Zoning for Infrastructure in LEPs

The purpose of this practice note is to provide guidance to councils on zoning public infrastructure land in standard instrument local environmental plans. It supersedes and replaces the previous LEP Practice Note on this subject [LEP PN 08-002]. It also updates the information provided for Special Purpose ‘SP’ zones in PN 06-002.

Introduction

State Environmental Planning Policy (Infrastructure) 2007 (the Infrastructure SEPP) was introduced to facilitate the delivery of infrastructure across NSW by improving regulatory certainty and efficiency.

The Infrastructure SEPP, which came into effect on 1 January 2008, has specific planning provisions and development controls for 25 types (sectors) of infrastructure:

- air transport facilities
- correctional centres
- educational establishments
- electricity generating works
- electricity transmission and distribution
- emergency services facilities
- flood mitigation and bushfire hazard reduction
- forestry activities
- gas transmission and distribution
- health services facilities
- housing and group homes
- parks and other public reserves
- port, wharf and boating facilities
- public administration buildings
- rail infrastructure facilities
- research stations
- road and traffic facilities
- sewerage systems
- soil conservation works
- stormwater management systems
- telecommunications networks
- travelling stock reserves
- waste or resource management facilities
- water supply systems
- waterway or foreshore management activities.

Zoning public infrastructure

To complement the provisions of the Infrastructure SEPP, this practice note provides advice on zoning public infrastructure land when a council is preparing a local environmental plan (LEP).

A number of approaches have previously been taken in zoning infrastructure land in LEPs. These zoning methods often restricted new infrastructure developments, redevelopment of sites for alternative uses or disposal of surplus public land.

The new zoning approach advocated here provides greater flexibility and adaptive management of land used for the provision of public or private infrastructure. It moves away from zoning infrastructure land as ‘special use’ or ‘special purpose’ zones, which previously limited the ability of infrastructure providers to respond to changing demographic trends and provide the public with infrastructure and services outside existing locations.

Matters to consider upfront

Prior to zoning infrastructure land in new LEPs, the following steps should first be taken:

- Identify whether the infrastructure type is covered in the Infrastructure SEPP, including
whether the SEPP provisions are associated with public or private infrastructure.

- Identify whether the infrastructure is currently operating or is no longer used;
- whether the land is intended for other future infrastructure purposes or whether the land is now considered to be surplus public land.

The Infrastructure SEPP identifies the prescribed zones for various types of infrastructure. This should act as a guide when determining the choice of zone for particular uses.

Follow the principles for zoning infrastructure land in this practice note in sequential order, selecting the most appropriate principle for the land being zoned.

Six principles for zoning infrastructure

The following principles should be followed when zoning infrastructure land in new LEPs.

1. Where the infrastructure type is permitted on all land in the Infrastructure SEPP:
   - future infrastructure may be placed in any zone
   - existing ‘special use’ zones should be rezoned the same as the adjacent zone
   - roads must be zoned.

2. Where the infrastructure type is only permitted in certain prescribed zones in the Infrastructure SEPP:
   - provide for future infrastructure in prescribed zones rather than special use zones
   - existing ‘special use’ zones should be rezoned the same as the adjacent land (if a prescribed zone)
   - rezone land SP2 Infrastructure, if there is no adjacent prescribed zone.

3. If currently zoned ‘special use’, the following infrastructure land should remain zoned for a ‘special purpose’:
   - special purposes such as cemeteries, sewage treatment plants, waste disposal or landfill sites (rezone as SP2 Infrastructure)
   - strategic sites (rezone as SP2 Infrastructure)
   - large complexes (rezone as SP1 Special Activities).

It is anticipated that only a minority of TAFE schools across NSW could be considered a ‘strategic site’, however, to assist in the initial assessment the following criteria should be used:
- is it 20 hectares or more in size; and/or
- does it provide a wide range of facilities (meeting rooms, halls, pool, sports fields, tennis courts and the like) that can also be used by the surrounding community; and/or
- is it of regional significance (i.e. the only school servicing a large region).

4. Where land is to be zoned SP1 Special Activities or SP2 Infrastructure:
   - include flexible zone boundary provisions where appropriate.
   - use generic land use map annotations.

5. Where surplus public land is currently zoned ‘special use’:
   - where a valid site compatibility certificate exists, the land is to be rezoned consistent with the certificate, or
   - the land should be rezoned as a compatible land use, (e.g. to a prescribed zone).

6. When preparing an LEP, avoid duplicating provisions in the Infrastructure SEPP (including those to manage impacts on infrastructure corridors).

Zoning principles explained

The infrastructure zoning principles are explained here. The principles are intended to support a zoning regime which provides greater flexibility and adaptive management of public infrastructure land. Councils should also take these zoning principles into account when zoning land for private infrastructure or services.

Principle 1 - Zoning for infrastructure that is permitted on all land

The Infrastructure SEPP identifies several types of infrastructure activities undertaken by public authorities that are permissible in all LEP zones, irrespective of the LEP zoning.

This includes:
- roads and railway lines
- utility distribution networks such as electricity lines, or gas, water and sewage pipelines
- certain environmental management works (e.g. bushfire management, flood mitigation, waterway and foreshore works and soil conservation works).
Principle 1.1 - Providing for future infrastructure

‘Special purpose’ zones are not required in LEPs to permit infrastructure that is already permitted on all land through the Infrastructure SEPP. It is not necessary for infrastructure types to be listed separately in any zone as permitted uses in the LEP zoning table if they are automatically permitted through the Infrastructure SEPP.

For private infrastructure, please see note in Principle 2.1 regarding zoning provisions.

Principle 1.2 - Rezoning existing ‘special use’ zones

For infrastructure or services prescribed in all zones and those currently zoned ‘special use’, (e.g. roads, railway lines, substations, pipelines etc), the appropriate adjacent land zone should generally be used.

Applying the adjacent zone type to public infrastructure land follows a basic planning principle of aligning land uses. It is established practice to refer to the zoning of adjoining land when seeking to establish an appropriate zoning for land. In many cases the infrastructure land would have been zoned the same as the adjoining land if it had not been used instead for an infrastructure purpose.

This approach avoids the need for spot rezonings when the infrastructure use expands, ceases, is realigned or is downsized in the future. It is preferable that the land use zone be the same as the adjacent zoning, so that future uses are compatible with existing surrounding uses.

Principle 1.3 - Roads must be zoned

Currently in many LEPs, roads are unzoned. In future, all land is to be zoned in LEPs, including roads.

Roads should be zoned as outlined below.

- Classified roads that pass through major retail centres should be zoned using the appropriate business zone for the adjoining land. This provides a planning framework for considering potential development over or below roads and on footpaths.
- Freeways, Tollways, Transitways, National Highways and major roads (carrying greater than 40,000 vehicles per day) outside of major centres may be zoned SP2 Infrastructure. Other regional roads may be appropriate for an SP2 zoning, e.g. Pacific Highway. Councils should consult with the relevant Department of Planning Regional Office.
  - Outside major centres, roads that carry less than 40,000 vehicles per day should generally be zoned the same as the adjoining land.¹
  - All other roads should be zoned in accordance with the adjoining land. This avoids the need for spot rezonings where the roads are closed, or where the alignment of the roads changes, which can commonly occur in rural and release areas.

In cases where a road forms a boundary between zones:
- the whole of the road should be zoned the same zone (i.e. the zone boundary should not run down the middle of the road); and
- wherever possible, the zone applied should be the same as that applied to adjoining land, and which provides for a range of land uses to assist with flexibility in land use planning.

An assessment should be made on a case by case basis using the information provided, to determine the appropriate zoning for an unzoned road.

Principle 2 – Zoning for infrastructure that is permitted only in prescribed zones

‘Prescribed zone’ is a reference to the standard zones in the Standard Instrument (Local Environmental Plans) Order 2006 (the Standard Instrument) which have been nominated as the zones where certain types of infrastructure are permitted under the Infrastructure SEPP.

Each of the 25 types of infrastructure in the SEPP has a list of prescribed zones where the infrastructure activity may be undertaken.

Principle 2.1 - Providing for future infrastructure in prescribed zones

In most circumstances, ‘special use’ or ‘special purpose’ zones will not be required in LEPs to cater for current or proposed infrastructure. Most types of infrastructure development are permitted under the Infrastructure SEPP in a

¹ The RTA provides Annual Average Daily Traffic Volume maps on its website for reference for Metro areas, and Data for Regional areas Regional Areas - Traffic Volume Data: http://163.189.7.150/publicationsstatisticsforms/aaadatadata/index.htm?plid=trafficvolume
range of suitable ‘prescribed zones’. It is therefore not necessary to include these infrastructure types as permitted uses in the LEP zoning table—they are automatically permitted through the Infrastructure SEPP.

As an example, when zoning a new land release area, it is unnecessary to set aside land to be zoned ‘special use’ for a new public school. Public schools are automatically permitted within residential and business zones under the Infrastructure SEPP.

**Note:** Given the Infrastructure SEPP applies only to certain private infrastructure types, zoning provisions may be required in the LEP zoning table to allow private infrastructure as a permitted use in nominated zones.

**Principle 2.2 - Rezoning existing ‘special use’ zones to adjacent prescribed zones**

Most existing infrastructure land currently zoned ‘special use’ should be rezoned in the LEP according to what the adjacent zone is, if that zone is a ‘prescribed zone’ in the ISEPP which permits that type of infrastructure.

Where infrastructure adjoins multiple zones (that are prescribed zones), the following rules apply:

- all the land should be zoned the same (i.e. the zone boundary should not run down the middle of the site), unless there is an exceptional circumstance (e.g. large sites with multiple infrastructure uses), and
- adopt a zone that is compatible with surrounding land uses, having regard to:
  - the nature and character of the subject site
  - existing adjacent land uses and preferred future uses
  - regional strategy priorities
  - availability of services and infrastructure to support new land uses
  - environmental impacts and risks

An assessment will need to be made on a case-by-case basis to consider the appropriateness of the various adjacent zone types.

**Principle 2.3 - Rezoning existing ‘special use’ zones when there are no adjacent prescribed zones**

Most existing infrastructure lands should be zoned according to what the adjacent land use zone is, if that adjacent zone is a prescribed zone for that infrastructure type.

However if none of the adjacent zones are ‘prescribed zones’ for that particular infrastructure type under the Infrastructure SEPP, then the site should be zoned SP2 Infrastructure.

All public infrastructure listed under the SEPP are permitted in SP1 Special Activities and SP2 Infrastructure zones. Regardless of what the surrounding land use zones are, if an existing facility is zoned SP2 Infrastructure it can continue to operate under the provisions of the SEPP.

As an example, an existing hospital may be located on land adjacent to an R2 Low Density Residential zone. As R2 is not a prescribed zone for hospitals under the Infrastructure SEPP, it is not possible to apply Principle 2.2 when rezoning the site. The hospital land should be zoned SP2 Infrastructure to ensure that the existing use remains permissible. (Note: In this case, if the site is to be redeveloped or becomes surplus public land, a rezoning would then be required.)

**Principle 3 – Certain special purpose zones should remain as special purpose zones**

**Principle 3.1 - Where the land use is unlikely to change, and where the use is not otherwise covered in this practice note, land may be zoned SP2 Infrastructure.**

Infrastructure land that is highly unlikely to be used for a different purpose in the future should be zoned ‘special purpose’. For example, cemeteries and sewage treatment plants.

These lands should be zoned SP2 Infrastructure.

**Principle 3.2 - Large precinct sites should remain in special purpose zones**

Major state infrastructure on large sites may be zoned SP2 Infrastructure.

Examples could include major hospitals and universities that constitute large precincts, making identification of appropriate zones more problematic. Other examples might include major:
- dams;
- sewage treatment plants;
- power stations;
- correctional centres; and
- airports.

Areas of Commonwealth land used for Defence purposes should be zoned SP2 (Defence).
Where a site consists of a mix of diverse uses not readily zoned SP2, e.g. research, education, business and accommodation, then these should, where possible, be zoned a standard zone which allows an appropriate mix of land uses. In cases where no suitable standard zone can be applied to the infrastructure use, only then should zone SP1 be applied. By applying a zone other than SP1, greater flexibility is provided for the precinct.

**Principle 4 - Rules for using SP1 and SP2 zones**

**Principle 4.1 - Maintain flexible zone boundaries**

Councils are advised that when adopting an SP1 or SP2 zoning for infrastructure land in an LEP, clause 5.3 of the Standard Instrument (‘Development near zone boundaries’) should generally be adopted.

Clause 5.3 provides flexibility where the investigation of a site reveals that a use allowed on the other side of a zone boundary would enable a more logical and appropriate development of the site and be compatible with the planning objectives and land uses for the adjoining zone. This clause applies to the land within the distance from the boundary nominated in the LEP.

Development permitted on the adjoining land would then be permitted on the SP1 or SP2 land if the carrying out of the development is desirable due to compatible land use planning, infrastructure capacity and other planning principles relating to the efficient and timely development of land.

**Principle 4.2 - Generic land use map annotations**

The land uses in zones SP1 Special Activities or SP2 zone Infrastructure should be annotated on the Land Zoning Map. This annotation should use the infrastructure categories contained in the Infrastructure SEPP or the Standard Instrument dictionary, rather than the specific type of infrastructure.

For example, ‘educational establishment’ should be used rather than ‘TAFE’ or ‘primary school’. Councils should note that the Infrastructure SEPP allows a range of infrastructure uses to occur within a special purpose zone regardless of the annotation on the map and therefore only one category should be used (no need to list any ancillary uses).

In general, the Standard Instrument definition for the primary use should be applied to the land zoning map for any area zoned SP1 or SP2. Other uses will be ancillary to this primary use.

The following annotations should be used on the Land Zoning Map for land that may be zoned SP2 in accordance with this practice note.

### Infrastructure categories to be used on land zoning maps *

<table>
<thead>
<tr>
<th>Infrastructure categories to be used on land zoning maps *</th>
<th>Examples of infrastructure type</th>
</tr>
</thead>
<tbody>
<tr>
<td>Air transport facility</td>
<td>airports, heliport</td>
</tr>
<tr>
<td>Correctional centre</td>
<td>prisons, remand centre, detention centre</td>
</tr>
<tr>
<td>Educational establishment</td>
<td>high school, primary school, TAFE, university</td>
</tr>
<tr>
<td>Health services facility</td>
<td>hospital, medical centre</td>
</tr>
<tr>
<td>Waste or resource management facility</td>
<td>landfill, waste transfer station, waste depot</td>
</tr>
<tr>
<td>Water supply system</td>
<td>dams, reservoir, water treatment facilities</td>
</tr>
</tbody>
</table>

Note. * See Infrastructure SEPP for a full list.

**Principle 5 - Zoning surplus public land**

Government land that is no longer required to provide services or infrastructure is sometimes classified as ‘surplus’ public land. The NSW Government has updated planning provisions in regard to ‘surplus’ public land.

The Infrastructure SEPP provides a more tailored and local solution for such land, to ensure new land uses are appropriate and compatible with surrounding land. Councils are requested to follow the broad policy direction of the Infrastructure SEPP when preparing new LEPs covering surplus public land, by following the principles outlined below.

**Principle 5.1 - Zone surplus public land as a compatible land use**

Surplus public land should be rezoned to be compatible with surrounding land uses having regard to:

- the nature and character of the subject site
- existing adjacent land uses and preferred future uses
- regional strategy priorities
- availability of services and infrastructure to support new land uses
- environmental impacts and risks.

An assessment will need to be made on a case-by-case basis to consider the appropriateness of the various adjacent zone types.
**Principle 5.2 - If relevant, adopt the zone in the site compatibility certificate**

If a valid site compatibility certificate applies to the infrastructure land, then the land should be zoned in the LEP to be generally compatible with the nominated land use in the certificate.²

**Note.** Under the Infrastructure SEPP, additional uses may be undertaken on certain State land if the uses are permitted on adjacent land. To ensure that the additional land uses are appropriate, a site compatibility certificate must first be obtained from the Director-General of the Department of Planning before a development application can be lodged. For more information on site compatibility certificates please see SEPP (Infrastructure) 2007: Director-General’s site compatibility certificate—guideline for applications on the Department’s website.

In some rare instances, it may be more appropriate for a council to consider adopting a different zone type to the adjacent land use nominated in the site compatibility certificate (following consideration of the issues outlined in Principle 5.1 above). Where this is the case, it should be identified by councils in their section 64 and section 68 reports to the Director-General.

**Principle 6—Avoid additional provisions in LEPs**

The Infrastructure SEPP provides consistent state-wide provisions for considering the impacts of certain types of development on land adjacent to linear infrastructure and vice versa. These considerations include the impact:

- of road or rail noise or vibration on residential and other sensitive development adjacent to busy roads and railway lines
- of development with frontage to classified roads (impacts associated with traffic, access, safety)
- of development involving excavation adjacent to a classified road or railway line
- on rail safety if a new public railway crossing is required or an old crossing needs to be upgraded
- on safety if adjacent to a gas pipeline
- of development within a road corridor in which an easement is reserved for a future infrastructure purpose.

LEPs should not include provisions that deal with these matters as they are already addressed by the Infrastructure SEPP.

Councils should discuss any proposed local infrastructure provision with the relevant regional office of the Department to determine whether the proposal is consistent with the SEPP and suitable for inclusion in the LEP.

It is advisable that no new or amending provisions for development that is covered by the Infrastructure SEPP be included in LEPs.

**Permissibility of private infrastructure**

The Infrastructure SEPP principally focuses on providing for the delivery of infrastructure or services by local and State government authorities.

There are however certain types of infrastructure where the SEPP provisions apply equally to private or public infrastructure, including:

- electricity generating works
- licensed gas pipelines
- health services facilities (e.g. hospitals)
- group homes
- certain port-related development
- sewage treatment plants
- certain telecommunications infrastructure
- waste management and transfer facilities.

Most other private infrastructure remains regulated under local planning rules (e.g. LEPs), including where the infrastructure is permitted and whether development consent is required.

It is recommended that, if a council is zoning private infrastructure land, the above zoning principles be followed rather than automatically reverting to ‘special purpose’ zoning.

**Further information**

For more advice on the Infrastructure SEPP, and LEP preparation and the standard instrument see [http://www.planning.nsw.gov.au](http://www.planning.nsw.gov.au). If you have further enquiries, please phone the Planning Information Centre 02 9228 6333 or email information@planning.nsw.gov.au.

Authorised by:
Sam Haddad
Director General

² A site compatibility certificate may be provided for the purposes of clauses 18 or 57 of the ISEPP although the clause 18 provisions for State land are an interim measure that will only apply until LEPs drafted under the Standard Instrument are in place and apply to the site.