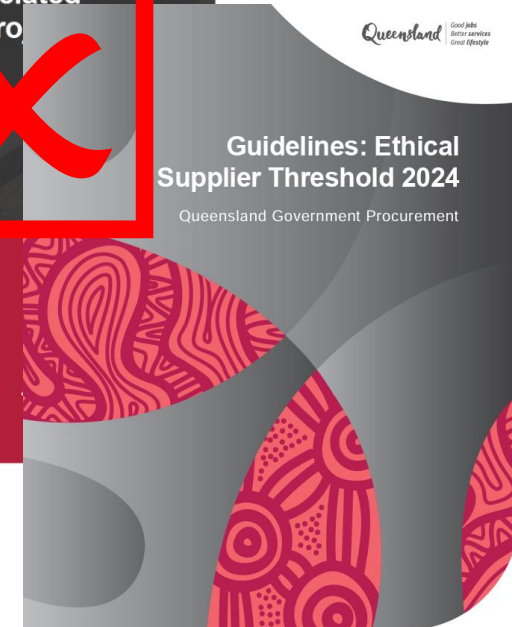
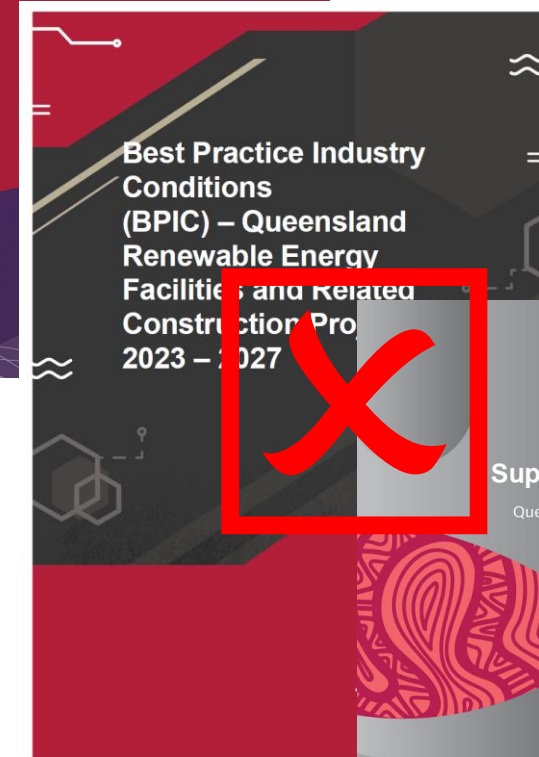
- Labour: Need up to 41,000 people to deliver the QMPPR
- Supply chain:
 - Steel (reinforcing, structural & fabricated)
 - Concrete
 - Aggregates (hard rock, sand & gravel)
- Regional aggregate supply will be massively challenged
- Other issue: housing





Procurement

- To ensure delivery of the pipeline, projects need to move efficiently through the procurement process and commence works
- Over the past 5 years procurement activities have become more complex and time consuming:
 - Construct only projects up to 80% increase in time
 - D&C projects similar increase of up to 50% in time
- QMCA analysis has indicated an increase in procurement timeframes of up to 4.5 months over the past 5 years. The impact on the work rate to be delivered is:
 - Full pipeline: Increases by 6% from \$2.1b/m to \$2.23b/m
 - Funded pipeline: Increases by 7.7% from \$1.3b/m to \$1.4b/m





The Productivity Challenge

	Total Pipeline	Funded Works	Funded + Credibly Proposed
Productive Output			
Average output req'd	\$1.66m/ person	\$1.29m/ person	\$1.54m/ person
Current	\$0.7-\$0.82m/ person		
No. of people			
Low	31,000	19,000	29,000
High	41,000	25,000	38,000
Current	15,400		

These numbers relate to the major engineering and construction works as laid out in the 2025 QMPPR



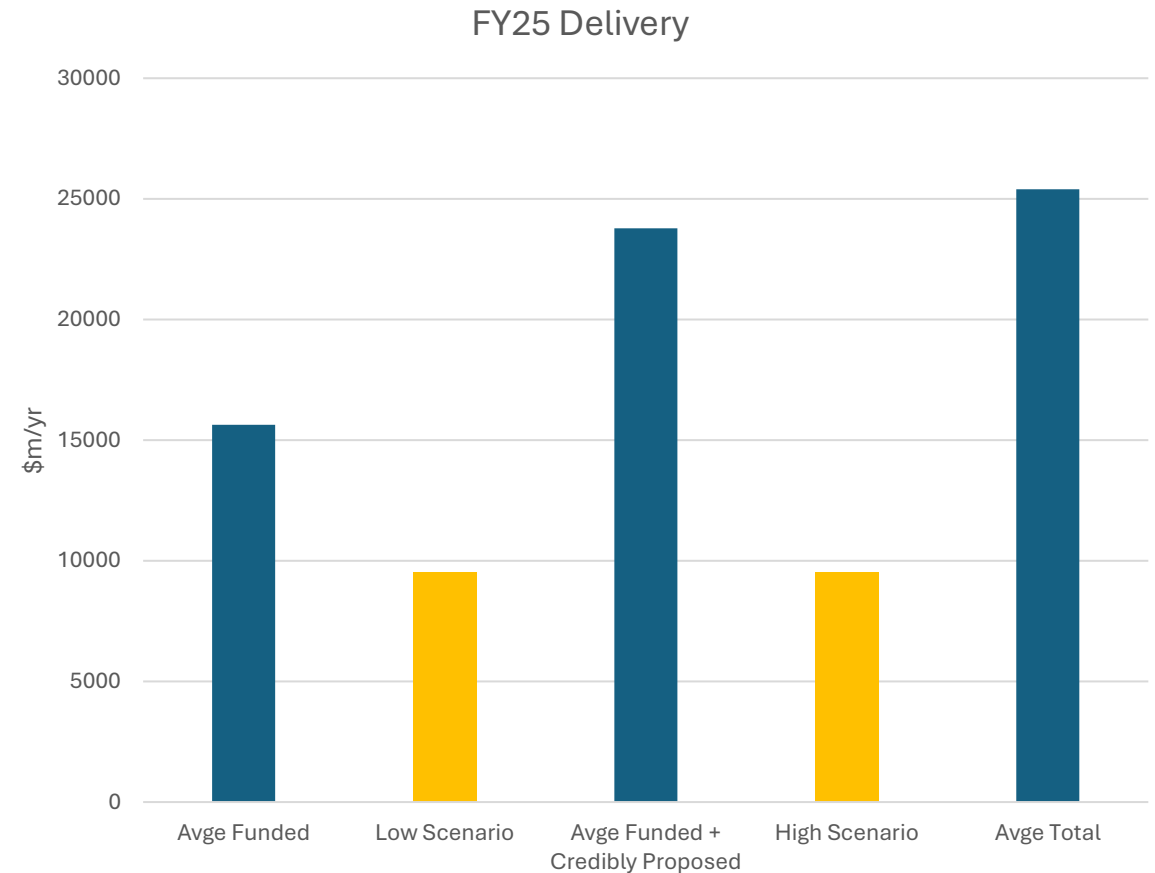
Solutions & Recommendations





Industry Output and Productivity

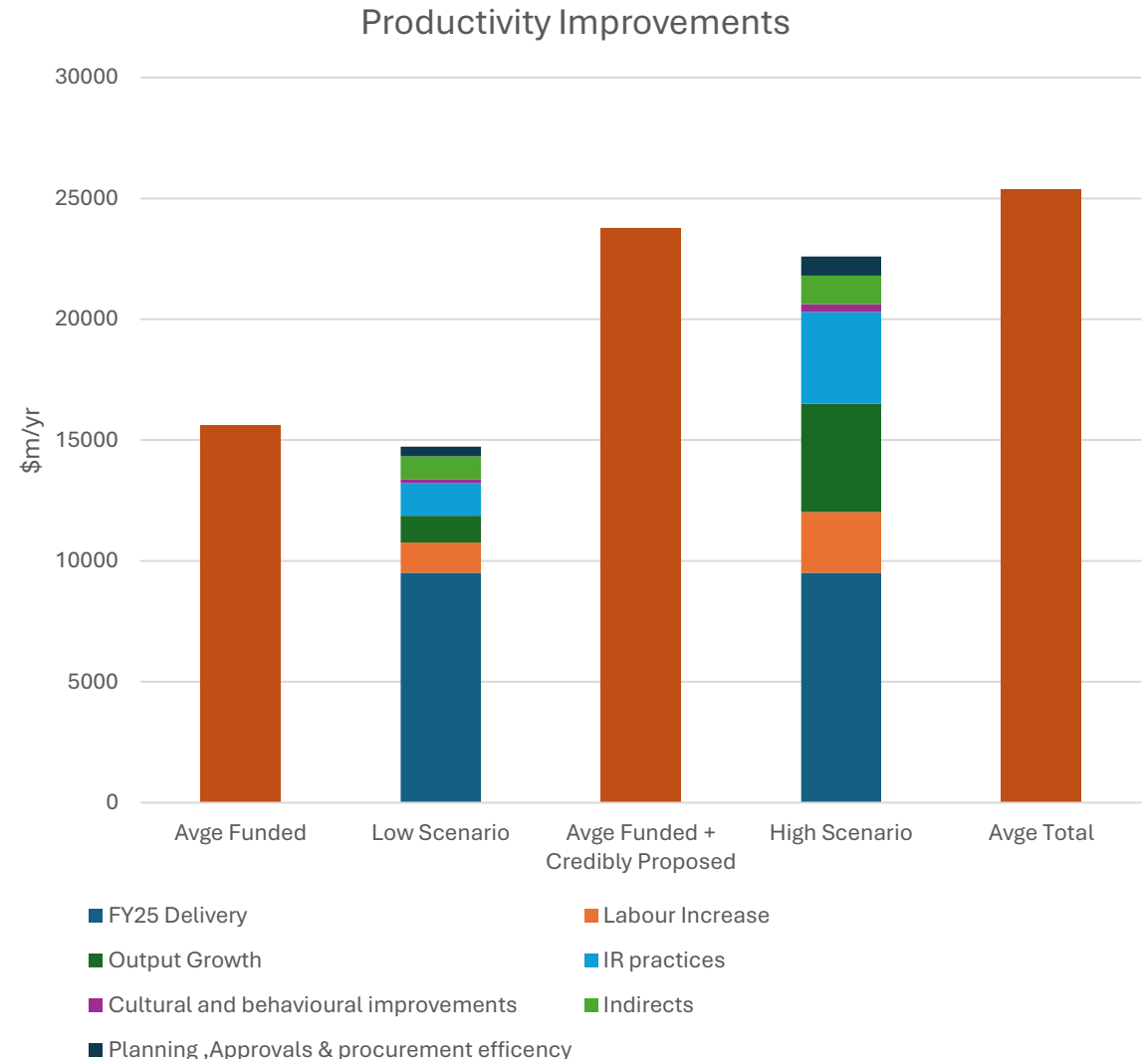
- Delivered \$9.51b in FY25





Potential Productivity Improvements

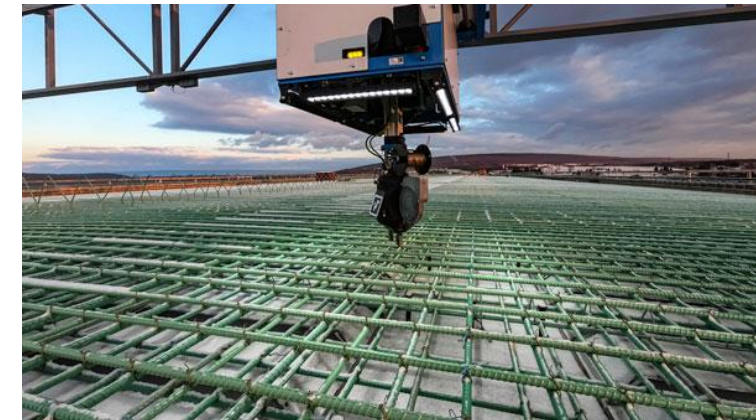
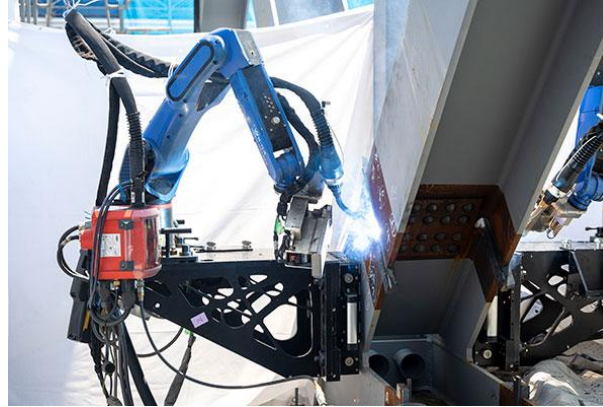
- Delivered \$9.51b in FY25, plus:
 - Increase in labour pool
 - Growth in output from FY25 levels
 - IR practices
 - Culture and behavioural improvements
 - Reduction in Indirects
 - Planning, approvals & procurement efficiency
- Total:
 - Low Scenario: \$14.7b
 - High Scenario: \$22.6b





Productivity - Innovation & Technology

- Technologies:
 - Robotics
 - Autonomous operating earth moving equipment, welding, material handling (cranes, etc)
 - Modular assembly
 - Digital models
 - Business operations
 - Artificial intelligence applications
- Applications across QMPPR:
 - Earthworks
 - Concrete works
 - Modularised and prefabricated sections for Olympics, Electricity, Water & Heavy engineering





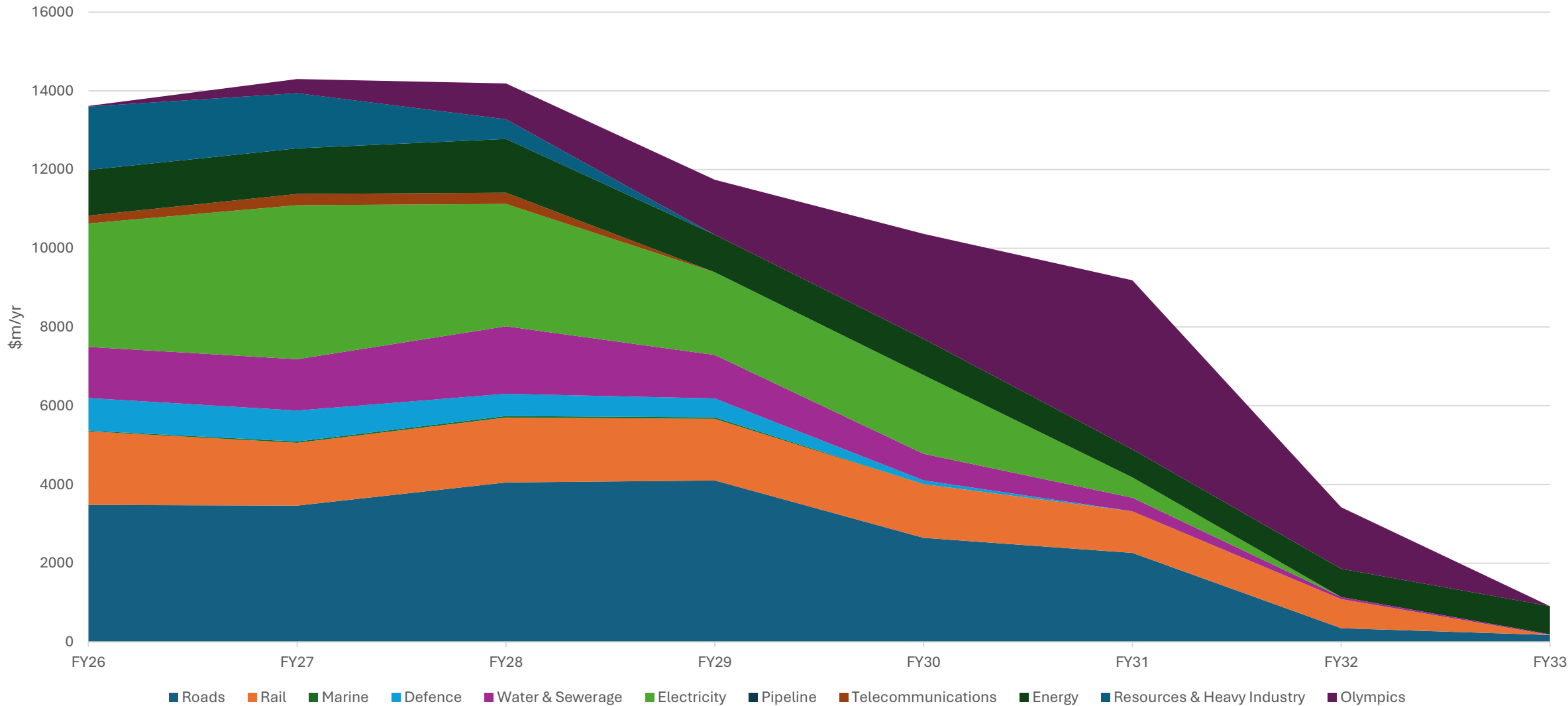
Procurement Streamlining

- Early selection of preferred delivery partners is essential to work collaboratively with clients to ensure:
 - Project delivery planning is built into design
 - Technology and innovation
 - Risk understanding, apportionment and management
 - To result in better cost and time certainty
 - Local industry capacity strengthening
- By streamlining the procurement process can save >\$1b across the pipeline in total costs:
 - Moving to a preferred partner on projects early
 - Reducing the “transaction costs” on client and contractor side
 - Engaging the contractor with other parties early (risk, cost, time, approach, innovation etc)



Coordination of Works- Potential Prioritisation

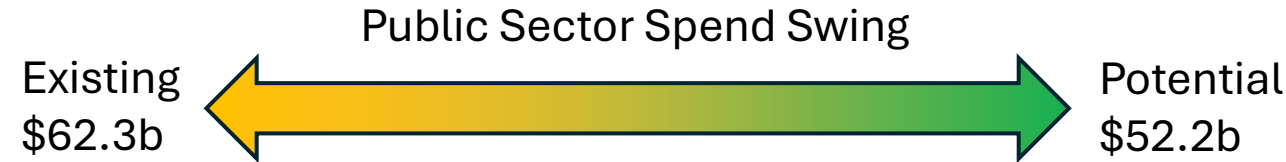
Prioritised Scenario for 2032





Coordination of Works – Potential Private Co Investment

- Public sector investment will reach a capped level
- There are further opportunities for either full or part private funding
- Greatest areas where this might be appropriate include
 - Olympics (part funding of venues)
 - Marine (associated with resources)
 - Electricity (generation, transmission & storage)
 - Rail (station upgrades & mass transit)
 - Water & wastewater (treatment)



Summary	Public \$m	Private \$m	Potential for co funding	
			\$m	%
Roads	21,545	776	1,798	8%
Rail	10,923	-	2,044	19%
Marine	1,541	455	554	36%
Defence	2,763	-	-	0%
Water & Sewerage	10,013	-	1,473	15%
Electricity	11,620	22,636	2,719	23%
Pipeline	-	4,206	-	0%
Telecoms	67	867	-	0%
Energy	-	6,519	-	0%
Resources & Heavy Industry	9	27,719	-	0%
Olympics	3,858	1,493	1,523	39%

Forward 5 years of the pipeline



Region Specific Opportunities

- Transport
 - Inland Rail connection
 - Container terminal
- Electricity:
 - Gas & other generation
 - Energy storage (pumped hydro, batteries etc)
- Mining & Heavy Industry
 - Alternative fuel development
 - Minerals processing
- Heavy engineering for the Games, Renewables and other projects throughout the state
- Agriculture: High production using industrial approaches & integrated energy





Recommendations

- Unlock further opportunity for private sector investment
- Different approaches to increase employment and retention of workforce
- Streamlined procurement and approvals- potential savings:
 - Time (at least 3 months/ project)
 - Cost (at least \$1b across the pipeline)
- Focus on elements that can deliver productivity improvements:
 - Specifications driving in directs
 - Industrial relations conditions
 - Technology & innovation
- Housing for workers





The Need for Speed

- Implementing changes in procurement
- Project approvals
- Procuring the preferred delivery partners
- In how we deliver efficiently and effectively and implementing technology
- In how we get all parties aligned around driving real productivity gains

It will take all parties to work together to ensure that we can deliver this pipeline

An era of opportunity is here