

# Impacts of Climate Change on Settlements in the Western Port Region

## People, Property and Places

Final Report: June 2008









**AUTHORS**: Peter Kinrade\* and Benjamin Preston\*\*

With assistance from:

Ian Macadam\*\*, Tim Fisher\*, Kym Whiteoak\*, Nadja Wiedemann\* and

Sarah Mirams

\* Marsden Jacob Associates \*\* CSIRO Climate Adaptation Flagship

#### **Acknowledgements**

Project funding provided by:

Australian Government, Department of Climate Change

Department of Sustainability and Environment, Victoria





The authors wish to acknowledge valuable information and feedback provided by the following project steering committee and reference panel members:

Western Port Greenhouse Alliance / Net Balance Foundation

Western Port Greenhouse Alliance

Australian Government, Department of Climate Change

Department of Sustainability and Environment

**Bass Coast Shire Council** 

Cardinia Shire Council

City of Casey

Frankston City Council

Mornington Peninsula Shire Council

Building Commission Central Coastal Board

Department of Justice, Office of the Emergency Services

Commissioner

Department of Human Services Department of Infrastructure

Department of Planning and Community Development

DLA Phillips Fox Melbourne Water

Port of Hastings Corporation

South East Water

Michelle Justus Grea Hunt

Tharman Saverimuttu, Crystal

Baker

Jennifer Cane, Cathy Ronalds,

Jack Krohn

Paul Smith, Shaun Young

Ian Stevenson

Sonia Rappell, David Westlake,

Michael Jansen

Libby Anthony, Sian Jones,

Ossie Martinz

Rolf Freeman, Barry Pankhurst Dennis Hogan, Rob Enker

Jacquie Mc Leod

Brian Hine, Loriana Bethune

Brian Kirkby, Noel Cleaves

Marianne Richards Fiona McKenzie Kim Piskuric

Mark Warren, Gerard Thurbon

Ralph Kenyon Gordon Logan

**CONTACT**: Peter Kinrade peter.kinrade@marsdenjacob.com.au

Benjamin Preston Benjamin.Preston@csiro.au

#### **TABLE OF CONTENTS**

EXEC	CUTIVE SUMMARY	I
1.	INTRODUCTION	1
2.	PROFILE OF THE WESTERN PORT REGION	11
3.	IMPACTS ASSOCIATED WITH COASTAL INUNDATION	29
4.	IMPACTS ASSOCIATED WITH INTENSE RAINFALL AND INLAND FLOODING	67
5.	IMPACTS ASSOCIATED WITH CHANGES TO FIRE WEATHER CONDITIONS	.101
6.	IMPACTS ASSOCIATED WITH CHANGES TO AVERAGE AND EXTREME TEMPERATURES	.125
7.	IMPACTS ASSOCIATED WITH CHANGES TO AVERAGE RAINFALL	.137
8.	REVIEW OF IMPACTS AND EXAMINATION OF CROSS SECTORAL ISSUES	.147
REFE	ERENCES	.166
ABBI	REVIATIONS	.175
	ENDICES: OVERVIEW OF CLIMATE CHANGE IMPACTS IN THE WESTERN PORT ON BY LOCAL GOVERNMENT AREA	.177

#### **EXECUTIVE SUMMARY**

#### Introduction

- 1. Since the mid-19th century, the average temperature at the Earth's surface has increased by approximately 0.7°C (IPCC, 2007a). This warming is "very likely due to the combined influences of greenhouse gas increases and stratospheric ozone depletion (IPCC, 2007a)."
- 2. While much focus has traditionally been placed on building scientific understanding of such global changes in climate and their attribution, increasing attention is now focused on how communities, enterprises and governments should respond. This necessitates building understanding about the local-scale implications of climate change that can be used to guide adaptive decision-making.
- 3. This report examines the nature and extent of potential impacts of climate change to the Western Port region of Victoria. The report's focus is on the impacts of climate change on the built environment, the social and economic implications of the impacts and the vulnerability of different localities and groups. It is one part of a wider 'integrated assessment' of climate change in the region that covers:
  - regional climate changes and biophysical impacts;
  - socio-economic and infrastructure impacts (this report);
  - risk assessment; and
  - adaptation response.
- 4. The Western Port region is well suited to a study of the impacts of climate change on human settlements it has a large, diverse and growing population and a number of key implications of climate change are pertinent to the region including coastal and inland flooding, wildfires and drought.
- 5. In using this report it is important to be mindful of a range of uncertainties and limitations associated with the various analyses of exposure and impacts.

#### Profile of the Western Port region

- 6. The Western Port region, which encompasses the local government areas of Bass Coast, Cardinia, Casey, Frankston and Mornington Peninsula Shire, has a coastal climate with relatively mild temperatures and high rainfall compared to other parts of Victoria.
- 7. The region is comprised of a diverse economy and demography consisting of key residential hubs for metropolitan Melbourne, as well as thriving business and industrial sectors. The region's population is projected to grow by approximately 45% by 2031, presenting many opportunities for economic expansion and diversification, but also increasing the exposure of people, buildings and infrastructure to climate variability and change.
- 8. Temperatures in the Western Port region have risen by approximately 0.05°C to 0.15°C per decade since 1970, while annual rainfall has declined by approximately 50 mm per decade.
- 9. Climate models suggest temperatures in the region will increase by 0.5 to 1.1°C by 2030 and 0.9 to 3.5°C by 2070, while average annual rainfall will

Final Report i

- change by -4 to 0% by 2030 and -23 to 0% by 2070. Meanwhile, sea-level rise projections are uncertain, but the IPCC has estimated a range of 6 to 17 cm by 2030 and 15 to 49 cm by 2070, with the potential for additional sea level contributions from acceleration of glacial ice melt.
- 10. While these represent some of the projected changes in average climate conditions, climate extremes are projected to change as well, and it should be recognised that it is the changes in such extremes that are likely to pose the most significant threat to the region's environments, infrastructure and communities in the years ahead.
- 11. The Western Port region is significantly exposed to climate extremes and natural hazards such as storm surge and coastal inundation, floods, bushfires and extreme temperatures. These hazards are projected to increase in frequency and/or severity.
- 12. Increased frequency or severity of climate hazards are projected to have a broad range of direct impacts on urban settlements (both market and non market). These include impacts on land use and management, damages and maintenance costs to public and private property and infrastructure, human health and water availability. Increases in natural hazards will also have indirect and intangible consequences including disruptions to economic activity, the costs of emergency service provision, public amenity and quality of life.
- 13. Some of these impacts will be pervasive throughout the region; for others the extent of impact will be situation specific depending upon the spatial distribution of hazards and human assets, populations and infrastructure across the region and in local government areas.
- 14. Specific climate consequences for the region's settlements are outlined in Table A and discussed in more detail below.

#### Impacts associated with coastal inundation

- 15. Sea-level rise in future decades will undoubtedly affect the coastlines of the Western Port region and drive progressive erosion in many locations. The effects of sea-level rise will however be most pronounced during storm events. For example, storm surge inundation simulations for the region, undertaken by CSIRO for this assessment, suggest that a current 1 in 100 year storm surge could become a 1 in 1 to 1 in 4 year storm surge by 2070.
- 16. Furthermore, the land area subject to inundation during a 1 in a 100 year storm surge event may increase by 4 to 15% by 2030 and 16 to 63% by 2070.
- 17. The fact that only a narrow strip of land is exposed to coastal processes such as storm surge means that the exposure of associated property, populations and infrastructure is inherently constrained. Nevertheless, such inundation would impinge upon over 2,000 individuals, over 1,000 dwellings, and approximately \$780 million in improved property value.
- 18. Public infrastructure is also at risk, including major thoroughfares such as the Nepean and South Gippsland Highways, and boating facilities. Beaches, foreshore reserves and coastal wetland areas throughout the region, as well as the amenities they provide, are likely to be affected as well.

Final Report ii

Table A: Overview of Climate Change Impacts in the Western Port Region

Climate variable	Indicative change*		Indicative change*		Indicative change*		Exposed people and land**	Exposed property and infrastructure**	Most sensitive locations	Economic and social impacts	Vulnerable sectors	Vulnerable groups
Sea level rise / storm surge (Chapter 3)	2030	2070			Bass Coast:  Cowes, Rhyll, Cape Woolamai		<ul> <li>tourism</li> <li>recreation and boating</li> <li>local government</li> </ul>					
Sea level rise	↑ up to 0.17 m	↑ up to 0.49 m	up to 2,270 people	<ul> <li>~1,030 residential properties</li> </ul>	<ul> <li>Bass River</li> <li>Grantville, Coronet Bay</li> <li>possibly in vicinity of Inverloch</li> <li>Cardinia:</li> <li>no major settlements</li> </ul>	<ul> <li>partial or (in worst case) complete loss of land values in affected areas</li> <li>major amenity impacts associated with damage to beaches and foreshore reserves</li> <li>impacts on businesses dependent on beach related tourism</li> <li>increased insurance costs or lack of access to insurance</li> <li>costs associated with beach and foreshore maintenance (e.g. beach renourishment)</li> </ul>						
Storm tide – max. height, 1:100 year ARI (current 2.10 m, Cowes)	2.29 m	2.74 m	directly exposed  due to coarse resolution of	<ul> <li>~60 commercial and other properties</li> <li>most beaches, coastal</li> </ul>								
Storm tide – max. height, 1:100 year ARI (current 1.16 m, Frankston)	1.37 m	1.80 m	topographic data, people and properties exposed to	wetlands and foreshore reserves most boating facilities	<ul> <li>Tooradin, Warneet</li> <li>Frankston City:</li> <li>most of central and northern foreshore</li> </ul>			<ul><li>low income households</li><li>elderly</li></ul>				
Storm surge – change to 1:100 year ARI	↓ to 1:40 - 1:6	↓ to 1:20 - 1:1	inundation may be understated, especially along Port Phillip Bay coastline	<ul> <li>~ 87km of roads</li> <li>some drainage infrastructure</li> <li>water and sewer mains in</li> </ul>	<ul> <li>Kananook Creek and surrounds, including possibly Frankston CAD and Seaford wetlands and surrounds</li> <li>Mornington Peninsula Shire:</li> </ul>			households				
Inundation area Western Port Bay (1:100 year storm surge)	up to 12.6 sq km	up to 17.7 sq km		Bass Coast, Casey and MPS	<ul> <li>Crib Point, Hastings, Shoreham and Stony Point (Western Port Bay)</li> <li>possibly Balcombe Creek, Dromana Bay,</li> </ul>							
Inundation area Port Phillip Bay*** (1:100 year storm surge)	up to 1.1 sq km	up to 1.6 sq km			Safety Beach, Dunns Creek, West Rosebud (Port Phillip Bay)							
Extreme rainfall (Chapter 4)	2030	2070		■ ~13,390 residential	Bass Coast:  Bass River flood plain			<ul> <li>low income households</li> </ul>				
2 hour	↑ 15-25 %	↑ 20-70 %		properties( incl. rural), (~3,200 dwellings)  ~2,050 commercial, industrial and other properties  public infrastructure	roperties (incl. rural), (~3,200 dwellings)  ~2,050 commercial,	Cardinia:  all of southern section of Shire / Koo Wee Rup Swamp	<ul> <li>increased flood damage to public infrastructure, especially roads and bridges</li> </ul>		<ul><li>businesses and properties without</li></ul>			
12 hour	↑ 3-22 %	↑ 17-61 %			ture s, health alls rks ads, 26  Casey:  much of eastern and southern sections of city significant pockets around Hallam, Narre Warren, Berwick (e.g. Hallam Main drain) and Cranbourne Frankston: most of central and northern coastal hinterland	<ul> <li>increased flood damage costs to residential and commercial buildings (minimal)</li> <li>disruption to transport</li> <li>increased emergency services demand and costs</li> <li>lost agricultural production</li> <li>health impacts related to disruption of water and sewerage services</li> <li>stress and social disruption</li> </ul>	<ul> <li>local government</li> <li>transport</li> <li>rural / agriculture</li> <li>residential and commercial</li> <li>utilities (drainage)</li> <li>emergency services</li> </ul>	adequate insurance residences				
24 hour	↓2 - ↑17 %	↑ 16-50 %	<ul> <li>up to 39,480 people</li> <li>up to 580 km² of land</li> </ul>	including schools, health care facilities, halls reserves and parks				with limited freeboard				
72 hour	↓ 2-16 %	† 19-48 %		<ul> <li>~1,412 km of roads, 26 bridges</li> <li>extensive drainage</li> </ul>				above 1:100 year flood (e.g. <300 mm				
Maximum flood heights	1	1		infrastructure water and sewer mains and sewer pump stations	<ul><li>Frankston CAD</li><li>Seaford wetlands and surrounds</li><li>Mornington Peninsula Shire:</li></ul>			clearance) • properties not adequately				
Flood return intervals (ARI)	↓ flash ↔ riverine	↓ flash ↓ riverine		<ul><li>railway lines</li></ul>	<ul> <li>Crib Point, Hastings, Shoreham and Stony Point</li> </ul>			prepared or maintained				
Windiness and storms (Chapter 4, Box 3)	2030	2070		<ul><li>older buildings</li><li>electricity &amp;</li></ul>		<ul> <li>increased damage costs to residential, commercial and public buildings</li> </ul>	<ul><li>emergency services</li></ul>	residents in low quality				
Extreme winds	↓1 - ↑5 %	↓3 - ↑14 %	<ul> <li>entire population</li> </ul>	telecommunications infrastructure parks and gardens	exposed coastal and elevated areas	<ul> <li>increased emergency service costs</li> <li>disruptions to electricity supply</li> </ul>	<ul> <li>electricity and telecommunications</li> </ul>	housing properties with large trees				

<sup>\*</sup> Key to climate changes: ↑ increase; ↓ decrease; ↔ no significant change. Absence of number next to arrow indicates magnitude of change has not been quantified.
\*\* Based on current (2006) population and projected changes to 2070. \*\*\* Subject to considerable uncertainty.

Final Report iii

Climate variable			Exposed people and land**	Exposed property and infrastructure**	Most sensitive locations	Economic and social impacts	Vulnerable sectors	Vulnerable groups	
Fire weather (Chapter 5)	2030	2050			Bass Coast:				
No. of very high and extreme forest fire risk days (~ 9-12 days current)	↑1-2	† 2 - 7	<ul> <li>up to 73,620 people, mostly adjacent to bushland</li> <li>up to 468 km² of land</li> </ul>	<ul> <li>28,443 residential properties (incl. rural)</li> <li>459 commercial and industrial</li> <li>5,301 public use and unspecified including schools, medical facilities, reserves and parks</li> </ul>	<ul> <li>Phillip Island around Cowes and Rhyll</li> <li>a large area in the north of the shire to the east and south of Grantville</li> <li>north and south of Wonthaggi</li> <li>Cardinia:</li> <li>bushland settlements in urban rural fringe including Emerald, Cockatoo, Gembrook, Upper Pakenham, Upper Beaconsfield</li> <li>Casey:</li> <li>limited areas, principally bushland settlements in urban rural fringe around Narre Warren North &amp; East</li> </ul>	<ul> <li>increased damage costs to residential properties</li> <li>health impacts including loss of life and air quality</li> <li>increased emergency service costs</li> </ul>	<ul> <li>residential</li> <li>emergency</li> <li>services</li> <li>local government</li> <li>transport</li> </ul>	<ul> <li>people living in older housing (in exposed areas)</li> <li>properties that have not been adequately prepared</li> </ul>	
No. of very high and extreme grass fire risk days (~ 95 days current)	↑ 7 - 15	† 9 - 30		1,621 km of roads and 49 km of rails	Frankston:     central areas around Langwarrin     southern boundary around Frankston South,     Langwarrin South  Mornington Peninsula Shire:     urban fringe, semi-rural and rural areas     scattered throughout Shire, especially     bushland and adjacent areas	<ul> <li>stress, social disruption</li> </ul>		low income households	
Average and extreme temperatures (Chapter 6)	2030	2070							
Average annual temperature	↑ 0.5-1.3°C	↑ 1-3.5°C		<ul><li>most roads</li><li>most railways lines</li></ul>	<ul> <li>inland areas (particularly urban)</li> <li>areas with high concentrations of elderly and</li> </ul>	<ul> <li>increased mortality and morbidity in vulnerable groups</li> <li>increased infrastructure maintenance costs</li> <li>disruptions to transport networks</li> <li>increased risk of food and water born disease outbreaks</li> <li>increased summer peak demand</li> <li>increased cooling costs</li> </ul>	<ul> <li>transport</li> <li>construction</li> <li>local government services such as child care, environmental health</li> </ul>	■ elderly	
Days per yr > 30 °C (30 current)	<b>† 2 - 5</b>	<b>14 - 17</b>	<ul> <li>entire population, especially 70,600</li> </ul>					<ul><li>infants</li><li>residents in low quality</li></ul>	
Days per yr > 35 °C (7 current)	↑ 1 - 3	<b>†</b> 3 - 7	elderly and 38,700 infants	<ul><li>some building materials</li><li>buildings or services that require cooling</li></ul>				housing (e.g. rental) or low income	
Days per yr > 40 °C (1 current)	<b>† 1 - 2</b>	↑ 2 - 5						households	
Runs of 3-5 days > 30 °C (3 current)	↑ 1 - 2	<b>† 2 - 4</b>							
Average rainfall (Chapter 7)	2030	2070		<ul> <li>municipal parks and</li> </ul>		<ul> <li>increased water prices</li> <li>increased reliance on non-</li> </ul>	<ul><li>nurseries, garden</li></ul>		
Average annual	↓ 0-8 %	↓ 0-23 %		gardens playing fields	<ul> <li>areas not connected to mains supply</li> <li>high water requirement sites</li> </ul>	traditional supply sources     access to water for some     activities (possibly)     viability of some water dependent     businesses and activities     increased maintenance costs,	services, etc local government services such as parks, recreation water suppliers and retailers	<ul><li>households not connected to mains</li></ul>	
Catchment stream flows (worst case)	↓ 25 %	↓ >50 %	<ul> <li>entire population</li> </ul>	<ul> <li>water &amp; wastewater infrastructure</li> <li>other infrastructure on clay soils</li> </ul>	wetlands, heritage gardens and other reserves			supply low income households	
Droughts	ughts ↑ frequency & severity			,		some infrastructure		(possibly)	

<sup>\*</sup> Key to climate changes: ↑ increase; ↓ decrease; ↔ no significant change. Absence of number next to arrow indicates magnitude of change has not been quantified.
\*\* Based on current (2006) population and projected changes to 2070. \*\*\* Subject to considerable uncertainty.

Final Report iv

- 19. In the absence of adaptation measures, the economic and social consequences to of impacts to the region's beaches and foreshore areas could be substantial. These include disruptions to the region's tourism industry and a major loss of social, cultural and environmental amenity values.
- 20. Areas most at risk include townships on Phillip Island in Bass Coast Shire, coastal townships in the City of Casey including Tooradin and Warneet, and the township of Hastings in Mornington Peninsula Shire.

#### Impacts associated with intense rainfall and inland flooding

- 21. Flood events typically represent the most costly type of disaster in Australia, contributing to property damage and disruption of services and businesses as well as injury and death. At least 619 km<sup>2</sup> (18%) of the Western Port region lie in land areas subject to inundation or overland flow paths. This highlights the present risk the region faces in regard to flood hazard, typified by the Koo-Wee-Rup 'Super Flood' of 1934.
- While significant advancements in flood protection have been made over the past century, future climate change poses an additional challenge. Simulations of extreme rainfall in 2030 suggest increases of up to 25% in extreme rainfall from events of 1 to 24 hours in duration in at-risk areas of Western Port region. By 2070, extreme rainfall is projected to increase by up to 70%, depending on location. Such increases in extreme rainfall could drive increases in the frequency or magnitude of flood events or flood heights.
- 23. Flood mapping in the region is an ongoing process, with some flood prone areas still to be mapped. Based on current information though, an estimated 18,000 properties with a total capital improved value of almost \$2 billion are vulnerable to flood events. Approximately 13,000 of the properties are residential, about 40% of which contain dwellings that are vulnerable to above-floor flooding.
- 24. Despite the total value of assets in harm's way, the potential implications of climate change for above-floor flooding suggests that increases in the magnitude of damages to residential and commercial properties from changing rainfall extremes may be relatively modest. However, there could well be a significant increase in the frequency of any given flood event and associated damage costs.
- 25. A range of Melbourne's and the State's major transport corridors also occur in at-risk areas including over 1,500 km of roads and 125 km of rail, and dozens of bridges. A range of businesses, industries, public services and utilities are also vulnerable to disruptions from flooding. Indirect economic costs associated with flooding of this infrastructure could be significant relative to direct damages.
- 26. Areas most at risk include much of southern Cardinia Shire (the Koo-Wee-Rup Swamp), southeast and central Casey, northwest Frankston and the Frankston Central Activity District (CAD).

Final Report

#### Impacts associated with changes to fire weather conditions

- 27. Bushfires are a major economic, social and environmental hazard in Southeast Australia. The 1983 Ash Wednesday bushfires represents one of the worst bushfire events in the Victoria's history, with communities in the present Cardinia Shire being amongst the worst affected.
- 28. Recent studies have confirmed a trend toward worsening fire weather conditions in southeast Australia in recent decades, and projections of a warmer and drier future climate translate into even greater risk in the future. Modelling of forest fire risk at locations in proximity to the Western Port region indicate the number of days of 'very high' or 'extreme' forest fire risk will increase by 1 to 2 days by 2030 and by 2 to 7 days by 2050, a potential increase of 60% or more.
- 29. At present, an estimated 710 km<sup>2</sup> (21%) of the Western Port region are in bushfire prone areas. Given the current distribution of property, people and infrastructure, over 73,000 individuals, approximately 35,000 properties (including 28,000 dwellings), with a capital improved value of \$7.6 billion lie in at-risk areas.
- 30. A range of major transport corridors also occur in at-risk areas including over 1,600 km of roads and 75 km of rail, including the Nepean, South Gippsland, and Bass Highways as well as heavily travelled rail lines. Electricity transmission lines from the Latrobe Valley that traverse the Western Port region and provide electricity to Melbourne and Gippsland are also exposed to bushfire in multiple locations.
- 31. Overall, those areas most at risk include the Gurdies in Bass Coast Sire, much of northern Cardinia including the townships of Emerald, Cockatoo and Gembrook, central and southeast Frankston and bushland areas in Mornington Peninsula Shire, particularly around the townships of Dromana and Mornington as well as around HMAS Cerberus.

#### Impacts associated with changes to average and extreme temperatures

- 32. Extreme heat events represent one of the leading causes of climate-related mortality in the developed world, even in coastal locations that often benefit from milder climates than inland areas. With temperatures projected to rise from climate change, the increased incidence of extreme heat days and heat waves, in conjunction with a growing and aging population, is projected to contribute to significant mortality in future decades. These are likely to outweigh reductions in winter mortality in response to increases in temperatures.
- 33. At least one study suggests the heat-related annual death rate among people 65 and older in the Melbourne region would increase from 289 at present to 484 to 636 by 2100. On a proportional basis (but not allowing for local differences in climate and/or physiological differences between the population groups), the number of additional deaths in the region, among this group due to heat stress, could be approximately 30 to 53 annually by 2100.
- 34. While the occurrence of extreme temperature events may be similar throughout the Western Port region, different areas and populations may be

Final Report Vi

- more or less vulnerable based upon the age distribution of the population, type of housing and access to climate control.
- 35. Elderly people (>65 years of age) are likely to be the most vulnerable group in the community to extreme temperatures. Significant concentrations of elderly occur in Bass Coast and on the Port Phillip Bay coastline of Mornington Peninsula Shire.
- 36. Higher temperatures in both summer and winter will also affect energy use. Greater demands for air conditioning to maintain building thermal comfort, for example, is likely to drive increased electricity consumption during summer months. Meanwhile, energy demand during the winter may decline.
- 37. The economic implications of changes to energy use patterns may vary depending upon how electricity is priced a characteristic that is likely to change in the future based upon the balance of supply and demand. While new buildings built to '5 Star' energy efficiency ratings may be able to manage temperature increases with little increased cost, these represent a small fraction of the region's housing stock at present.

#### Impacts associated with changes to average rainfall

- 38. Average rainfall in the Western Port region is projected to decline by up to 8% in 2030 and 23% by 2070, with reductions potentially coming in all seasons but especially in winter and spring. Drought frequency and intensity are projected to increase.
- 39. Streamflows in the Bunyip River and South Gippsland basins and in Melbourne Water's catchments, from where most of the region's water is sourced, are projected to decline, perhaps substantially. This has major implications for the region's water supply / demand balance.
- 40. The nature and level of regional economic and social impacts to changes in the water supply / demand balance are expected to depend on government policy response. It is likely though, that all water users in the region will face significantly higher water prices in the future.
- 41. Reduced average rainfall and reduced streamflow will also adversely impact on ecological, amenity and recreational values in the region. Values impacted are likely to include: waterway, wetland and coastal estuarine health; the viability and/or cost of maintaining domestic gardens and municipal gardens, parks and sporting fields; and streetscapes.
- 42. Some of the region's infrastructure exposed to drying soils will be vulnerable to increased degradation or structural failure.

#### Cross sectoral issues

#### Groups vulnerable to the impacts of climate change

- 43. Low income earners and the elderly are especially vulnerable to the impacts of climate change in the region.
- 44. Assessment of exposure of these groups to coastal inundation, flooding and bushfires suggests that low income earners are over represented in many of

Final Report

- the localities exposed to coastal inundation but not so much in the localities exposed to floods and bushfires.
- 45. Elderly residents, on the other hand, are over represented in most localities exposed to coastal inundation and also in many of the localities exposed to floods and bushfires.
- 46. As previously noted, elderly residents throughout the region are particularly vulnerable to an increase in extreme temperatures.

#### Land use planning

- 47. Climate change in the Western Port region presents particular challenges for future land use planning and decision-making. In particular, climate change adds to the imperative for efficient use of this land and careful monitoring of growth in Casey-Cardinia corridor, since much of the land designated for growth is exposed to either flooding or bushfires.
- 48. Climate change also adds to the complexity of land use planning decisions associated with population growth and development along the region's coastline and in rural and semi-rural (Green Wedge) areas, since much of it will occur in areas exposed to coastal inundation, flooding or bushfires.
- 49. These challenges need to be considered in the context of the current planning and policy environment in Victoria including the proposed review of the *Planning and Environment Act 1987*.

#### **Emergency management and volunteer support**

- 50. Climate change poses significant challenges for emergency service planners and providers in the Western Port region including the SES, CFA and the Victorian Ambulance Service. Although those bodies already have comprehensive emergency management planning arrangements in place at the regional and sub-regional levels, plans may need to be reviewed in anticipation of more frequent or extreme weather events.
- 51. Local councils in the Western Port region also have an important role in emergency management and to that end have in place comprehensive municipal emergency management plans. However, the increased frequency and/or intensity of natural disasters due to climate change could add additional cost burdens on councils' emergency management role.
- 52. The cumulative effects of more frequent and/or more severe extreme weather events also poses significant challenges for resourcing of volunteer and community groups in the region, highlighting the importance of strengthening the capacity of community groups and volunteer organizations to respond to climate change.

#### Local government financial impacts

- 53. Generally speaking, climate change could have substantial implications for council finances and, particularly, the allocation of financial resources to various operational activities and services.
- 54. A preliminary review of capital and operating expenditure by local councils in the Western Port region indicates that approximately 19% of council's annual expenditure can be classified as being directly 'climate exposed', with this

Final Report Viii

expenditure consisting of capital and maintenance expenditure on roads, drains, open space and buildings. In addition, there are a range of council expenditures that are indirectly exposed to climate events and climate change, including emergency management, health and aged care.

#### Opportunities from climate change

55. Climate change in the Western Port region is likely to create many opportunities, some region wide and some specific to particular industries or groups. Some of these opportunities will stem from responses to the impacts of climate change discussed in earlier chapters (e.g. improved housing design), while others will flow from favourable climate changes (e.g. tourism and recreation opportunities due to higher average temperatures and/or reduced rainfall).

#### Research needs

- 56. This report represents one preliminary step in a long-term process of adaptation among the communities of the Western Port region. Building upon this assessment to enhance specificity and clarify uncertainties in regional impacts will require the acquisition of more robust data sets, more detailed assessments of smaller subregions or a more constrained suite of climate changes and hazards.
- 57. In particular, research could be profitably targeted at specific at-risk locations in the region, for example, to conduct more rigorous hydrological modelling of extreme rainfall and flood risk as well as the effects of sea-level rise, storm surges and waves on both coastal erosion and inundation. Similarly, more robust spatial modelling of fire risk or vulnerability to extreme heat events could also be conducted.
- 58. To maximise the utility of such work for adaptive decision-making regarding climate change, such modelling should also seek to incorporate plausible scenarios of changes in population, land use, building stocks, economic activity and environmental management.

Final Report ix

#### 1. INTRODUCTION

#### 1.1. The Western Port Integrated Assessment Project

Climate change is emerging as a vital issue for Australian communities. Even with international action to reduce greenhouse gas emissions, the global climate is projected to undergo significant change in the 21<sup>st</sup> century, with the potential to create many risks as well as opportunities.

It is important that the impacts of climate change are addressed at regional and local levels, since local attributes including socio-economic characteristics and the physical environment will significantly determine the extent of the risks and opportunities, as well as the nature of community responses.

Impacts of Climate Change on Human Settlements in the Western Port Region: An Integrated Assessment (referred to hereafter as the Western Port Climate Change Integrated Assessment) is a two year project examining climate change impacts on the region's built environment and communities as well as local adaptation responses to those impacts. The project was funded by the Commonwealth Department of Climate Change through its Human Settlements sub-programme and the Department of Sustainability and Environment (Victoria) and co-managed by Marsden Jacob Associates and the Western Port Greenhouse Alliance.

The project builds on and extends *The Climate Change Impacts and Adaptation in Western Port* scoping study, initiated in 2005 by the WPGA and funded by the Victorian Department of Sustainability and Environment. The scoping study established that climate change is an emerging issue for the Western Port community. It pinpointed eight priority issues for responding to climate change in the region, five of which are directly relevant to the impacts of climate change on the region's settlements. It also identified the need for more detailed regional information on the potential impacts of climate change, as well as an understanding of processes that could assist local decision-making on the issue.<sup>1</sup>

The Western Port Climate Change Integrated Assessment is one of a small number of climate change 'integrated assessment' projects recently undertaken in Australia. Notwithstanding a growing body of international climate change adaptation and integrated assessment literature, there is currently no widely accepted definition of an integrated assessment.

For the purpose of this project, we have defined integrated assessment of climate change as:

a study that integrates biophysical, social and economic understanding of the climate change issue with effective community decision-making.

Given this definition, the primary objective of the Western Port Climate Change Integrated Assessment was to improve understanding of the scientific, economic and social impacts of climate change in the Western Region in order to:

Outputs of the scoping study can be sourced at: <a href="http://www.wpga.org.au/">http://www.wpga.org.au/</a>

- enhance the capacity and knowledge of local governments and other decision-makers in the region to prepare for and adapt to climate change; and
- develop an approach to climate change assessment and adaptation that has transferability to other regions in Australia.

The Western Port Climate Change Integrated Assessment project consists of four major phases (Figure 1.1).

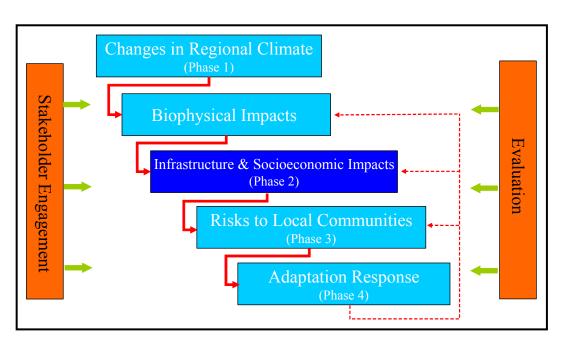


Figure 1.1: Major phases of the Western Port climate change integrated assessment

- 1. The first phase entailed projecting changes to key climate drivers and associated biophysical impacts in the region. Changes examined include extreme sea level, extreme winds and average and extreme rainfall, as well as average temperature, humidity, solar radiation and fire weather. Outputs of this phase are provided in three biophysical impacts reports.<sup>2</sup>
- 2. The second phase, which is the subject of this report, involved an examination of the nature and extent of potential impacts to the region's built environment (land, housing and public and private infrastructure) as well as an assessment of the social and economic implications of the impacts and the vulnerability of different localities and groups.
- 3. The third phase entailed identifying and prioritising risks to local governments associated with the impacts. A series of risk assessments were undertaken with each of the region's local councils.

<sup>&</sup>lt;sup>2</sup> The biophysical impacts reports are: Abbs and Rafter (2008); Macadam and Ricketts (2008); and McInnes et al. (2008).

4. In the final phase, adaptation options and barriers to effective response to the high priority risks were explored with local councils, state government and other key regional decision makers.

Stakeholder engagement and project evaluation were important aspects of all project phases.

#### 1.2. Project Framework

#### 1.2.1. Scope of Report

The Western Port Climate Change Integrated Assessment project, and by implication this report, focuses on the impacts of climate change on human settlements in the Western Port region of Victoria.

A description of the region and a rationale for selecting it for this study are provided in the following chapter.

Because the focus of the study is on **human settlements**, some issues and localities within the region are examined only in passing or not at all. They include:

- national parks, reserves and other natural areas (except where they fall within the boundaries of the region's settlements or are otherwise strongly pertinent to the local communities);
- biodiversity; and
- farmland and primary industries.

A major focus of this project is on building the capacity of **local governments** to respond to the impacts of climate change. For that reason, particular emphasis in the report is given to assessing the impacts of climate change on people, infrastructure and resources for which local councils have some planning, management or service responsibility, although other infrastructure and resources important to the well-being and effective functioning of local communities are also examined.

Climate change impacts considered in this report are based on climate change projections for **2030 and 2070**. These timeframes have been selected because:

- they are consistent with the long term strategic planning horizons of most organisations (2030) or the life expectancy of major infrastructure and assets (2070);
- they are the most commonly used periods for Australian climate change projections (e.g. CSIRO 2007).

#### Box 1.1. Guidance for Using This Report

#### A. Structure of This Report

This report presents the findings of Phase 2 of the Western Port Climate Change Integrated Assessment project. Infrastructure, social and economic impacts of climate change are assessed and presented in two different formats. The main body of the report examines and presents the impacts of climate change in terms of key biophysical variables - storm surge, flooding, wildfires, etc. It is structured as follows:

- Chapter 2 provides a profile of the Western Port region its people, economy, infrastructure
  and local governance and discusses, in broad terms, how the region is exposed to
  projected climate changes.
- Chapter 3 examines the impacts of coastal inundation associated with sea level rise and storm surge. It identifies the localities, people and infrastructure exposed to future temporary or permanent inundation and discusses the potential economic, financial and social implications of those exposures.
- Chapter 4 examines the impacts associated with intense rainfall and inland flooding. As in Chapter 3, it identifies the localities, people and infrastructure exposed to future flooding and flash flooding and discusses the potential economic, financial and social implications of those exposures.
- Chapter 5 examines the impacts associated with wildfires. Again, the localities, people and
  infrastructure exposed to wildfires are identified and the potential economic, financial and
  social implications of the exposures are discussed.
- Chapter 6 examines the impacts associated with projected changes to extreme temperatures. Because exposure to these variables cannot be differentiated by location, examination of associated impacts principally takes the form of qualitative discussions of economic and social issues.
- Chapter 7 examines the impacts associated with projected changes to average rainfall, focussing in particular on water supply and demand.
- Finally, in Chapter 8 the findings detailed in the earlier chapters are pulled together to
  present a summary of municipalities, people and infrastructure in the Western Port Region
  most vulnerable to the impacts of climate change. Policy and planning issues relevant to the
  impacts are then discussed.

In addition to the main report, a series of appendices are used to present regional impacts of climate change in an alternative format – in terms of the infrastructure, social and economic impacts of climate change for each of the five local government areas (LGAs) in the region. Most of the information in the appendices is taken from the main body of the report but in some cases discussion has been enhanced with data specific to each LGA.

#### B. Approaches to Spatial Analysis of Climate Exposure

In the assessment of the potential impacts of climate change, this report relies upon the analysis of the spatial distribution of climate hazards (both present and future) and their overlap with assets and infrastructure of regional value. At present, there is already a risk associated with climate variability such as storm surges, flooding and drought, bushfire or extreme heat. While climate change is anticipated to exacerbate or enhance such events and their downstream consequences, this enhanced risk may occur in a range of different ways:

- Increase in the frequency/duration of an event or impact climate hazards and impacts occur more frequently or persist for a longer period of time than would normally be expected based upon historical climate conditions.
- Increase in the intensity or magnitude of an event or impact climate hazards and impacts are more severe than would normally be expected based upon historical climate conditions.
- Change in the spatial distribution of an event or impact climate hazards and impacts
  arise in or expand into areas that would normally not be exposed based upon historical
  climate conditions.

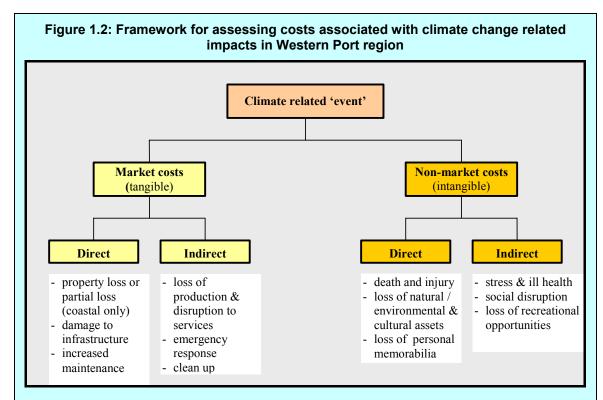
Quite often, projected consequences of climate change demonstrate a combination of the above characteristics. For example, sea-level rise is likely to cause storm surges to be higher (i.e., more intense), leading to shorter return intervals for a given surge height (i.e., more frequent), and are likely to penetrate further inland (i.e., changing spatial distribution). In assessing potential impacts of climate change to the Western Port region, different characteristics were examined based upon the impact under consideration (Table 1.1), and the information available. This has important implications for this report. In particular, for those impacts where the spatial distribution of exposure was assumed to remain the same into the future, it is difficult to quantitatively estimate how impacts may change over time. Instead, the assessment is restricted to estimates of infrastructure and assets currently exposed with the assumption that damages will rise in the future due to greater frequency or intensity of events and/or greater number of assets in harm's way.

Table 1.1: Descriptions of various ways in which climate change impacts were quantified in this report.

Biophysical Impact	Criteria for Socio-economic Impact Assessment
Sea-level Rise/Storm Surge (Chapter 3)	Increase in the spatial distribution of storm-surge inundation in response to future sea-level rise. Increase in frequency of storm-surge inundation within existing areas subject to inundation.
Flooding (Chapter 4)	Increase in the intensity of extreme rainfall within existing land areas subject to inundation.
Bushfire (Chapter 5)	Increase in the frequency and intensity of bushfire events within existing bushfire prone areas.
Extreme Temperatures (Chapter 6)	Increase in the frequency and intensity of extreme heat events.
Average Rainfall (Chapter 7)	Reduction in the magnitude of annual rainfall and water availability.

#### C. Methods for Estimating Socio-Economic Costs

An economic framework is often employed to calculate costs arising from natural disasters (Handmer, 2003; Middlemann, 2007). The framework, outlined in Figure 1.2, categorises the costs of natural hazards into market (tangible) and non-market (intangible) costs. These costs are described in turn in terms of direct and indirect costs. Direct costs are the consequence of the initial disaster event and will be felt immediately, for example, through the damage or destruction of infrastructure (market costs) or the loss of life (non-market costs). Examples of indirect losses are disruption to regional economic activity as a result of the disaster (market) or the inconvenience and stress imposed on people (non-market).



Source: After BTRE (2000); Queensland Government (2002)

This framework is used to describe the potential economic, social and environmental costs associated with impacts of climate change in the Western Port region. It is important to note though, that we have not attempted to fully quantify the potential costs of climate change in the region, either in monetary terms or using other metrics. Rather, we have sought to provide sufficient information, some quantitative and some qualitative, to give an indication of the relative significance of different climate events for different variables, in different areas in the region.

In examining costs, consideration also needs to be given to distributional issues, noting that some groups in the community are likely to be particularly vulnerable to coastal inundation or other impacts of climate change. Distributional issues are discussed in Chapter 8.

#### D. Data Gaps and Limitations of the Assessment

In using this report it is important to be mindful of a range of uncertainties and limitations associated with the various analyses of exposure and impacts. Failure to do so may cause one to over-estimate the precision of the analyses. Some general caveats regarding limitations are presented below, but more specific discussions accompany a number of the chapters.

• Uncertainty Regarding Future States – While tools such as climate models are powerful devices for informing our understanding about future changes in the climate system, it is difficult to validate how well a climate model simulates future conditions. The models used in this report have been evaluated for how well they perform in reproducing the historical and current Australian climate (see CSIRO and BOM, 2007), with different models generating different results, particularly for variables such as rainfall. The biophysical reports generated for this project explore this uncertainty, but many of the projections of exposure and impacts are based upon a limited set of scenarios about the future. While there is confidence in general trends (such as warming temperatures and sea-level rise), the absolute magnitudes are uncertain. Such uncertainties also extend to aspects of the

region's demographics and economic conditions. There is confidence regarding future increases in regional population, wealth and development, but the locations of specific structures and assets or their market value at a future time cannot be known with certainty.

- Challenges in Linking Climate to Impacts While this report reviews some of the literature regarding the relationship among climate change and various key impacts, in generating estimates, the report largely relies upon an assessment of exposed assets. Yet exposure to natural hazards is only part of the story. Where possible, this report provides some indicative estimates that illustrate possible flood damages to buildings or mortality from extreme heat events based upon some simple assumptions regarding how exposure relates to outcomes. However, more detailed and robust modelling tools developed for application to specific locations and/or sectors are necessary for generating more comprehensive and rigorous estimates of current and future climate consequences. Nevertheless, the estimates provided in this report provide some valuable insight into the potential scope of climate change challenges.
- Data Quality and Availability Limitations in the availability of data, the scale at which it
  was collected and its quality can pose significant challenges for environmental
  assessments. Data gaps may arise from a range of sources including,
  - constraints on data ownership and sharing;
  - lack of a systematic monitoring and collection system;
  - technological limits on the quality and accuracy of data collection tools and methods (see also Box 3 in Chapter 3);
  - challenges in estimating future conditions (see above); and
  - complete lack of data or knowledge about a particular system or its behaviour.

Addressing such challenges often requires changing the scope or nature of the assessment, additional investments of financial resources and time, or iterative assessment methods that enable analyses and results to be updated as new information becomes available.

#### 1.2.2. Overview of Integrated Assessment Approach

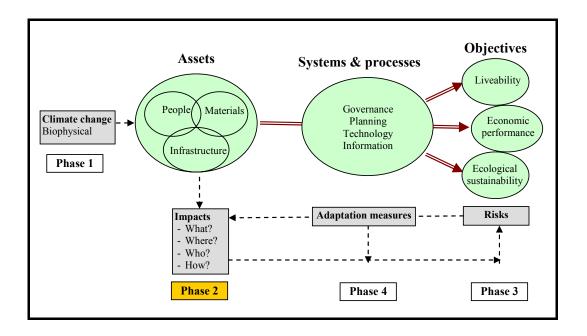
The 'urban metabolism model' used in national State of the Environment (SoE) reporting provides a useful conceptual framework for the four project phases outlined above.

The urban metabolism model (Figure 1.3) is a systems-based model that examines human settlements in terms of three major elements (Newton, 2001):

- assets (including people, infrastructure and resources);
- systems and processes (such as governance, planning, technology and information flows); and
- community objectives and outcomes (which are often viewed in terms of liveability, economic performance and sustainability the so-called 'triple bottom line').

These components are dynamically linked; that is, they are constantly evolving and are based on an understanding that changes to one element will have implications for the other elements.

Figure 1.3: Phases of the project using the urban metabolism model as a conceptual framework



When an external 'pressure' (such as climate change) poses threats to a settlement, it is anticipated that decision makers will seek to mitigate those threats that they perceive could significantly impact on community economic, social and environmental objectives. They will do this through measures directed at the settlement's systems and processes. They will also wish to capture any opportunities created by the external pressure.

With respect to climate change, before the community can implement response (adaptation) measures, it first needs to understand:

- the nature of the pressures posed by climate change (Project Phase 1);
- how the pressures might translate into impacts on a settlement's people, infrastructure and resources (Project Phase 2);
- how those impacts, in turn, pose risks to community objectives (Project Phase 3); and
- how different management alternatives can mitigate risks and the associated costs and benefits of their implementation (Project Phase 4).

#### 1.2.3. Overview of the impacts assessment framework

Vulnerability assessment of natural and human systems to the impacts of climate change is now a major aspect of climate change research.

As noted by Füssel (2007), the term 'vulnerability' can be used in many different ways. In the context of climate change though, a widely accepted definition is provided by the Intergovernmental Panel on Climate Change (IPCC, 2007, p.22). Vulnerability is:

"...the degree to which a system is susceptible to, or unable to cope with, adverse effects of climate change, including climate variability and extremes. Vulnerability is a function of the character, magnitude, and rate of climate change and variation to which a system is exposed, its sensitivity, and its adaptive capacity."

Work of the IPCC over the past 15 to 20 years, including its most recent assessment (IPCC, 2007), has been directed at the international sphere, focussing on climate change impacts and vulnerable systems at the global level. In recent years there have also been studies directed at the national sphere, examining vulnerable sectors, systems and regions in Australia (e.g., Allen Consulting, 2005). The *Western Port Climate Change Integrated Assessment* is directed at the local sphere. Thus, it aims to drill down deeper than internationally and nationally focussed studies, by examining the potential impacts of climate change to local people, infrastructure and resources and addressing such questions as:

- Which people, infrastructure and resources are exposed to different climate change impacts?
- Where are they located?
- How and to what extent are they sensitive to the impacts?

To answer these questions, we need to consider biophysical factors affecting exposure of local communities to climate change, both external and internal, as well as socio-economic factors affecting the sensitivity of local communities to the impacts to which they may be exposed. By considering all of these factors together, the study is aiming to provide an 'integrated' approach to vulnerability assessment (see Table 1.2).

Table 1.2: Vulnerability of local communities to climate change impacts: examples of factors considered in an integrated assessment

	Domain				
Sphere	Socio-economic	Biophysical			
Local	Household income Age Access to information	Topography Land use and cover Environmental conditions			
Regional/national/global	Institutional capacity (e.g. financial) Population distribution/growth Economic conditions	Average temperature & rainfall Extreme temperature & rainfall Sea level rise Storms Wildfire			
Source: After Füssel (2007)					

#### 2. PROFILE OF THE WESTERN PORT REGION

#### **Chapter Summary**

- The Western Port region has a coastal climate with relatively mild temperatures and high rainfall compared to other parts of Victoria.
- Nevertheless, temperatures in the Western Port region are projected to increase by up to 1°C by 2030 and 3.5°C by 2070, while average rainfall is projected to decline by up to 8% in 2030 and 23% in 2070.
- Sea levels in the region have been rising at approximately 1 mm/year since the early 1990s, and various studies suggest global sea-level rise by the end of the 21<sup>st</sup> century of 17 to 140 cm.
- The Western Port region is comprised of a diverse economy and demography, consisting of key residential hubs for metropolitan Melbourne as well as thriving business and industrial sectors.
- The region's population is projected to grow by approximately 45% by 2031, presenting many opportunities for economic expansion and diversification, but also increasing the exposure of people, buildings and infrastructure to climate variability and change.

#### 2.1. The Western Port Region

The geographic focus of this report, and of the project more generally, is the Western Port region of Victoria.

The region covers the local government areas of Bass Coast, Casey, Cardinia, Frankston and Mornington Peninsula Shire. It includes Western Port Bay, as well as the south eastern section of Port Phillip Bay from Seaford and Frankston through to Point Nepean (see Figure 2.4).

There are a number of features of the Western Port region that make it well suited to a study of the impacts of climate change on human settlements:

- it has a large and growing population, containing one of Melbourne's major urban growth corridors as well as coastal settlements and rural settlements;
- it is a demographically diverse region with considerable differences in population age and structure from locality to locality;
- a number of key implications of climate change are pertinent to the region including coastal and inland flooding, bushfires and drought; and
- preliminary work on climate change impacts and community responses has already has been undertaken in the region through a scoping study completed in 2005-06 for the WPGA.<sup>3</sup>

Final Report Page 11

-

<sup>&</sup>lt;sup>3</sup> For details see http://www.wpga.org.au/

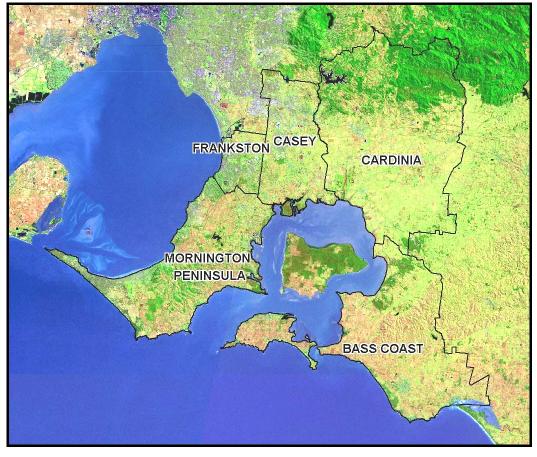


Figure 2.4: The Western Port region

Source: Map courtesy of Melbourne Water, Landsat 2001 - Copyright: Commonwealth of Australia 2001

#### 2.2. The Regional Climate

The Western Port region has a mild coastal temperature climate, characterised by moderate temperatures in both summer and winter, with relatively few instances of frost or extreme heat. For example, average January maximum temperatures at Mornington and Wonthaggi average 25°C and 24°C, respectively. Meanwhile, average July maximum temperatures are 13°C and 14°C, respectively.

Rainfall in the region has historically been relatively high by Australian standards, ranging from 736 to 936 mm/year between Mornington and Wonthaggi. The majority of rainfall occurs in the winter, with rainfall totals in July, for example, averaging twice those for January. The difference in rainfall between wet and dry years can be substantial. For instance, Mornington experienced its highest annual total rainfall of 1,164 mm in 1870 compared with its lowest of just 434 mm in 2002. On a daily basis, Mornington's record wet day occurred on 28 March 1902 with 166 mm, while Wonthaggi recorded 117.5 mm on 3 February, 2005 (Table 2.3).

#### 2.2.1. Drivers of variability and extreme events

Despite its relatively mild climate, the Western Port region does experience a variety of climate extremes including heat waves, extreme rainfall and storm surge events (Table 2.3).

Table 2.3: Extreme temperature statistics for Western Port

Variable	Cranbourne	Mornington	Wonthaggi						
Cold Weather Extremes									
Average # Days<0°C Coldest Day on Record	0.5 -2.5°C (13 September, 1996)	0.4 -1.2°C (4 July, 1963)	1.5 -2.2°C (1 July, 1971)						
	Warm Weather Extremes								
Average # Days>30°C	23.2	19.8	17.9						
Average # Days>35°C	5.9	3.5	4.1						
Average #Days>40°C	0.4	0.2	0.3						
Warmest Day on Record	43.6°C (25 January, 2003)	41.6°C (21 January, 1973)	43°C (24 January, 1982)						
Source: Bureau o	Source: Bureau of Meteorology ( <a href="http://www.bom.gov.au/climate/averages">http://www.bom.gov.au/climate/averages</a> )								

The underlying causes of extreme temperature and rainfall events in the Western Port region are varied and depend upon the variable and time-scale under consideration. Temperature extremes are often associated with advection of warm and/or cold air from the continental interior. For example, extreme heat events during summer in southern Victoria are often caused by the advection of warm air masses from the north, hence the common association of extreme heat days and high fire risk with northerly winds. This input of warm dry air into the region exacerbates the direct radiative warming from the sun.

During winter, the movement of cold air masses from the interior can also contribute to cold events and frosts. Due to their large heat capacity, oceans tend to make winter temperatures milder, but changing wind directions that bring air out of the north rather than off Bass Strait can reduce regional temperatures. In addition, an important factor contributing to cold temperatures and frost is cloud cover. Under clear skies, land surfaces radiate significant heat to space, and thus clear winter nights, when temperatures are at a minimum, are particularly susceptible to frost events.

Extremes of rainfall are commonly associated with a different array of drivers. Over hourly to daily time-scales, high rainfall extremes are typically associated with synoptic weather patterns in southeast Australia. For example, Abbs et al. (2006) identified eight synoptic weather types that collectively accounted for 80% of extreme summer rainfall events in southeast Australia. These were characterised by a strong trough or cut off low at the surface that acts to transport warm moist air from the tropics into the region or a surface low accompanied by a mid-latitude trough and strong upper level jet. Such a low-pressure system was responsible for the February, 2005 extreme rainfall event over

southern Victoria (Box 2.2). Those synoptic weather patterns can also contribute to temperature variability (Box 2.2) and storm surges in the Western Port region (McInnes et al., 2008).

Over longer time-scales, inter-annual patterns of rainfall variability are driven by oceanic/atmospheric phenomena such as the oscillating El Niño/La Niña modes of the El Niño Southern Oscillation (ENSO). Seasonal rainfall in eastern Australia is highly influenced by ENSO, with below-average rainfall during El Niño phases and above average rainfall during La Niña phases. Drought conditions, in particular, are highly correlated with El Niño events. However, rainfall patterns along the southern coast of Victoria are less strongly influenced by ENSO than the continent's east coast.

#### Box 2.2: Extreme Rainfall in Southern Victoria, 2–3 February 2005

An intense low-pressure system brought extreme rainfall to southern Victoria in February of 2005. The event made February 2005 Victoria's wettest February since 1973 and the 7<sup>th</sup> wettest in the last 106 years. The cold air associated with this system also assisted in the month of February in Victoria being its coolest since 1954. Many rainfall and temperature records were broken, including the daily rainfall record for Wonthaggi in Western Port. In Melbourne, there was a combined total rainfall of 138mm for the event, the majority of which fell on the 2<sup>nd</sup> with the remainder occurring the following day. To put this rainfall event in perspective, the 138 mm of rain recorded in Melbourne represents 21% of the average yearly rainfall of 653 mm.

Source: http://www.bom.gov.au/announcements/sevwx/vic/2005feb/index.shtml

Rainfall also varies over decadal time-scales. Such decadal variability often manifests as a prolonged shift in the seasonal rainfall patterns. The most significant decadal mode of variability is linked to ocean-atmospheric phenomena such as the Interdecadal Pacific Oscillation (IPO; Power et al., 1999). The IPO influences ENSO behaviour and, subsequently seasonal rainfall. In addition, drought and flood-dominated periods lasting several decades or more have been observed in Australia (Warner, 1987, Vivès and Jones, 2005). Statistically significant shifts from drought to flood-dominated periods have been detected in Australian rainfall records in Eastern Australia in 1946–8 and 1972 and from flood to drought-dominated periods in eastern Australia in 1895 (Vivès and Jones 2005; Li et al. 2005). Such patterns of climate variability should be taken into consideration when attempting to understand baseline climate conditions in Western Port as well as future implications of climate change.

#### 2.3. Climate Change and the Western Port Region

#### 2.3.1. Global climate change

Over the past few centuries, the rate at which human beings have altered the Earth system and the various ecosystems and landscapes of which it is comprised has grown exponentially.

Species extinctions, deforestation, urbanisation and other changes to the landscape, along with the release of toxic substances to sea, land and air have all been associated with rapid increases in the global population and economic activity (Steffen et al., 2004).

Within the past several decades, it has become clear that the progressive growth of the human influence on the planet is now affecting the climate system itself.

The source of this climatic change lies in the historical dependence of human beings upon fossil fuels as the primary source of the energy driving global commerce and mobility. To date, human consumption of fossil fuels has grown in step with the global population and economy, and the unintentional side-effect of their combustion has been a significant change in the composition of the Earth's atmosphere. The atmosphere has multiple components, several of which are naturally-occurring gases referred to as 'greenhouse gases,' due to their ability to trap heat. The primary greenhouse gas is water vapour, but others such as carbon dioxide (CO<sub>2</sub>), methane (CH<sub>4</sub>), and nitrous oxide (N<sub>2</sub>O), are also important. Energy from the sun passes through the atmosphere and warms the surface of the planet (Figure 2.5). While most of this heat is simply radiated back into space, some is trapped by greenhouse gases. This has a warming effect on the atmosphere and ultimately keeps the planet at an average annual temperature of approximately 15°C. Without this process, the global average surface temperature would be closer to -18°C.

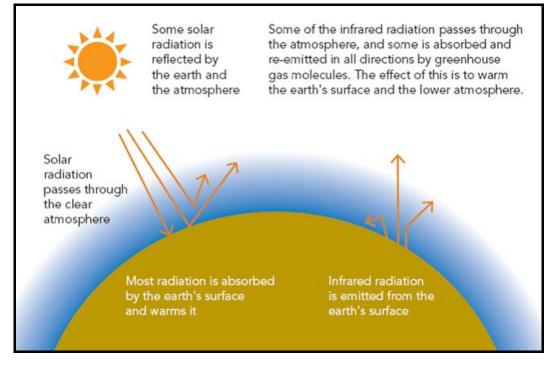


Figure 2.5: The Greenhouse Effect

Source: State of Victoria (2004)

Centuries of human combustion of fossil fuels, along with land-clearing, have increased the flow of greenhouse gases to the atmosphere, increasing their concentration and subsequently magnifying the natural greenhouse effect. Carbon dioxide levels have increased by approximately 36% relative to their concentrations prior to the industrial revolution. At the end of 2007, the average atmospheric CO<sub>2</sub> concentration was 383 parts per million (ppm; NOAA, 2007) – higher than at any point over at least the past 650,000 years (Siegenthaler et al., 2005). Meanwhile, other greenhouse gases such as N<sub>2</sub>O and CH<sub>4</sub> have increased by 17% and 151%, respectively (Spahni et al., 2005).

The net effect of these changes to the atmosphere has been a warming of the planet. Since the mid-19<sup>th</sup> century, the average temperature at the Earth's surface has increased by approximately 0.7°C (IPCC, 2007a - Figure 2.6), and according to the Intergovernmental Panel on Climate Change, this warming is "very likely due to the combined influences of greenhouse gas increases and stratospheric ozone depletion (IPCC, 2007a)." Such warming has also contributed to an acceleration of global sea-level rise, which currently stands at approximately 0.3 mm/year (IPCC, 2007a).

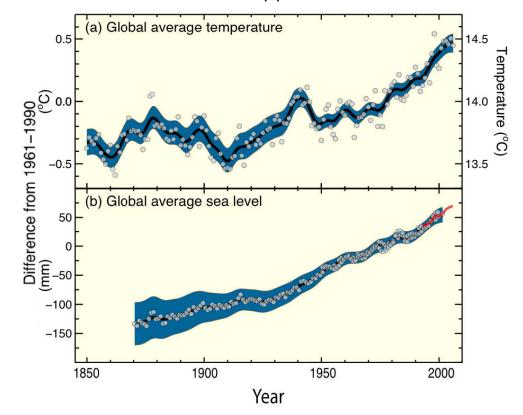


Figure 2.6: Observed global trends in average surface air temperatures (a) and sea level (b) since 1850

Source: IPCC (2007a)

The long-term trend of increasing average temperatures has been accompanied by changes in extreme temperature events, including a reduction in cold days and frosts and an increase in hot days, nights and heatwaves (IPCC, 2007). However, changes in the global climate extend beyond simple increases in temperatures. Global warming has been accompanied by changes in precipitation and evaporation, strengthening of mid-latitude winds, more intense droughts as well as increased heavy rainfall events. Most recently, there has been some evidence for an increase in tropical cyclone activity in the North Atlantic since 1970.

Additional warming is projected over the 21<sup>st</sup> century and beyond in response to continued emissions of greenhouse gases. The IPCC (2007a) has estimated a "likely" range of 21<sup>st</sup> century increase in average global temperature of 1.1°C to 6.4°C. Over the next twenty years, such warming is expected to proceed at a rate of approximately 0.2°C per decade. Similarly, sea levels are also projected to increase in the future due to a combination of thermal expansion and melting of ice sheets (Table 2.4).

Table 2.4: Recent estimates of global sea-level rise (SLR) by the end of the 21<sup>st</sup> century

Study	SLR	Notes
Modelling Studies		
IPCC (2001)	9–88 cm	Accounts for thermal expansion, glacier and ice sheet mass balance and dynamical processes.
IPCC (2007a,b)	18–59 cm	Accounts for thermal expansion only – no accounting for dynamical ice sheet discharge.
IPCC (2007b; with dynamical ice sheet discharge)	18–76 cm	Same as above but with 0 to 17cm added to account for dynamical ice sheet discharge (from IPCC, 2007).
Empirical/Observational Ap	proaches	
Rahmstorf (2006)	50–140 cm	Assumes rates of sea-level rise are proportional to changes in global mean temperature. Extrapolates future SLR from IPCC scenarios for future temperature changes.
Church and White (2006)	28–34 cm	Extrapolated from recent trends in sealevel rise acceleration. Range is consistent with median estimates from IPCC (2001) and (2007).
Hybrid Approaches		
IPCC (2007b); Meier et al (2007)	23–140 cm	Combines IPCC (2007) estimates of thermal expansion for 2090 to 2099 with projections of ice sheet and glacier contributions by 2100 from Meier et al. (2007) that include acceleration from dynamical instability based upon observed trends.
Paleoclimatic Analogy		
Hansen et al. (2006)	Up to 60 cm per decade (600 cm per century) post-2100	Paleoclimatic evidence indicates that sea-levels were 25 metres higher when global temperatures were 2 to 3°C warmer. Further, dynamical ice sheet processes can lead to rapid disintegration of ice sheets and rapid rates of sea-level rise. The timing of these processes is speculative, but such rapid rates are probably not relevant over this century.

Although there is significant uncertainty regarding the rate and magnitude of future sealevel rise, due in large part to uncertainties regarding the dynamics of ice sheets in a warming climate, a rise of one metre by the end of the century is well within the uncertainty range.

#### 2.3.2. Regional trends in temperature, rainfall and sea-level rise

The changes in the climate system that have been observed at the global level have manifested in Australia and are readily observed at the scale of the Western Port region (CSIRO and BOM, 2007).

An examination of long-term temperature anomalies for Victoria (Figure 2.7) shows a trend toward increasing temperatures similar to that observed at the global scale. The spatial distribution of this trend varies throughout the State, with temperatures in Western Port rising on average by approximately 0.05°C to 0.15°C per decade since 1970. Warming has been greater in the LGAs forming the eastern border of Port Phillip Bay and the Mornington Peninsula.

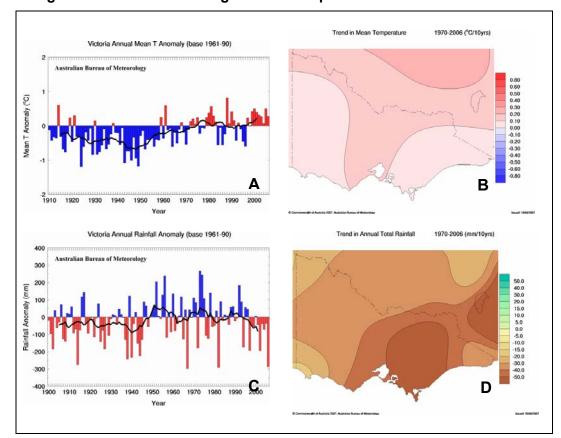


Figure 2.7: Trends in average annual temperature and rainfall in Victoria

A) Average annual Victorian temperature anomalies over the 20<sup>th</sup> century relative to average temperatures for a baseline period (1961-1990). Blue columns represent years of below average temperatures while red columns represent above average temperatures. B) Spatial pattern of Victorian warming trends since 1970. C) Average annual Victorian rainfall anomalies over the 20<sup>th</sup> century relative to average rainfall for a baseline period (1961-1990). Blue columns represent above average rainfall while red columns indicate below average rainfall. D) Spatial pattern of rainfall trends since 1970.

Source: Bureau of Meteorology

Whereas temperatures in Victoria have been trending upward throughout most of the past century, rainfall has been more dynamic (Figure 2.7). The first half of the 20<sup>th</sup> century was relatively dry, with annual rainfall often below the 1961–1990 baseline. This was followed by decades of wetter conditions, with generally above average rainfall from approximately 1950 to 1990. Since the early 1990s, however, the trend in rainfall has

been steeply downward. Spatially the Western Port region of Victoria has experienced a larger decline in rainfall since 1970 than other areas, on the order of 50 mm per decade, with slightly lower rate of decrease at the southern end of the Mornington Peninsula.

Sea levels in the Western Port region are also on the rise. Sea levels along the Victoria coastline are directly impacted by global changes. For example, global sea level increased from 1936 to 2001 at a rate of 1.84 mm/year and that rate is accelerating with each passing year at approximately 0.017 mm/year (Church and White, 2006). Locally, sea level changes may vary significantly from the global mean, particularly over relatively short time-scales, due to the effects of tidal variations, changes in mean sea level pressure and ENSO. However, observations from Victoria since the early 1990s reflect trends similar but slightly lower than the global average (Table 2.5), though these trends are based upon a much shorter time sequence. This is particularly the case for the Stony Point tide gauge, which is located within the Western Port region.

Table 2.5: Sea-level trends along the Victorian coastline

Location (Installation Date) <sup>a</sup>	Annual Rate of Sea-Level Rise (mm/year)						
Lorne (1993)	1.5						
Stony Point (1993)	0.9						
Burnie (1992)	1.8						
<sup>a</sup> Installation date refers to the year in which the tide gauge was installed at the location.  Source: National Tidal Centre (2007)							

### 2.3.3. Future climate changes in Western Port: key findings from the biophysical projections reports

Significant changes in the climate of the Western Port region are projected over the next 25 years, with even larger changes likely in subsequent decades (Table 2.6).

These changes include long-term increases in average annual temperature and changes in average seasonal and annual rainfall (Table 2.6; Macadam et al., 2008). Although such increases in average conditions will have implications for housing and infrastructure in the Western Port region, changes in extreme events are likely to pose a greater adaptation challenge (Abbs et al., 2008; Macadam et al. 2008; McInnes et al., 2008).

Table 2.6: Summary of climate projections for the Western Port region

Olimente Vandalde	20	30	2070		
Climate Variable	Low <sup>a</sup>	High	Low <sup>a</sup>	High	
Average daily temperatures (°C)	+0.5	+1.1	+0.9	+3.5	
Average annual rainfall totals (%)	-8.0	0.0	-23.0	+0.0	
Average relative humidity (%)	-1.0	-0.1	-1.7	-0.2	
Average solar radiation (%)	0.2	+1.7	+0.3	+5.3	
Average daily wind-speeds (%)	-1.0	+3.0	-5.0	+10.0	
Sea-level rise (cm)	+6	+17	+15	+49	

<sup>&</sup>lt;sup>a</sup> Low and high represent minimum and maximum seasonal changes from two different climate models and a range of assumptions about future greenhouse gas emissions and climate sensitivity.

Source: Macadam et al. (2008) and McInnes et al. (2008)

For example, projections of the annual average number of hot days (e.g., days with maximum temperatures above 30, 35 or 40°C) and hot spells are projected to increase in Melbourne. Such higher temperatures in conjunction with changes in rainfall patterns are also projected to increase the risk of weather conditions conducive to bushfire (Macadam et al., 2008).

The projected changes in extreme climate conditions extend to extreme rainfall. Extreme rainfall events of relatively short duration are projected to increase throughout the Western Port region by 2030, yet events of longer duration either decrease or increase depending on location (Abbs et al., 2008). Changes in extreme rainfall by 2030 are generally within  $\pm 50\%$ . By 2070, extreme rainfall events increase regardless of the time duration under consideration, particularly in the Mornington Peninsula Shire, Phillip Island, and the coast to the east of Western Port Bay. These increases are quite substantial, particularly for short duration (i.e., 2 hour) events, which increase in the Mornington Peninsula Shire by over 50%.

Meanwhile, increases in sea level will invariably increase storm surge levels in the Western Port region. Even after accounting for changes in synoptic weather and wind patterns, such changes in sea level are the dominant factor driving future storm surges. Based upon projections of future increases in global sea levels by the IPCC, storm surge heights increase by up to 17 cm by 2030 and 49 cm by 2070 (Table 2.6). Such increases may have the greatest implications in the east of Western Port Bay, where storm surge heights tend to be higher due to the effect of the build-up of water as a result of westerlies. However, the sandy beaches and tidal wetlands throughout the region are susceptible to temporary or permanent inundation and, particularly, erosion. Nevertheless, the implications of storm surge for regional settlements are ultimately dictated by the geomorphology of the coastline that is exposed to storm surge events as well as the type and density of development, infrastructure and assets that lie in harm's way.

#### 2.4. The Region's People

#### 2.4.1. Population distribution, age and growth

The Western Port region contains a large and vibrant community, comprising over over 550,000 residents in 2006.

The region's population is growing rapidly, the number of permanent residents having increased by more than 180,000 between 1991 and 2006. Over that period, regional population growth was three times the annual growth rate of the Melbourne metropolitan region and four times that of Victoria. All municipalities in Western Port experienced population growth greater than the Victorian average. In the coastal communities of Bass Coast, Frankston and Mornington Peninsula Shire, the 'sea change' effect has helped fuel population growth, especially of retirees. But growth has been particularly rapid in the southeast metropolitan growth corridor through Casey and around Pakenham in Cardinia. In Casey, the population grew by more than 90% between 1991 and 2006. Casey's annual population growth rate over the period, at 4.4%, made it one of the fastest growing municipalities in Australia (Figure 2.8, Table 2.7). Population growth is expected to continue apace, with the region's population projected to grow by a further 240,000 in the 25 years from 2006, reaching almost 800,000 people by 2031. This represents growth of 45%, nearly double the projected growth rate for Victoria. The majority of population growth is expected to occur in the corridor through Cardinia (81,000 - 142% growth) and Casey (86,000 - 40% growth), although significant growth is also projected for coastal localities in Bass Coast (19,000 – 71% growth) and Mornington Peninsula Shire (43,000 - 31% growth) (Figure 2.8).

350,000 250,000 200,000 150,000 50,000 Bass Coast Cardinia Casey Frankston Mornington Peninsula

Figure 2.8: Population growth in the Western Port region by LGA, 1991-2031

Sources: ABS (2007); Department of Planning and Community Development (2007)

Table 2.7: Social characteristics of the Western Port region, 2006\*

Feature	Unit	Bass Coast	Cardinia	Casey	Frankston	Mornington Peninsula	Western Port Region	Melbourne SD	Victoria
Population (usual place of residence)	no.	26,548	57,115	214,960	117,801	136,482	552,906	3,592,591	4,932,422
Population density	persons/km²	31	45	524	906	189	162	467	22
Median Age	no.	46	35	32	36	42	36	36	37
Aged 0 - 4 years	%	5	8	8	6	6	7	6	6
Aged 5 - 14 years	%	12	17	17	14	13	15	13	13
Aged 15 - 24 years	%	9	13	14	13	12	13	14	14
Aged 25 - 54 years	%	35	42	45	42	37	42	44	43
Aged 55 - 64 years	%	15	10	9	11	13	11	10	11
Aged 65 years and over	%	23	10	8	13	20	13	13	14
Population (1991)	no.	19,190	37,320	112,095	99,350	103,451	371,406	3,155,576	4,420,373
Population growth (1991-2006)	%	38	53	92	19	32	49	14	12
Population growth rate (1991-2006)	% (av. annual)	2.2	2.9	4.4	1.1	1.9	2.7	0.9	0.7
Number of dwellings (total)	no.	21,479	21,027	74,928	48,949	77,852	244,235	1,471,155	2,085,113
Dwellings unoccupied (census night)	%	48	6	5	7	32	18	8	10
Building approvals (2006-07)	no.	580	1,028	2,395	1,018	1,366	6,387	27,280	37,919
Median weekly household income	\$	636	1,078	1,097	956	914	989	1,079	1,022
Unemployment rate	%	6.1	4.2	5.3	6.0	4.7	5.2	5.3	5.4
Population on income support	%	30.6	14.9	16.1	23.1	23.9	20.1	21.2	22.6
Occupied dwellings fully owned	%	44.3	28.4	23.5	27.8	38.0	29.9	33.1	34.7
Occupied dwellings rented	%	20.8	17.2	17.5	23.8	18.3	19.3	24.5	23.9
Average household wealth (2001)	\$'000	202	346	385	300	306	331	419	360
Lone person households	%	31.4	18.0	16.0	25.9	25.9	21.9	22.6	23.3
Access to support from family/friends/neighbours**	%	94.6	94.1	92.8	93.8	94.4		92.4	
Access to funds (\$2000) in an emergency**	%	75.0	75.1	68.1	74.4	77.2	·-	68.9	
Population over 15 obtaining year 12									
or equivalent	%	29.1	33.8	39.9	35.7	36.7	37.0	48.5	44.0
Households with internet access	%	46	33	31	37	37	35	41	40

Sources: ABS (2007); Department for Victorian Communities (2007)

<sup>\*</sup> Data is for 2006 unless otherwise stated. \*\* Based on limited survey sample.

A breakdown of the Western Port region's current population by age grouping reveals a similar age profile to Victoria's population as a whole. However, the regional profile hides significant intraregional differences, with the rapidly growing urban fringe areas of Cardinia and Casey having proportionally high numbers of children (0–4 and 5–14 years of age). Conversely, coastal communities in Bass Coast and Mornington Peninsula have a relatively high proportion of elderly citizens (65 years and over) compared to other parts of the region and to Melbourne and Victoria as a whole (Table 2.7).

A rapidly growing population presents significant challenges for the provision of infrastructure and services. For example, in 2006–2007 the number of housing approvals in the region totalled more than 6,400, 17% of all new housing approvals in Victoria (Table 2.7). The new housing comes with a commensurate level of demand for utility services – electricity, gas, water and telecommunications – as well as transport infrastructure and services. In the urban fringe areas of Casey and Cardinia, where young families comprise a significant proportion of the growing population, there are also increasing demands being placed on children's services – child care, education and maternal health. In the coastal communities of Frankston, Mornington Peninsula Shire and Bass Coast, the strong growth in the number of retirees creates demand for an additional range of services.

Population growth also contributes to significant environmental stresses. These include development pressures on sensitive ecosystems (especially wetlands and coastal ecosystems), resource consumption and the management of solid and water-borne wastes. These stresses present major planning challenges, especially in coastal areas.

Another feature of the region's population, not evident in official population figures, is its large part-time population (e.g. holiday home owners). This is evident in Bass Coast and Mornington Peninsula, with 48% and 32% of dwellings in the two shires respectively being unoccupied when official population data was collected in 2006 (Table 2.7). As well, the region experiences a substantial influx of visitors on an ongoing basis but especially in the summer months. Visitors include day trippers, overnight visitors and holiday-makers on extended stays. Phillip Island alone receives some 700,000 overnight visitors each year, each staying for an average of three nights and approximately one million day trippers (Tourism Victoria, 2006a). The Mornington Peninsula receives one million overnight visitors and more than three million day trippers each year (Tourism Victoria, 2006b). Tourists and part-time residents provide a substantial contribution to the region's economy, especially in Bass Coast and Mornington Peninsula Shire (see section 2.5), but also add to the infrastructure and environmental pressures discussed previously. They also impose particular challenges in the context of climate change impacts in coastal areas, a point discussed further in Chapter 3.

#### 2.4.2. Income, income distribution and other social characteristics

Incomes and wealth also vary considerably across Western Port – a characteristic that contributes to significant variability in the economic vulnerability of different areas to the effects of climate change.

In 2006, median household weekly income levels in the growth areas of Casey and Cardinia (\$1,078 and \$1,097, respectively) were similar to the Melbourne and Victorian medians (\$1,079 and \$1,022) but very low in Bass Coast (\$636) and moderately low in Frankston and Mornington Peninsula Shire (\$956 and \$914, respectively). The low median income in Bass Coast reflects in part the high proportion of people there on

income support, including those on pensions and unemployment benefits. Frankston also has a high proportion of people on income support. Similarly, average household wealth in Bass Coast was only \$202,000 in 2001, substantially below the Victorian average of \$360,000. Wealth levels in Frankston and Mornington Peninsula Shire were also well below the state average. Only in Casey (\$385,000) was the level of wealth above the Victorian average.

Unemployment in the Western Port region was lower than the Victorian average in 2006 – being particularly low in Cardinia – but higher than the State average in Bass Coast and Frankston. Another social characteristic worthy of note is level of educational attainment. The proportion of people who have obtained year 12 or equivalent or who have post school qualifications is lower than the state average in all municipalities in the region. Internet access and usage is also lower than the state average in all municipalities.

Overall therefore, the profile of the Bass Coast community is one of an older community who have relatively low incomes and wealth but also low levels of debt and good access to support groups and information. Mornington Peninsula Shire presents a similar, albeit less marked picture. On the other hand, Casey and to a lesser extent Cardinia, have younger populations with relatively high incomes (albeit with significant non-discretionary expenditure requirements, e.g. for house purchase) but with only moderate access to information and support. Frankston has an average aged community, who have lower than average incomes and wealth and a higher than average proportion of people on income support.

It is important to note that the general characteristics described above are not uniform throughout each municipality. Localised data (e.g. census collection district level) indicates that all municipalities have areas of high income and wealth and other areas of social disadvantage.

#### 2.5. The Regional Economy

#### 2.5.1. Overview

There were more than 55,000 private businesses registered in the Western Port region in 2004 (ABS 2004).

The overwhelming majority of these were small businesses. Approximately one third of businesses had a turnover of less than \$50,000 per annum in 2004<sup>4</sup> and two thirds had a turnover of less than \$100,000 per annum<sup>5</sup>. Property and business services and construction comprised more than 40% of all businesses in Western Port. The prominence of these types of businesses reflects the housing and construction boom in many parts of the region.

Recent economic data is not available for the Western Port region. However, earlier data estimates the total value of gross regional product (GRP) to have been about \$7.5 billion in 2001, equivalent to approximately \$9 billion in 2007 dollars. It is not possible to provide a detailed breakdown of GRP, but a breakdown of regional output shows that in 2001, the major regional industries (in terms of output value) were manufacturing,

<sup>&</sup>lt;sup>4</sup> Approximately \$55,000 in 2007 values.

<sup>&</sup>lt;sup>5</sup> Approximately \$110,000 in 2007 values.

wholesale and retail trading, construction and finance and business services (Table 2.8).<sup>6</sup> Education, health and community services was also a significant sector, notably in Frankston and Mornington Peninsula Shire, while tourism and hospitality was a significant sector in Bass Coast and Mornington Peninsula.

Table 2.8: Value of output and GRP, Western Port region 2001 (\$m)

Industry Output	Bass Coast	Cardinia	Casey	Frankston	Mornington Peninsula	
Agriculture, Forestry and Fishing	86.0	181.0	121.0	23.0	165.0	576.0
Construction	152.0	162.0	558.0	408.0	718.0	1,998.0
Education, Health & Community Services	69.0	109.0	316.0	443.0	410.0	1,347.0
Energy, Water & Telecommunications	36.0	55.0	90.0	70.0	93.0	344.0
Finance, Business & Professional Services	90.0	136.0	448.0	537.0	560.0	1,771.0
Public Administration & Safety	18.0	16.0	63.0	72.0	317.0	486.0
Manufacturing	251.0	358.0	842.0	887.0	1,131.0	3,469.0
Mining	7.0	8.0	3.0	4.0	8.0	30.0
Tourism, Hospitality & Recreation	91.0	67.0	196.0	175.0	330.0	859.0
Transport and Storage	29.0	75.0	208.0	109.0	137.0	558.0
Wholesale & Retail Trade	138.0	265.0	978.0	707.0	747.0	2,835.0
Total Output	967.0	1,432.0	3,823.0	3,435.0	4,616.0	14,273.0
Gross Regional Product (GRP)	452.1	714.9	1,960.6	1,787.7	2,554.4	7,469.7
Avg. GRP growth rate 1991 - 2001 (%)	4.2	4.7	2.4	2.3	3.1	2.9

Source: National Economics (2005)

#### 2.5.2. Employment

# Employment in the Western Port region varies significantly from that observed for Victoria as a whole.

For example, a breakdown of employment by industry (Table 2.9) reveals that in 2006, 49% of Western Port residents were employed in either the manufacturing (17%), wholesale and retail trade (21%), or construction sectors (11%), significantly higher percentages than in the same sectors across Victoria (39% in total). By contrast, proportionally fewer Western Port residents were employed in service sectors such as tourism and hospitality, education, health and community services, than in the same sectors across Victoria.

The Western Port data hides significant intra-regional differences. For example, the percentage of Casey residents employed in manufacturing is high relative to the State as a whole, but low in Bass Coast and Mornington Peninsula Shire. By contrast, the proportion of residents employed in tourism and hospitality is high in Bass Coast and quite high in Mornington Peninsula Shire.

<sup>&</sup>lt;sup>6</sup> Gross regional product measures total regional value added, which is the total value of outputs less input values.

Table 2.9: Employment of Western Port residents by industry, 2006 (%)

Industry	Bass Coast	Cardinia	Casey	Frankston	Mornington Peninsula	Western Port	Victoria
Agriculture, Forestry and Fishing	7.5	4.7	0.9	0.5	1.6	1.6	2.9
Construction	13.4	12.6	9.8	10.6	12.2	11.0	7.7
Education, Health & Community Services	19.2	15.5	13.4	17.2	19.8	16.2	18.6
Energy, Water & Telecommunications	2.2	2.5	2.6	2.6	2.0	2.4	3.2
Finance, Business & Professional Services	11.5	13.8	15.0	15.3	14.9	14.8	18.5
Public Administration & Safety	4.2	3.3	3.7	4.5	6.0	4.4	5.3
Manufacturing	7.1	16.0	21.0	16.9	11.9	16.9	13.0
Mining	0.4	0.4	0.2	0.2	0.3	0.2	0.3
Tourism, Hospitality & Recreation	12.3	5.9	5.7	6.5	8.4	6.8	7.6
Transport and Storage	3.1	5.6	6.0	4.7	3.4	4.9	4.7
Wholesale & Retail Trade	19.1	19.6	21.7	21.0	19.6	20.7	18.4
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0

**Source:** ABS (2007)

Employment data of the type presented in Table 2.9 is not necessarily a good indicator of the nature and strength of the local economy and employment base, since many Western Port residents work outside of the region. In other words, households in the region have a high dependency on other regions for income and employment (especially the adjoining LGAs of Dandenong, Kingston and Monash). Nevertheless, regional output data outlined in Table 2.8 confirms the importance of manufacturing, construction, wholesale and retail trade and finance and business services to the regional economy.

The relatively high dependence of the region on construction for employment and output is also worth noting given the tendency of the industry historically to be subject to 'boom and bust' cycles. That said, population growth projections (see Figure 2.8) suggest continued strong construction demand for the foreseeable future.

#### 2.5.3. Regional infrastructure

In general terms, the urban areas of the Western Port region can be characterised as being residential hubs, rather than industrial or commercial hubs.

Thus, it is not surprising to find that most of the value of the regions' infrastructure is tied up in housing. It is estimated that approximately 67% of the improved value of properties in the region are residential properties. Much of the remaining regional infrastructure has been built to service, either directly or indirectly, the region's 244,000 dwellings and the people who live in them.

These include:

Final Report Page 26

-

<sup>&</sup>lt;sup>7</sup> In 2001 for example, locally-based employment was an estimated 128,000 people (National Economics, 2005), equivalent to less than 50% of the workforce who were residing in the region. Local employment was particularly low in Casey, with only 34% of the municipality's workforce actually working there. This indicates that a substantial majority of Casey's workforce commutes to workplaces located outside of the municipality. In Bass Coast and Mornington Peninsula Shire, local employment was considerably greater, being about 70% and 63%, respectively, of the workforces of the two municipalities.

- local transport infrastructure (principally roads);
- electricity and gas distribution networks,
- water, wastewater and stormwater distribution networks;
- telecommunication distribution networks;
- schools;
- medical centres:
- retail centres; and
- recreation reserves, parks and gardens.

Nevertheless, some infrastructure in the region can be regarded as having state or even national significance, its economic and social influence extending beyond the Western Port region. Infrastructure falling into this category includes:

- Cardinia Reservoir, which is located in Shire of Cardinia. Operated by Melbourne Water, the reservoir has a capacity of 287,000 mega litres (ML), approximately 16% of the water storage capacity of Melbourne;
- Eastern Treatment Plant, part of which is located in Frankston City. Also operated by Melbourne Water, the plant treats sewage from approximately 1.5 million people in Melbourne's southeast and eastern suburbs;
- Highways of national and state significance including:
  - Princes Freeway/Highway (M1/A1) the country's pre-eminent coastal highway, which dissects the City of Casey and Cardinia Shire;
  - South Gippsland/Bass Highway (M420/A420), which goes through the City of Casey; and Bass Coast Shire; and
  - Nepean Highway (B110), which goes through Frankston City Council and Mornington Peninsula Shire.
- Port of Hastings, located in Mornington Peninsula Shire. The Port of Hastings is a commercial port that serves international and domestic shipping movements including import and export of petroleum and steel. Currently about 200 vessels use the port each year, carrying approximately five million tonnes of cargo. Piers and wharves that make up the port include:
  - BlueScope Steel Ltd;
  - Long Island Point Jetty;
  - Crib Point Jetty; and
  - Stony Point Jetty.
- Industrial facilities located in the Port of Hastings vicinity including:
  - Blue Scope Steel sheet and coil products; and
  - Esso/BHP Billiton crude storage and fractionalisation plant.

# 2.6. Regional Profile in the Context of Projected Climate Changes

In summary, a picture emerges of Western Port as a dynamic region, with a rapidly growing population presenting many opportunities for the local community, but also significant economic, social and environmental challenges.

This regional profile provides the major platform on which to consider the impacts of climate change.

Discussion in the following chapters is focussed on:

- examining the nature of potential biophysical impacts associated with climate change, such as coastal inundation, inland flooding and wildfires;
- determining the populations and infrastructure that are exposed to each impact;
- understanding, either quantitatively or qualitatively, the sensitivity of communities and infrastructure to the biophysical impacts in terms of potential social and economic impacts; and
- in the final chapter, broadly considering the planning and policy implications of exposures and impacts.

Physical conditions such as topography and land use will fundamentally determine exposure of communities and infrastructure to the impacts of climate change. Social and economic conditions, on the other hand, will often affect the sensitivity of exposed communities to particular impacts. Planning and policy responses will need to take account of the interaction between physical, social and economic conditions.

# 3. IMPACTS ASSOCIATED WITH COASTAL INUNDATION

# **Chapter Summary**

- A number of coastal areas within the Western Port region are vulnerable to the combined effects of sea-level rise, storm surge and erosion including low-lying sandy beaches, tidal wetlands and erodible cliffs.
- With sea-level rise, a current 1 in a 100 year storm surge event is projected to become a 1 in 40 to a 1 in 6 year event by 2030 and a 1 in 20 to an annual event by 2070.
- The number and value of properties exposed to a 1 in 100 year storm surge event are project to increase by 4 to 5% by 2030 (relative to present) and 18 to 20% by 2070. Increased exposure of other public and private infrastructure is also anticipated.
- In addition to infrastructure impacts, coastal inundation could have significant indirect consequences for business activity, especially to the region's tourism industry.
- The potential degradation of the regions beaches and foreshore areas could also have significant amenity impacts on local communities, through adverse impacts on lifestyle and recreation and degradation of sites with cultural significance.

#### 3.1. Coastal Inundation in Western Port: The Issues

The coastal zone is a dominant feature of the Western Port region, and one that poses opportunities as well as risks.

The region's bays and beaches attract development, residents and tourists and, as a consequence, contribute significantly to its economy. The coastal zone also contributes substantially to the environmental, cultural and amenity values of the region. However, the coast also represents a source of hazards to the communities of Western Port in the form of sea-level rise, coastal storms, extreme tides and storm surges. Such processes contribute to coastal erosion that threatens property, buildings and infrastructure and coastal amenity. Climate change is anticipated to exacerbate these challenges in the decades ahead. This is largely a function of the ongoing acceleration of sea-level rise that will increase rates of erosion along susceptible stretches of coastline, inundate low-lying areas, and interact with climate variability such as synoptic weather fronts to enhance storm surges above current levels.

# 3.1.1. Storm surge, sea level rise and coastal erosion in Western Port

Inundation from sea-level rise, particularly in conjunction with extreme tide and storm events, is a risk for a significant fraction of coastal land areas in the Western Port region.

Church et al. (2006) have observed that the annual return interval (ARI) for extreme sealevel events has already declined by a factor of three over the past century, and this increasing frequency of extremes is projected to rise further in the future. McInnes et al (2008), for example, estimate that at Frankston, a 1 in 100 year event under late 20<sup>th</sup> century conditions would become a 1 in 10 to 20 year event under a mid-range scenario

for 2030 and would become a 1 in 6 year event under a high scenario. By 2070, under a mid-range scenario, such an event would occur every 2 to 3 years and under a worst case scenario, every 1 to 2 years. At Stony Point, a 1 in 100 year event would become a 1 in 20 to 30 year event under a mid-range scenario by 2030 and a 1 in 20 year event under a worst case scenario. By 2070, such an event would occur every 10 years under a mid-range scenario and every 4 years under a worst case scenario. (Figure 3.9)

Stony Point Frankston 3.5 2.5 2030 L Level (m) Level (m) 1.2 2030 M 2 2030 H 1.5 0.8 2070 I Sea 0.6 2070 M 2070 H 0.5 Return Period (yrs) Return Period (yrs)

Figure 3.9: Storm tide return period curves for Frankston and Stony Point under the various climate change scenarios considered

Note, that a low scenario(L) comprises a low wind speed scenario combined with a low sea level rise scenario, a mid scenario(M) comprises a mid wind speed scenario with a mid sea level rise scenario and so on.

Source: McInnes et al. (2008)

Such reductions in ARIs for storm surge heights will ultimately increase the frequency and extent of coastal inundation from storm surge events. McInnes et al. (2008) estimate that, at present a 1 in 100 year storm event in the Western Port region (including both Port Phillip Bay and Western Port Bay) could inundate approximately 11.8 km² of land. By 2030 and 2070, this is projected to increase to 13.6 km² and 19.2 km², respectively. Therefore, over the near-term (i.e. the next few decades) the critical issue in the estimation of inundation appears to be the magnitude of the storm event, with sea-level rise simply increasing the risk of inundation at the margins. By 2070 however, the effects of sea-level rise become more pronounced, ultimately almost doubling the area at risk of inundation during a 1 in 100 year event.

Inundation areas must also be considered in the context of coastal erosion (Stive, 2004; Zhang et al., 2004; Cowell et al., 2006). First-order estimates of beach erosion in response to sea-level rise have traditionally been based upon Brunn Rule-type estimates (Port of Melbourne Authority, 1992; Jones and Hayne, 2002; Cooper and Pilkey, 2004; Zhang et al., 2004). Though often viewed critically and subject to cautious interpretation (Slott, 2003; Cooper and Pilkey, 2004; Cowell et al., 2006), as a general rule, such calculations suggest that 10 metres of beach recession occurs for every 10 centimetres of sea-level-rise. This means that seemingly small increases in sea level can have rather dramatic consequences for coastal erosion. In addition, long-term chronic erosion of beaches in response to sea-level rise is often punctuated by short-term acute erosion during storm events. Erosion may progress in a step-like fashion, with gradual recession punctuated by large recession during storms. Therefore, those land areas that currently appear to be at risk from storm surge inundation over the 21<sup>st</sup> century may be lost due to erosion independent of storm surge inundation. This would, in turn, drive inundation risk

further inland – an issue that should be noted when considering the estimated impacts of this study.

## 3.1.2. Physical vulnerability of the coastline

While processes such as sea-level rise and storms may drive erosion and inundation of the coasts, the vulnerability of different coastal areas to such climate processes is also influenced by topography and geology.

The topography of the Western Port region is quite diverse. Much of the Mornington Peninsula and central Bass Coast shires, for example, are characterised by relatively high elevations (Figure 3.10). In contrast, the eastern rim of Port Phillip Bay north of Frankston as well as the northern edge of Western Port Bay and the mouth of the Bass River are low-lying, placing them at greater risk of inundation from sea-level rise.

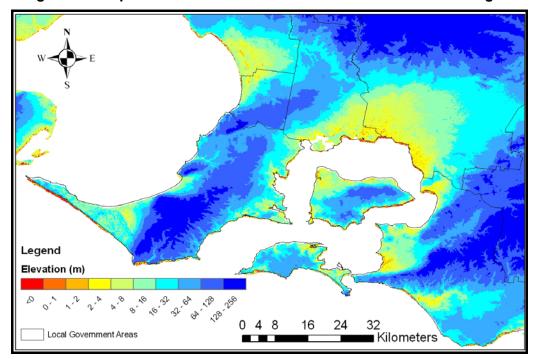


Figure 3.10: Spatial distribution of elevation in the Western Port region

Source: SRTM 90 metre digital elevation model (Jarvis et al., 2004).

In addition, different types of coastal frontage may be more or less vulnerable to inundation and erosion than others. This is illustrated generally in Table 3.10, which addresses the range of potential impacts of sea-level rise associated with different beach types (see also Port of Melbourne Authority, 1992; Sharples, 2004). It should be noted, however, that vulnerability is not limited to sandy beaches. Even rocky cliffs are subjected to erosion that can undercut cliff faces, increasing the risk of collapse and jeopardising associated infrastructure (Walkden and Dixon, 2006; see also Box 3.3). The relative susceptibility of different coastal typologies is a function of a diverse array of factors and interactions including geomorphology, vegetation cover, sediment transport and tidal ranges, not to mention disturbances or degradation caused by human activities or development.

Table 3.10: Vulnerability matrix for different beach typologies

Type of Coast	Climate Change Effect	Potential Impact					
Open Beach	Sea level rise and increased waves	Loss of beach width and beach amenity. Potential erosion of backing dunes or land if beach totally inundated - Loss of erosion buffer for storms - Intrusion of saline water into freshwater sandy aquifers					
	Increased tropical cyclone intensity	More intense erosion events in generally low energy environments, wave effects elevated by storm surge					
Beach Backed by Hard Protection	Sea level rise and increased waves	Loss of beach width and beach amenity. Potential undermining and collapse of hard protection					
Sand Barrier	Sea level rise and increased waves	Potential erosion and inland migration of barrier or barrier breaching - Loss of erosion buffer for storms					
Sand Dunes	Sea level rise and increased waves	Potential erosion of foredune leading to blowouts and inland migration of transgressive dunes - Loss of erosion buffer for storms					
Coastal Lake Beaches	Sea-level rise	Loss of beach width - Intrusion of saline water into freshwater sandy aquifers					
Sand Islands	Sea level rise and increased waves	Reduction in size and change in shape of island - Intrusion of saline water into freshwater aquifer					
Source: Voice et al. (2	Source: Voice et al. (2006)						

More quantitative estimates of the vulnerability of different coastlines come from coastal erosion studies. For example, a 1992 report by the Port of Melbourne Authority applied a Brunn Rule-like algorithm to various locations along the Victoria coastline. Results indicated the potential for significant coastal erosion in the Western Port region in response to sea-level rise (Table 3.11). In particular, Somer's Beach in Western Port Bay was identified as one of the state's most susceptible beaches, losing an estimated 130 metres of beach for just 50 cm of sea-level rise (the estimated upper range for sea-level rise by 2070 that is assumed in this study). The report indicated that even at the time (1992), Somer's Beach was facing the need for significant infrastructure repair and maintenance to address coastal damages. The report also found that some of the tidal marshland around French Island also experiences high levels of recession, suggesting these systems also may be particularly vulnerable to the effects of sea-level rise.

It should also be noted that the storm systems that contribute to storm surges are often associated with other climate-related impacts including extreme rainfall and winds that have the potential to cause damages independent of storm surge events. These issues are addressed in more detail in Chapter 4 (Box 4.3).

#### Box 3.3: Coastal erosion at Oliver's Hill

Since the 1930s, residents have held fears for homes built on coastal cliffs and hills to the south of Frankston, in particular Oliver's Hill. Three houses on Oliver's Hill subsided in 1935, and the Nepean Highway had to be closed. An article in *The Frankston and Somerville Standard* entitled 'Foreshore Erosion' reported on the visit of a panel of experts who viewed the brushwood fences installed by the Foreshore Committee as a means of hindering erosion. While these were regarded as effective, the panel also inspected Long Island, "where thousands of tons of sand had been built up, the whole of the works had been wiped out in a phenomenal storm which had lashed the beaches last year."

While a proposed sea wall around the entire bay was discussed with neighbouring councils it never eventuated. In 1949, a sea wall was constructed at the foot of Oliver's Hill. The State government set aside 2 million pounds for erosion work in the 1950s Graeme Butler & Associates, 1997). However, erosion of Oliver's Hill has continued to be a problem to this day, both for housing and the Nepean Highway

Table 3.11: Projections of coastal recession in the Western Port region

Landing	Coastal	Total Rece	ession (m)						
Location	Morphology	0.3 m sea-level rise	0.5 m sea-level rise						
Port Phillip Bay									
Fisherman's Beach	Sandy Beach	13	21						
Rye Beach	Sandy Beach	3.5	5.5						
Shelly Beach	Sandy Beach	4.5	9.5						
Western Port Bay									
Waraneet	Tidal Marshland	40	60						
Tooradin	Tidal Marshland	15	25						
French Island (West Coast)	Tidal Marshland	150	250						
French Island (Tortoise Head)	Tidal Marshland	80	130						
French Island (North Coast)	Tidal Marshland	80	130						
Somer's Beach	Sandy Beach	78	130						
Source: Port of Melbourne Authority (1992)									

<sup>&</sup>lt;sup>8</sup> The Frankston and Somerville Standard, Friday 22 November 1935.

## 3.1.3. Economic and social vulnerability

The other aspect of coastal vulnerability to climate change is the social and economic assets that may be in harms way, including both infrastructure such as houses, life-saving clubs, roads, water and sewer pipes, and the communities who live in the affected area and utilise its infrastructure. The economic and social vulnerability of coastal areas is thus dependent upon the number and density of coastal developments, their proximity to hazards, their value and the effectiveness of existing and future policies and measures for managing the risks posed by sea-level rise and storm surge. From an anthropocentric perspective, areas with a greater accumulation of buildings and infrastructure in close proximity to the coastline are more sensitive to future sea-level rise, storm events, coastal inundation and erosion while more sparsely developed coastlines or those where development is set back from the coastline have fewer people and assets in 'harm's way'.

# 3.2. Exposure

## 3.2.1. Methods for exposure assessment

The storm surge projections and associated estimates of land areas susceptible to inundation presented within the biophysical report were utilised to determine the land areas, infrastructure and assets that will potentially be exposed to these hazards in future decades.

Inundation areas identified through storm surge simulations were imported into a geographic information system (ARCGIS 9.2) as 100 m gridded data layers. Data were subsequently converted to a vector polygon format. These polygon layers were then used to interrogate a range of geographic data sets including data from the ABS 2006 census, as well as multiple data sets provided by local governments regarding property, land use and the location of transport, water and sewer and recreational infrastructure. Land areas, census collection districts and assets intersecting storm surge inundation areas were treated as potentially exposed, and associated populations, infrastructure and assets were subsequently quantified. While quantification of some consequences are provided for 1 in 100 year storm events for the current climate as well as 2030 and 2070, in some instances, the relatively small magnitude of sea-level rise projected for 2030 results in few appreciable differences between the present and 2030. As such, for some analyses, only the 2070 1 in 100 year scenario is utilised. Data to the content of the current climate as well as 2030.

A number of uncertainties associated with this methodology merit mention. First and foremost, the analysis was based upon the integration of multiple data sets which were developed in different ways. For example, storm surge inundation areas were based upon model simulations incorporating different gridded land elevation and coastal bathymetry data of varying resolutions (see also *Box 3.5*). Meanwhile, census collection districts (CCDs) as well as Council data were obtained as vector polygon data derived from local census surveys. Errors in the alignment of different data sources necessitates that results be interpreted with some caution. Furthermore, if any overlap between an inundation

<sup>&</sup>lt;sup>9</sup>Geographic Coordinate System: GCS\_GDA\_1994, Datum: D\_GDA\_1994. Projected Coordinate System: GDA 1994 MGA Zone 55, Projection: Transverse Mercator.

<sup>&</sup>lt;sup>10</sup>For information on storm surge heights and potential inundation at the LGA scale for a range of storm surge annual return intervals, refer to McInnes et al. (2008).

area and a census district, property or road segment existed, the entire CCD, property or segment was counted as exposed. This invariably results in an overestimate of the exposure of the population and assets. Hence, quantitative results should be treated as estimates designed to communicate the approximate scale of consequences and how the trajectory of consequences changes over time.

# Box 3.4: Key uncertainties associated with sea-level rise/storm surge impact assessment

- 1) Uncertainty in the digital elevation model utilised in the assessment of storm surge inundation areas is a major limiting factor influencing the quality of inundation estimates. While a 90 metre spatial resolution is relatively high compared to a range of other digital elevation models (DEMs) in use within Australia and elsewhere, it is still problematic for rigorously representing smallscale elevation gradients such as those associated with foreshore topography (see Box 3.3 for a more extensive discussion).
- 2) As indicated in the Intergovernmental Panel on Climate Change's Assessment Report Four (AR4 - IPCC, 2007b), projections of sea-level rise in coming decades remain highly uncertain. This report relies upon relatively high sea-level rise estimates for 2030 and 2070 based upon estimates provided by the IPCC. However, the IPCC also cautions that sea-level rise significantly higher than indicated within the AR4 is possible, as reflected in other studies (see Table 2.4).
- 3) In its assessment of inundation exposure, this report also assumes that the shorelines of Port Phillip Bay and Western Port Bay will remain static in future decades. However, it is noted that coastal erosion and other dynamic processes will affect the geomorphology of the coastline over time. Therefore, it is possible that by 2030 or 2070, significant coastal erosion will have caused inland recession of beaches and wetlands, allowing storm surge inundation to reach even further inland than suggested by the current analysis. On the other hand, depending on local processes such as sediment transport, other areas of the coast may actually accrete.
- 4) Climate change will manifest over future decades in conjunction with socio-economic changes, such as development, that will also influence vulnerability and risk. Patterns of development can be controlled, at least to some extent. For example, current Victorian planning policy (such as Melbourne 2030), provides a framework around which development is managed in the future. However, uncertainties arise from the interpretation and implementation of the framework at small scales, or from the potential for changes to that framework.

#### 3.2.2. Exposed coastal areas

Storm surge and inundation projections provide an estimate of the magnitude of land at risk from inundation in the Western Port Region.

Storm surge simulations for the region indicate that there is already a significant risk of inundation at present for some locations (Table 3.12). Although at-risk areas are not evenly distributed throughout the region, at the LGA level the total area of potential inundation is relatively similar among different LGAs, in the order of 2–3 km<sup>2</sup>. The one

exception is Frankston, which is associated with quite low levels of inundation, despite the identification of relatively low-lying coastal areas in the Council's northwest (see *Box 3.5*).

Table 3.12: Inundation estimates for the Western Port region in 2030 and 2070 for a 1 in a 100 ARI storm surge event

LGA (Subregion)	Drocont	Present 2030 (km <sup>2</sup> )		2070 (km <sup>2</sup> )	
LGA (Subregion)	Fieseiii	Low	High	Low	High
Bass Coast (ML)	2.0	2.2	2.5	2.5	4.5
Bass Coast (PI)	1.9	2.0	2.2	2.2	2.8
Cardinia	2.1	2.1	2.4	2.4	3.4
Casey	2.7	2.7	2.9	2.9	3.7
Frankston	0.1	0.1	0.1	0.1	0.1
Mornington Peninsula (WP)	2.3	2.3	2.6	2.6	3.3
Mornington Peninsula (PP)	0.8	0.9	1.0	1.0	1.5
Total	11.8	12.3	13.6	13.7	19.2
(% change relative to present)		(+4%)	(+15%)	(+16%)	(+63%)

ML=Mainland; PI = Phillip Island; WP = Western Port Bay shoreline; PP = Port Phillip Bay shoreline "Low" and "High" estimates based upon a range of scenarios about wind speed and sea-level changes. **Source:** McInnes et al. (2007)

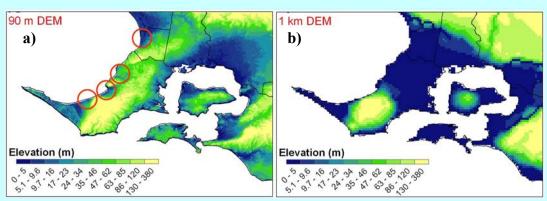
As consistent with prior studies (e.g., Port of Melbourne Authority, 1992), inundation is most pronounced along the Western Port Bay coastline, partly because of the much larger storm surges and the considerable low-lying wetland areas along the northern and eastern edges of the bay (Table 3.11). The greatest point of inland penetration of storm surge water is projected around the low-lying areas in the Bass Coast Shire, including the mouth of the Bass River. Other key points of inundation occur at Hastings in Mornington Peninsula Shire and along the southern extent of Casey City and Cardinia Shire councils. Additional detail regarding inundation areas for individual Councils is provided below in the discussion of policy and planning considerations.

# Box 3.5. Data Uncertainty and Estimates of Storm Surge Inundation

Inundation of land areas in response to sea-level rise and/or storm surge events is dependent upon the topography of the landscape in the coastal zone. For example, low-lying sandy beaches with shallow slopes may experience relatively rapid inundation as sea-level rises. In contrast, steep coastal slopes (such as cliffs) may be gradually eroded and undercut over long time-scales, but are unlikely to experience inundation over shorter time-scales. The acquisition of accurate spatial information on topography and elevation historically has been a significant challenge in coastal assessments. Uncertainties in coastal elevation data can have a significant influence on estimates of risk that are based on simple comparison of sea-level and storm surge heights and elevations of adjacent land areas or more complex modelling.

To illustrate the importance of elevation data inaccuracies on estimates of risk, it is useful to compare land elevations in the Western Port region as represented by two different digital elevation models (DEMs) with different spatial resolutions (90 m and 1 km) (Figure 3.11).

Figure 3.11. Comparison of elevations in coastal areas of the Western Port region based upon digital elevation models (DEMs) of different resolutions



Areas that are particularly low-lying along the Frankston and Mornington Peninsula Shire coasts of Port Phillip Bay are identified by red circles in Figure 1a).

Source: Globe Task Team et al. (1999); Jarvis et al., (2004)

The coarser DEM (1b) suggests that a large fraction of the region is very low-lying (less than 5 m in elevation), including the majority of the Mornington Peninsula, Phillip Island, and much of western Bass Coast Shire Council. In contrast, southeast Casey City and southwest Cardinia Shire Councils appear to be at relatively high elevations. Much of this representation of regional elevations can be readily dismissed as erroneous. When one examines the 90 metre DEM (1a - the source of elevation data in storm surge inundation simulations), the relative elevation of different areas is in much better agreement with expectations and natural drainage features also start to become apparent. However, the limited storm surge inundation observed in simulations, particularly along the Port Phillip Bay coast, suggests that the absolute elevations within the 90 m DEM are still suspect and/or the resolution is still too coarse to capture smaller drainage features (e.g., creeks and channels) that may serve as conduits for storm surges to affect land areas.

Four areas in particular in Frankston and Mornington Peninsula Shire stand-out as low-lying areas potentially vulnerable to sea-level rise from the 90 metre DEM (Figure 3.11). They include:

- A) Northwest Frankston including Seaford Swamp and Kananook Creek;
- B) Balcombe Creek near Mount Martha;
- C) Dromana Bay, Safety Beach and Dunns Creek; and
- D) Rosebud

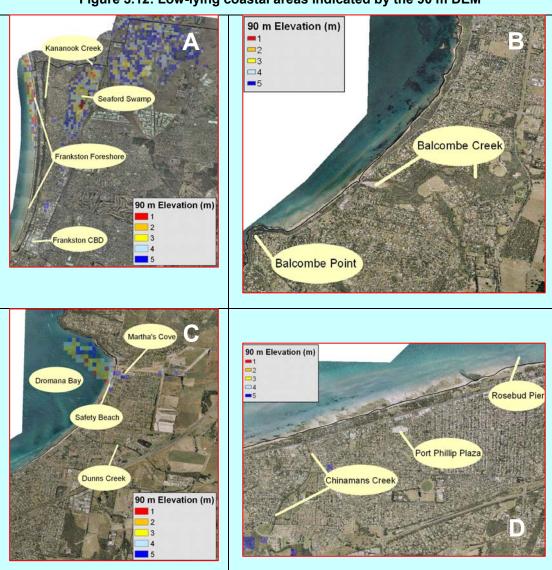


Figure 3.12: Low-lying coastal areas indicated by the 90 m DEM

Source: Globe Task Team et al. (1999); Jarvis et al., (2004)

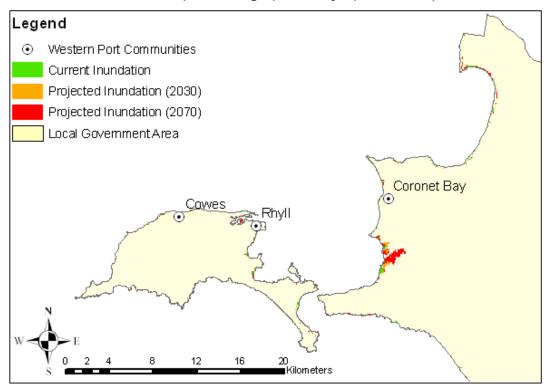
These are also areas where past problems with storm surge events have been observed, particularly in conjunction with extreme rainfall events. Given such real-world observations of coastal inundation and flooding in response to extreme events, the 90 metre DEM for these regions generally appears to underestimate the potential for inundation. For example, using the 90 metre DEM, effectively none of the coastal land areas around Balcombe Creek or the Rosebud township appear to be at less than 5 m in elevation, even where natural drainage features meet Port Phillip Bay. Meanwhile, although low-lying areas were identified in the vicinity of the Frankston foreshore and Seaford swamp, pathways there for inland penetration of storm surges are not apparent from the DEM. Similarly, at-risk areas around Dromana Bay appear to be confined to the mouth of Martha's Cove, although the apparent misalignment between the DEM and aerial photography suggests an additional source of potential errors in estimating coastal inundation and impacts.

Such irregularities in the elevation data used for storm surge modelling largely accounts for the limited coastal inundation in simulations for Port Phillip Bay. Higher-quality elevation data, such as that derived from LIDAR, will eventually enable some of these data problems to be addressed. Nevertheless, it will always be prudent to exercise caution in interpreting potential climate change impacts and to rely upon multiple lines of evidence to inform estimates of risk.

Future sea-level rise in response to global climate change is projected to increase the area inundated in the region during storm events, particularly large (i.e., 1 in a 100 year) events. Generally, the increase in inundation is in the order of only 4 to 15% by 2030, reflecting the fact that increases in sea level are likely to be relatively modest over the next two to three decades. However, later in the century, the potential for much higher magnitudes of sea-level rise significantly increases the area at risk of inundation to 16 to 63% by 2070. The location of hot spots for inundation remains largely the same, regardless of the time period under consideration. For example, by 2070, inundation simulations project significant increases of storm surge water penetration into the Bass River flood plain and the coastline of Casey and Cardinia (Figures 3.13 to 3.16).

While total inundation for each LGA was estimated for a range of assumptions about sealevel rise, the mapping of the spatial extent of such inundation in Figures 3.13 to 3.16 and Table 3.12 captures only the high scenarios of sea-level rise in 2030 and 2070. Furthermore, both represent relatively low-frequency events (e.g., 1 in a 100 year storm events). Given lower levels of sea-level rise or less extreme storm events, the associated inundation for any given time period would obviously be lower (see McInnes et al., 2008 for a complete discussion of storm surge heights and inundation levels for a range of scenarios).

Figure 3.13: Spatial distribution of 1 in a 100 year storm surge inundation areas for Bass Coast Shire Council (top) with close-up views of Cape Woolamai (bottom right) and Rhyll (bottom left)



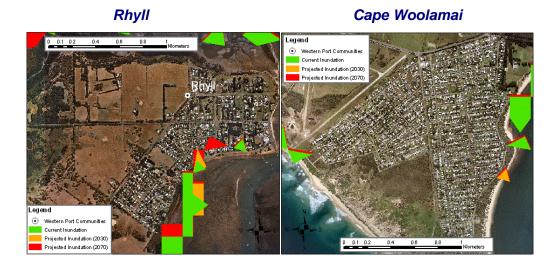
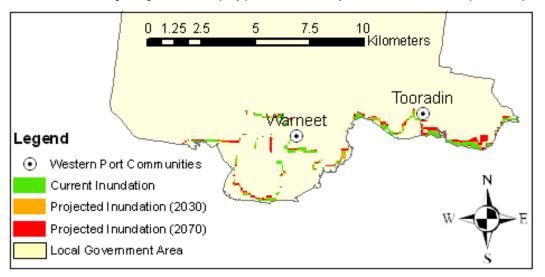


Figure 3.14: Spatial distribution of 1 in a 100 year storm surge inundation areas for Casey City Council (top) with close-up view of Warneet (bottom)



#### Warneet

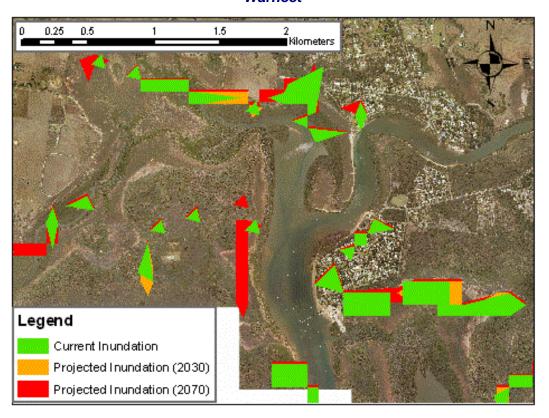


Figure 3.15: Spatial distribution of 1 in a 100 year storm surge inundation areas for Cardinia Shire Council (left) and Frankston City Council (right)

# Cardinia Shire Council Coast

# Frankston City Council Coast

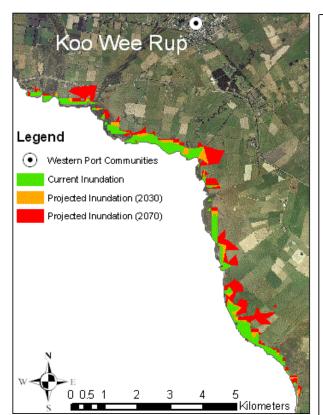
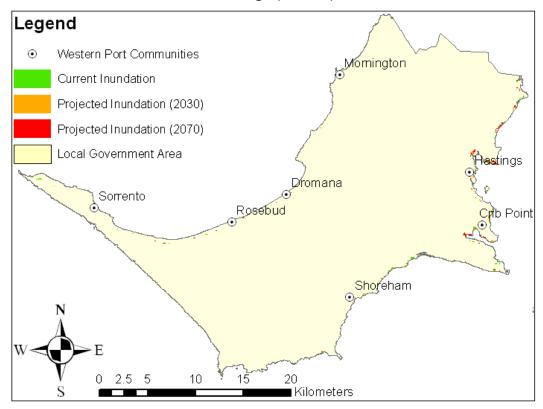
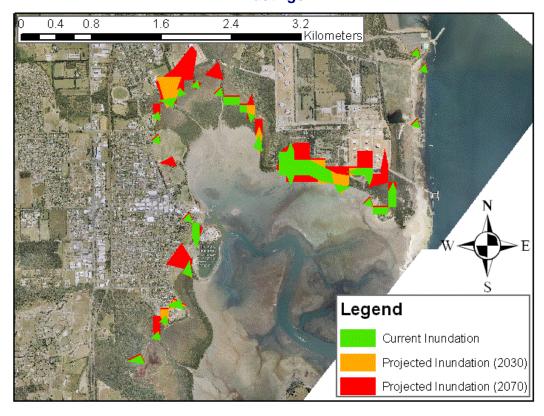




Figure 3.16: Spatial distribution of 1 in a 100 year storm surge inundation areas for Mornington Peninsula Shire Council (top) with close-up view of Hastings (bottom)



# Hastings



# 3.2.3. Exposed populations 11

Examination of regional property and household data indicates that a relatively small fraction of the region's population and properties are directly exposed to storm surge events.

Looking at the most extreme scenario of a 1 in 100 year storm event in 2070, an estimated 2,266 people in the region are exposed (based upon the 2006 population) and an estimated 1,066 dwellings (Table 3.13 and Figure 3.17). This represents just 0.2% of current (2006) population and dwellings in the region. By and large, the affected areas are associated with relatively low population densities, particularly in Bass Coast, Casey and Cardinia Shire Councils (Figure 3.18). However, projected inundation along the Mornington Peninsula Shire was associated with more dense residential development. Similarly, affected CCDs in Frankston City have relatively high population densities, but account for only a very small number of exposed people and dwellings.

Table 3.13: Existing (2006) populations and dwellings in the Western Port exposed in 2070 given a 1 in 100 year storm surge scenario

LGA	Exposed Dwellings (#) <sup>a</sup>	Average Household Size <sup>b</sup>	Exposed Population (#) <sup>c</sup>	Population Density (#/km²) <sup>d</sup>
Bass Coast Shire	261	2.14	559	19.6
Cardinia Shire	24	2.9	70	2.8
Casey City	144	1.64	236	20.6
Frankston City	0	1.6	0	669.9
Mornington Peninsula Shire	637	2.2	1,401	60.6
Total	1,066		2,266	

a Number of exposed dwellings estimated from the number of residential and rural properties exposed to storm surge inundation in 2070, assuming 1 dwelling per property.

Source: ABS 2006 Census

Examination of the spatial distribution of population densities associated with inundation areas in the region also leads to the observation that the majority of exposed CCDs around Western Port Bay are largely associated with relatively low-density, rural communities and smaller hamlets - the exceptions being the larger townships of Hastings (Mornington Peninsula Shire), Warneet and Tooradin (Casey) and isolated areas of northern and eastern Phillip Island such as around Ventnor, Cowes/Silverleaves, Rhyll and Cape Woolamai (Bass Coast). These are areas where the consequences of sea-level rise and storm surge events would be anticipated to be more significant, at least from the perspective of risks to the built environment.

b Average household size estimated from average household sizes for CCDs in each LGA intersecting with storm surge inundation areas.

c Exposed population estimated by multiplying exposed dwellings and average household size

d Population density estimated from population densities from CCDs in each LGA intersecting with storm surge inundation areas.

<sup>&</sup>lt;sup>11</sup> Discussion of exposed populations and infrastructure in this and subsequent sections should be considered in the context inundation estimate uncertainties discussed in Box 3.3.

0 2 4 12 16 20 Pakenham ■ Kilometers Seaford Cranbourne Frankston• Koo Wee Rup Warneet Mornington Hastings **D**romana Sorrento Rosebud Crib P<mark>oint</mark> Shoreham Coronet Bay Cowes Rhyll Legend Communities Wonthaggi Storm Surge Affected Properties (2070) Cape Paterson Storm Surge Inundation (2070) Local Government Areas

Figure 3.17: Spatial distribution of existing properties in the Western Port region associated with coastal inundation (assuming a 2070, 1 in a 100 year scenario)

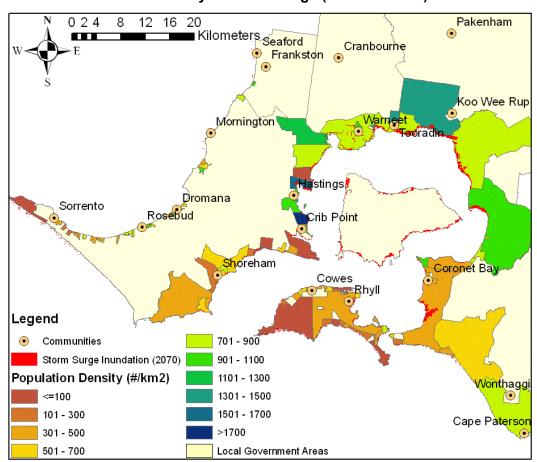


Figure 3.18: Current (2006) population density of census districts exposed to a 1 in 100 year storm surge (2070 scenario)

# 3.2.4. Exposed public infrastructure

#### Transport infrastructure

A number of road and rail transport corridors in the Western Port region are already exposed to the potential impacts of storm surge events, given a large 1 in 100 year storm. While the increased exposure of roads to storm surge events out to 2030 is relatively small (e.g. 9% increase in affected road length - Table 3.14), exposure increases significantly (73%) in the latter half of the 21st century with higher sea-level rise. LGAs containing the most extensive lengths of exposed transport infrastructure are Bass Coast Shire and, particularly Mornington Peninsula Shire. For Bass Coast, exposed roads were identified for the coastline of eastern Western Port Bay as well as coastal townships on Phillip Island such as the Esplanades of Cowes and Cape Woolamai as well as roads in Rhyll (Figure 3.13). For Mornington Peninsula Shire, the extensive residential development along the coast, particularly that of Port Phillip Bay, places segments of a number of relatively small secondary and tertiary roads in harm's way. However, segments of the Nepean Highway in Dromana and Safety Beach are projected to be exposed to inundation by 2070. Due to the relatively low density of development along the coasts of Casey City and Cardinia Shire Councils, the exposure of road transport to coastal inundation is somewhat limited. However, storm surge projections for 2070 do come within 50 metres of the South Gippsland Highway near the Harwood Aerodrome east of Tooradin.

Rail infrastructure throughout the region appears largely immune to storm surge exposure. Mornington Peninsula Shire was the only LGA in the region where current or projected storm surges overlapped with rail lines. In addition, the exposure of Mornington Peninsula Shire's rail network appears insensitive to increasing storm surge heights over the 21<sup>st</sup> century. Exposed rail segments in Mornington Peninsula Shire are confined to those in the northeast of the Council, in close proximity to the coastline (Figure 3.19), such as rail infrastructure associated with the Bluescope Steel site and the Bittern-Morradoo rail line.

Table 3.14: Existing transport infrastructure in the Western Port region exposed to a 1 in 100 year storm surge

LGA	Present (km)	2030 (km)	2070 (km)								
	Roads										
Bass Coast	11.4	12.1	15.3								
Cardinia	1.8	1.8	17.2								
Casey	7.7	7.9	9.7								
Frankston City	0.0	0.0	0.7								
Mornington Peninsula	29.9	33.4	45.0								
Total	50.8	55.2 (+9%)	87.9 (+73%)								
	Rail										
Bass Coast	0.0	0.0	0.0								
Cardinia	0.0	0.0	0.0								
Casey	0.0	0.0	0.0								
Frankston City	0.0	0.0	0.0								
Mornington Peninsula	9.5	9.5	9.5								
Total	9.5	9.5 (+0%)	9.5 (+0%)								
	Bridges										
Bass Coast	0	0	0								
Cardinia	N/A	N/A	N/A								
Casey	N/A	N/A	N/A								
Frankston City	0	0	0								
Mornington Peninsula	N/A	N/A	N/A								
Total	0	0	0								

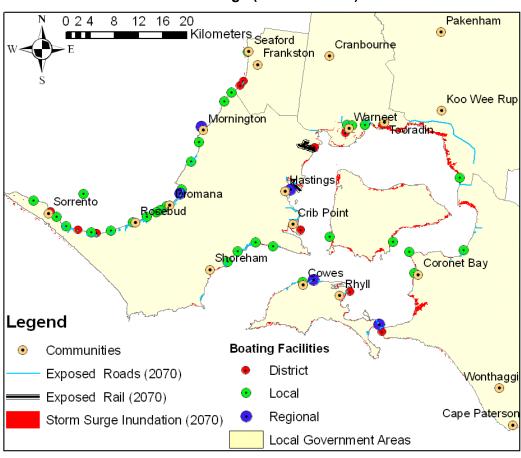


Figure 3.19: Spatial distribution of existing transport infrastructure in the Western Port region exposed to inundation associated with a 1 in 100 year storm surge (2070 scenario)

Another category of transport related infrastructure that is likely to be affected by sealevel rise and storm surge events are public boating facilities. Sea-level rise will affect access to facilities such as boat ramps, while wave action and storm events can damage built infrastructure associated with such facilities (see Port of Melbourne Authority, 1992). A total of 47 public boating facilities are located in the Western Port region (Figure 3.19), although management of the facilities varies. Approximate locations of boating facilities were identified from maps generated by the Victorian Central Coastal Board and subsequently rectified against aerial photography of LGA areas. Of these, only three facilities were identified definitively as being affected by future inundation based upon storm surge simulations (Figure 3.19), but this small number is largely due to the fact that boating facilities tend to be located at sea level (and therefore are constantly exposed to some degree of inundation or exposure).

One of the identified exposed facilities is Merrick's Yacht Club, in Mornington Peninsula Shire while the other two are facilities located on French Island. In reality, it seems likely that virtually all of the boating facilities in the region are vulnerable to the combined effects of sea-level rise, storm surge events and, particularly, the action of waves during storm events.

Final Report Page 48

-

<sup>&</sup>lt;sup>12</sup> See <a href="http://www.ccb.vic.gov.au/boatingcap.htm">http://www.ccb.vic.gov.au/boatingcap.htm</a>

# Water, stormwater and wastewater infrastructure<sup>13</sup>

The potential implications of rising sea levels and storm surges on water, sewerage and drainage infrastructure are also an important consideration for the Western Port region. Although some exposure has been identified for infrastructure in most of the Western Port LGAs under present day conditions (Table 3.15), the effects of rising sea-levels with respect to additional future exposure are relatively modest.

Bass Coast, Casey and Mornington Peninsula Shire were the only councils where water mains and sewer infrastructure were identified as exposed to storm surge events, with exposure increasing over time. Yet, none of the region's treatment plans or sewer pump stations were identified as exposed, even given sea-level rise and storm surge scenarios in 2070. Some types of stormwater drainage infrastructure, such as ponds and basins, were not identified as exposed, regardless of the storm surge scenario considered, and none of the drainage pipes or pits in Frankston overlapped with any of the storm surge inundation scenarios. Infrastructure most at risk appeared to be the water infrastructure of Bass Coast and the channel drains of Casey where even at present, a 1 in 100 year storm surge is projected to affect some significant infrastructure. In addition, the terminal ends of several of the drainage channels in Cardinia that form part of the drainage infrastructure for Koo-Wee-Rup Swamp are potentially exposed to inundation and backwater effects given a 1 in 100 year event, even under current sea levels. A stormwater outfall in Warneet in Casey is projected to be exposed to storm surge inundation under current sea levels. Similarly, the outfall at Hastings in the Mornington Peninsula Shire is projected to be inundated by 2070. The inundation of outfalls and drainage channels may be particularly problematic when storm surge events coincide with extreme rainfall events, increasing the risk of localised flooding due to inadequate drainage capacity.

#### Other infrastructure

A range of other types of public and private facilities and infrastructure were also assessed for exposure to 1 in 100 year storm surge events (Figure 3.20). Infrastructure assessed for exposure included critical infrastructure or public services (e.g. utilities, education and medical centres), major economic enterprises (e.g. industrial facilities) and other private facilities with economic or social value (e.g. marinas and yacht clubs).

Some of the key facilities identified as being exposed include:

- the Blue Scope Steel industrial facility in Hastings;
- the Esso/BHP Billiton crude storage and fractionalisation plant, also in Hastings;
- Harwood aerodrome, east of Tooradin in Casey;
- utility infrastructure in southern Cardinia;
- numerous caravan parks located in or adjacent to foreshore areas throughout the region.

In addition, a number of the yacht clubs along the southern extent of Mornington Peninsula Shire in Western Port Bay are exposed including those at Balnarring, Merricks Beach and Flinders.<sup>14</sup>

<sup>&</sup>lt;sup>13</sup> It should be noted that there are variations among LGAs with respect to how water, stormwater and wastewater infrastructure is assessed and the responsible party for their management.

Table 3.15: Water, sewer and drainage infrastructure in the Western Port region exposed to a 1 in 100 year storm surge

	Present	2030	2070
	<b>Bass Coast</b>		
Water (km)	10.1	11.0	12.9
Sewer (km)	3.9	4.3	5.2
	Cardinia		
Water (km)	0.0	0.0	0.0
Sewer (km)	0.0	0.0	0.0
Sewer Pump Stations (#)	0	0	0
Drainage Pipes (km)	0.0	0.0	0.0
Outfalls (#)	0	0	0
Channel Drains (km)	15.8	15.8	15.8
Pits (#)	0	0	0
	Casey		
Water (km)	3.8	4.1	3.5
Sewer (km)	6.2	15.0	16.1
Sewer Pump Stations (#)	0	0	0
Drainage Pipes (km)	1.1	1.2	1.7
Outfalls (#)	1	1	1
Channel Drainage Structures (#)	0	0	0
Aux Channels (km)	0.0	0	0
Pits (#)	26	27	32
Aux Pits (#)	0	1	1
Aux Drains (km)	0.0	0.05	0.05
Aux Outfalls (#)	0	0	0
Aux Ponds (#)	0	0	0
Retarding Basins (#)	0	0	0
Aux Pipes (km)	1.1	1.2	1.7
Channel Drainage Structures (#)	0	0	0
Aux Channels (km)	0.0	0	0
Pits (#)	26	27	32

<sup>&</sup>lt;sup>14</sup> These were also highlighted by Port of Melbourne Authority, 1992. Note: there may be some overlap between yacht clubs and boating facilities (e.g. Merricks Yacht Club).

	Present	2030	2070
	Frankston		
Water (km)	0.0	0.0	0.0
Sewer (km)	0.0	0.0	0.0
Sewer Pump Stations (#)	0	0	0
Drainage Pipes (km)	0.0	0.0	0.0
Outfalls (#)	0	0	0
Pits (#)	0	0	0
Morning	ton Peninsula Sh	ire	
Water (km)	11.4	12.7	17.5
Sewer (km)	4.8	6.8	13.9
Sewer Pump Stations (#)	0	0	0
Drainage Pipes (km)	4.4	4.6	5.2
Pipes not Linked (km)	0.6	1.0	1.0
Outfalls (#)	0	0	1
Pits (#)	97	114	170
Pits not Linked (#)	11	18	24

<sup>&</sup>lt;sup>a</sup> Data on the locations of water and sewer infrastructure provided by Southeast Water, with the exception of Bass Coast Shire Council, where data were obtained from the Council. Data for sewer pump stations in Bass Coast were not available.

<sup>&</sup>lt;sup>b</sup> Data on the locations of drainage infrastructure provided by the five LGAs in the region.

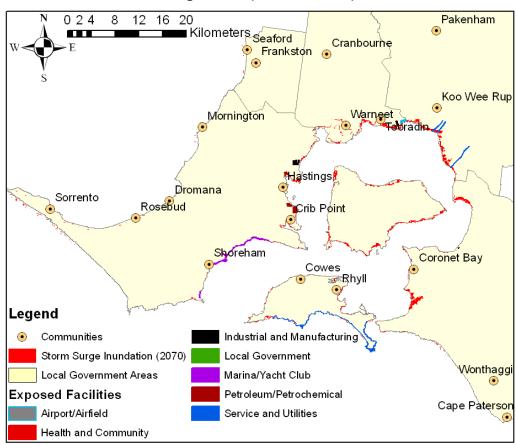


Figure 3.20: Spatial distribution of existing facilities/infrastructure exposed to inundation in the Western Port region, assuming a 1 in 100 year storm surge event (2070 scenario)

Facilities were identified from property descriptions or zone descriptions, depending upon the availability of information.

#### 3.2.5. Exposed coastal crown lands

Many of the effects of sea-level rise and storm surge events in the Western Port region are likely to be borne by foreshore areas, which are frequently crown reserves.

Ownership of these lands, including beaches down to high tide, lies with the State of Victoria, but management responsibilities may be split across a range of institutions including councils, local management committees and trustees and various State agencies (Parks Victoria or Department of Sustainability and the Environment) (Figure 3.21).

These reserves are likely to bear the brunt of long-term sea-level rise, extreme tides and storm surges and as a general rule, beaches and foreshore reserves throughout the region will be exposed to sea-level rise and storm events, both at present and in future decades.

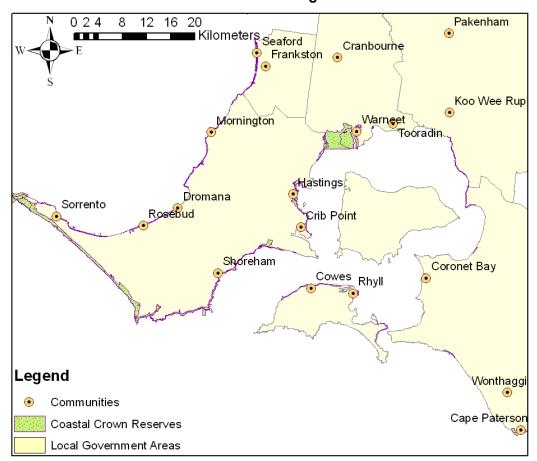


Figure 3.21: Spatial distribution of coastal crown land reserves in the Western Port region

Numerous foreshore reserves have been identified as experiencing inundation in response to the 2070 1 in a 100 year storm surge simulations. Those for which management responsibility lies with local governments include:

- Bass Coast: the Cowes Foreshore Reserve (from Silverleaves to Ventnor), Rhyll Foreshore Reserve, Newhaven to Cape Woolamai Foreshore Reserves, Grantville Foreshore Reserve, Tenby Point Foreshore Reserve, Coronet Bay Foreshore Reserve, Kilcunda Foreshore Reserve and Inverloch Foreshore Reserve;
- Cardinia: two of the public reserves;
- Casey: the Blind Bight Foreshore Reserve;
- Frankston: the Frankston and Seaford Foreshore Reserves;
- Mornington Peninsula Shire (Port Phillip Bay): the Mt. Eliza Foreshore Reserve and Rosebud Foreshore Reserve; and
- Mornington Peninsula Shire (Western Port Bay): the Hastings Foreshore Reserve, Shoreham Foreshore Reserve, Flinders Foreshore Reserve, Tyabb Foreshore Reserve and Bittern Coastal Wetlands Reserve.

Additional beaches and foreshore reserves, managed by state government or committees/trustees, are also likely to be affected by storm surge inundation, including a number along the Mornington Peninsula coastline.

# 3.3. Economic and Social Impacts

As discussed in Chapter 1 (Box 1.1), the socio-economic impacts of climate change span multiple dimensions including direct and indirect market costs as well as non-market social and cultural consequences.

As many impacts of climate change will have cascading effects throughout communities, it is difficult to develop an exhaustive list. However, it is possible to identify some of the key, first-order consequences. These are discussed below, beginning with the market implications of climate change followed by some of the more intangible, but no less important, non-market consequences.

#### 3.3.1. Direct market costs

# Private property

Much if not most of the market impacts of future coastal inundation in the Western Port region will stem from the direct impacts of inundation on private property, either partial or complete loss of sites<sup>15</sup> or costs associated with destruction or damage to infrastructure and/or increased maintenance costs.

Tables 3.16 to 3.20 reveal the number and type of properties exposed to inundation in the region at present and in 2030 and 2070, showing the site only (SV) and capital improved (CIV) value of exposed properties. Under the worst case scenario, property with a total SV of approximately \$487 million and CIV of \$780 million (2007 dollars) will be exposed to inundation in 2070, an increase of \$ 144 million on the SV and \$359 million on CIV of property currently exposed (\$343 and \$421 million respectively). By far the largest share of exposed properties in the region (in terms of CIV) is in Mornington Peninsula Shire (72%), followed by Bass Coast (21%), Casey (6%), Cardinia (1%) and Frankston City (<1%). Residential properties represent approximately 64% of the CIV value of exposed properties, industrial 24%, rural 9% and unspecified and other 3%.

<sup>&</sup>lt;sup>15</sup> The potential loss of coastal land makes the issue of coastal inundation qualitatively different from, say bushfires or inland flooding, which do not involve loss of land.

Table 3.16: Value of existing property in potential 1 in 100 year storm surge inundation areas of Bass Coast Shire (in thousands of \$)<sup>a</sup>

Property		Presen	ıt		2030			2070	
Туре	#	SV <sup>c</sup>	CIV <sup>d</sup>	#	SV <sup>c</sup>	CIV <sup>d</sup>	#	SV <sup>c</sup>	CIV <sup>d</sup>
Commercial	8	\$ 1,433	\$ 2,676	8	\$ 1,433	\$ 2,676	8	\$ 1,433	\$ 2,676
Industrial	2	\$ 285	\$ 631	2	\$ 285	\$ 631	2	\$ 285	\$ 631
Private Infrastructure <sup>b</sup>	3	\$ -	\$ -	3	\$ -	\$ -	4	\$ -	\$ -
Recreational	1	\$ 3,250	\$ 7,010	1	\$ 3,250	\$ 7,010	3	\$ 3,250	\$ 7,010
Residential	174	\$ 57,549	\$ 75,054	182	\$ 61,115	\$ 79,366	205	\$ 70,714	\$ 91,160
Rural	45	\$ 44,894	\$ 51,166	48	\$ 47,076	\$ 53,550	56	\$ 52,812	\$ 59,506
Services	0	\$ -	\$ -	0	\$ -	\$ -	0	\$ -	\$ -
Unspecified	20	\$ -	\$ -	20	\$ -	\$ -	20	\$ -	\$ -
Total (% change relative to present)	253	\$ 107,411	\$ 136,537	264 (+4%)	\$ 113,159 (+5%)	\$ 143,233 (+5%)	298 (+18%)	\$ 128,494 (+20%)	\$ 160,983 (+18%)

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Includes transport, communication, utilities, and storage infrastructure

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

Table 3.17: Value of existing property in potential 1 in 100 year storm surge inundation areas of City of Casey (in thousands of \$)<sup>a</sup>

Property		Present			2030			2070		
Туре	#	SV <sup>b</sup>	CIV <sup>c</sup>	#	SV <sup>b</sup>	CIV <sup>c</sup>	#	SV <sup>b</sup>	CIV <sup>c</sup>	
Commercial	1	\$ 800	\$ 1,667	2	\$ 1,024	\$ 1,907	2	\$ 1,024	\$ 1,907	
Industrial	0	\$ -	\$ -	0	\$ -	\$ -	1	\$ 538	\$ 608	
Residential	109	\$ 20,802	\$ 28,874	112	\$ 21,548	\$ 29,884	140	\$ 25,956	\$ 36,761	
Rural	2	\$ 1,969	\$ 2,089	3	\$ 3,797	\$ 4,163	4	\$ 4,299	\$ 4,835	
Unspecified	31	\$ -	\$ -	32	\$ -	\$ -	42	\$ -	\$ -	
Total (% change relative to present)	143	\$ 23,571	\$32,630	149 (+4%)	\$ 26,369 (+12%)	\$35,954 (+10%)	189 (+32%)	\$ 31,817 (+35%)	\$44,111 (+35%)	

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Market value of land only

<sup>&</sup>lt;sup>c</sup> Total market value of the property including land, buildings and all other improvements

Table 3.18: Value of existing property in potential 1 in 100 year storm surge inundation areas of Mornington Peninsula Shire (in thousands of \$)<sup>a</sup>

Property		Present	t		2030			2070	
Туре	#	SV <sup>c</sup>	CIV <sup>d</sup>	#	SV <sup>c</sup>	CIV <sup>d</sup>	#	SV <sup>c</sup>	CIV <sup>d</sup>
Commercial	5	\$ 1,697	\$ 2,281	5	\$ 1,697	\$ 2,281	6	\$ 1,863	\$ 2,500
Industrial	5	\$ 21,331	\$ 21,711	5	\$ 21,331	\$ 21,711	15	\$ 49,370	\$ 235,503
Private Infrastructure <sup>b</sup>	4	\$ 3,045	\$ 3,545	4	\$ 3,045	\$ 3,545	4	\$ 3,045	\$ 3,545
Recreational	0	\$ -	\$ -	0	\$ -	\$ -	0	\$ -	\$ -
Residential	272	\$ 160,612	\$ 195,992	310	\$ 187,234	\$ 226,801	494	\$ 247,810	\$ 304,725
Rural	3	\$ 19,223	\$ 19,243	3	\$ 19,223	\$ 19,243	3	\$ 19,223	\$ 19,243
Unspecified	285	\$ -	\$ -	422	\$ -	\$ -	587	\$ -	\$ -
Total (% change relative to present)	574	\$ 205,908	\$ 242,772	749 (+30%)	\$ 232,530 (+13%)	\$ 273,581 (+13%)	1,109 (+93%)	\$ 321,311 (+56%)	\$ 565,516 (+133%)

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Includes transport, communication, utilities, and storage infrastructure

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

Table 3.19: Value of existing property in potential 1 in 100 year storm surge inundation areas of Shire of Cardinia (in thousands of \$)<sup>a</sup>

Property Type <sup>b</sup>	Present			2030			2070		
	#	SV <sup>c</sup>	CIV <sup>d</sup>	#	SV <sup>c</sup>	CIV <sup>d</sup>	#	SV <sup>c</sup>	CIV <sup>d</sup>
Green Wedge	0	\$ -	\$ -	0	\$ -	\$ -	3	\$ 254	\$ 508
Public Use	2	\$ 662	\$ 969	2	\$ 662	\$ 969	2	\$ 662	\$ 969
Public Conservation and Resource	3	\$ 813	\$ 1,345	3	\$ 813	\$ 1,345	3	\$ 813	\$ 1,345
Road	0	\$ -	\$ -	0	\$ -	\$ -	1	\$ 106	\$ 191
Rural	21	\$ 4,338	\$ 6,665	21	\$ 4,338	\$ 6,665	21	\$ 4,338	\$ 6,665
Total (% change relative to present)	26	\$ 5,813	\$ 8,979	26 (+0%)	\$ 5,813 (+0%)	\$ 8,979 (+0%)	30 (+15%)	\$ 6,173 (+6%)	\$ 9,678 (+8%)

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Property types determined by the associated planning zone in which they were located

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

Table 3.20: Value of existing property in potential 1 in a 100 year storm surge inundation areas of Frankston City (in thousands of \$)<sup>a</sup>

Time Period	#	SV <sup>c</sup>	CIV <sup>d</sup>
Present	0	\$ -	\$ -
2030	0	\$ -	\$ -
2070 <sup>b</sup>	1	\$ 30	\$ 195

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

It is important to recognise that property values, quoted above, do **not** represent the likely economic impact of future inundation of properties in the region. Instead, a total of \$300-400 million could represent a worst case scenario for loss of site value, if the following outcomes eventuated:

- there is repeated inundation of all currently exposed sites;
- the sites become unusable as a result of inundation; and
- additional properties (i.e. properties exposed by 2030 or 2070) are also lost.

In reality, it is likely that the impact of storm surge scenarios on site value will be less than this total, since at least some of the site value of affected properties will be maintained into the future, either for current or alternative uses.

In addition to site impacts, loss or damage to infrastructure on the exposed properties also needs to be considered. As detailed in Tables 3.16 to 3.20, the total value of private infrastructure exposed to inundation under a worst case 2070 scenario, for a 1 in 100 year storm surge, is approximately \$293 million<sup>16</sup>. This is about \$215 million more than the value of infrastructure currently exposed to a 1 in 100 year storm surge (\$78 million). Of the \$293 million exposed in 2070, approximately \$187 million (64%) are industrial assets, virtually all of which are located in Hastings in the Mornington Peninsula Shire. Of the additional exposed assets, \$88 million (30%) are residential, again mainly located in Mornington Peninsula Shire.

A sum of approximately \$150-230 million represents a worst case scenario for damage to this infrastructure involving:

- complete loss of all exposed infrastructure; and
- depreciation of 20-50% of the market value of that infrastructure<sup>17</sup>.

Again, it is unlikely that all exposed infrastructure value will be destroyed, even with repeated inundation. A more realistic indication of the costs of future coastal inundation on private infrastructure could potentially be gained through the use of a model, such as

Final Report Page 59

-

<sup>&</sup>lt;sup>b</sup> The one property identified in 2070 was zoned for "Public Conservation and Resource"

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

<sup>&</sup>lt;sup>16</sup> Calculated as CIV, less SV.

<sup>&</sup>lt;sup>17</sup> There are major uncertainties in estimating depreciation rates for property loss through natural disasters (BTE, 2001).

ANUFLOOD<sup>18</sup>, which is now used extensively in relation to inland flooding to derive damage cost curves for housing and commercial buildings. Costs are correlated in the model to the projected flood height above floor level. In principle, a similar approach could also be used to derive a damage cost curve for given coastal inundation scenarios.

Unfortunately, there is insufficient high-resolution, coastal elevation and other data to derive damage cost curves by these means. Instead, a rough estimate of potential damage costs to residential properties in the region has been made by applying the rapid appraisal method of floodplain management to a coastal inundation scenario. Under the rapid appraisal method (Read Sturgess & Associates, 2000), the average cost of flood damage per residential property has been estimated at \$25,600<sup>19</sup>. Applying this sum to the 555 residential properties in the region that are currently exposed to 1 in 100 year storm surge, gives an estimated \$14.2 million in damage costs to residential properties in the region associated with each inundation, noting that a current 1 in 100 year storm surge could become a 1 in 1 to 1 in 4 year storm surge by 2070 (McInnes et al., 2007). This estimate is obviously subject to a great deal of uncertainty, not least because the estimates of flood damage and associated costs derived through the rapid appraisal method were intended to apply to inland flooding scenarios, not coastal flooding.

## Public infrastructure

As discussed in section 3.2.4, a range of public coastal infrastructure including roads, port facilities and water and waste infrastructure are exposed to the effects of increased storm surge severity over the next 60 years. This infrastructure will be susceptible to damage as a result of storm surges, both the initial damage caused by erosion and flooding and in some cases, accelerated deterioration due to the effect of water intrusion. The cost of repairing flood damaged roads, for example, is estimated on average to be about \$42,000 / km (see Table 4.18). However, there are insufficient data on the specific type and number of public coastal infrastructure in the region exposed to inundation or of the nature of the impacts of inundation to estimate damage costs associated with potential future inundation. Costs associated with exposure of local government infrastructure to a range of climate variables are examined further in Chapter 8.

#### 3.3.2. Indirect market costs

Other indirect costs will be associated with storm surges and coastal inundation that are not due directly to the inundation.

These include the costs of disruption to business and costs of emergency services and volunteers in responding to the impacts of a major storm surge.

When examining costs such as disruption to business, consideration must be given to whether a local or national perspective is taken. In this study a local perspective is taken, meaning that loss of business to firms located in other parts of Australia is regarded as an economic cost to the Western Port region.

#### Disruption to business

Coastal inundation is likely to disrupt business activity, both in the short-term and longerterm. The regional sector most likely to be affected in this way is tourism, especially

<sup>&</sup>lt;sup>18</sup> The model is discussed further in Chapter 4.

<sup>&</sup>lt;sup>19</sup> \$20,500 in 1999 (Read Sturgess & Associates, 2000)

tourism associated with beaches and coastal activities - which is probably most of the tourism in the region. As discussed in 3.2.5, beaches and foreshore reserves throughout the region are likely to bear the brunt of long-term sea-level rise, extreme tides and storm surges. As well as having social, cultural and environmental impacts (see following section) increased erosion, degradation and even loss of many of the region's beaches would have serious implications for the region's tourism sector.

For example, in 2005 beach related tourism expenditure in the region is estimated to have been approximately \$482 million<sup>20</sup>. This is approximately 55% of output of the region's tourism and hospitality sector. The value of beach related tourism to the regional economy will be less than this, perhaps in the order of \$75 to \$150 million or one to two percent of GRP<sup>21</sup>. Even so, a large loss of the region's beaches and coastal precinct as a consequence of storm surges and inundation, even on a temporary basis, would have a significant impact on the region's economy and could be catastrophic for the region's tourism sector, especially in Mornington Peninsula Shire and Bass Coast Shire where tourism provides 9.4 % and 7.1 % respectively of the value of local output (see Table 2.8). However, the extent of impacts to the region's tourism industry will clearly be affected by a number of factors, including the location, scale, timing and permanency of impacts to the region's beaches. For example, affected beaches that are located in areas with high visitation rates will have greater consequences for the tourism industry than beaches with low visitation rates, especially if impacts occur at the start of the peak tourism season. Output of other sectors with links to tourism, notably wholesale and retail trade, will also be affected.

Other business activities most likely to be disrupted by future inundation are those associated with the industrial facilities located in Hastings and businesses dependent on port facilities, particularly in Western Port Bay. The activities of these businesses could be directly curtailed by coastal inundation events.

Business activities dependent on the use of exposed transport corridors could also be affected. For example, the Bureau of Transport Economics (2001) estimates road transport delay costs to be in the order of \$39 / vehicle hour for business cars, \$34 / vehicle hour for laden trucks and \$16 / vehicle hour for commuting and other private vehicle trips (converted to 2007 dollars). Businesses dependent on the use of major exposed transport corridors, such as the Nepean Highway in Mornington Peninsula Shire and South Gippsland Highway in Casey, could be particularly vulnerable.

Other activities worthy of note are the utility networks: electricity and gas supply, water supply, waste water and telecommunications. Economic costs resulting from the impacts of inundation on this infrastructure will result not so much from damages to the infrastructure itself (although significant damage resulting from inundation and/or erosion is possible), but indirectly from disruption to the network services. Of the network services, water and waste water services appear to be most threatened by coastal inundation. As discussed in 3.2.4, water services in Bass Coast and drainage services in Casey and Cardinia appear to be vulnerable due to more frequent exposure of some of the relevant infrastructure in the future.

Final Report Page 61

-

<sup>&</sup>lt;sup>20</sup> Estimate based on data in Tourism Victoria 2006a, 2006b.

<sup>&</sup>lt;sup>21</sup> Based on producer surplus to expenditure ratio for the Australian tourism industry of approximately 15 to 30%.

It is not possible to estimate the extent of financial impact on the business activities discussed above, since the level of disruption to activities will depend on the infrastructure and services impacted and the duration and severity of disruption. Also, it is important to note that net regional economic costs resulting from any disruptions will tend to be lower than the sum of financial costs on affected businesses, since other local businesses unaffected by the inundation will likely benefit from increased business activity. Exceptions to this outcome are the industrial facilities located in Hastings. These industries are important to the regional economy (see Table 2.8). Importantly, they are not replicated elsewhere in the region or indeed the state. Thus, any loses incurred by them will equate to regional economic losses.

#### Other indirect market costs

Other indirect market costs that could result from coastal inundation include:

- disruption of public services associated with infrastructure such as schools and hospitals;
- cleanup costs; and
- emergency service costs.

Infrastructure exposure information discussed in 3.2.4 indicates that no hospitals or schools are directly exposed to inundation, even under the worst case scenario in 2070. As discussed in section 3.2.4 though, a range of other public coastal infrastructure including roads, port facilities and water and waste infrastructure are exposed to the effects of increased storm surge severity over the next 60 years. As well as having direct infrastructure damage costs, services are likely also to be disrupted as a result of infrastructure inundation - both directly (e.g. water and waste water services) and indirectly (e.g. emergency service provision as a result of the inundation of roads<sup>22</sup>). It is not possible to be precise about the costs of service disruption other than to note earlier studies which indicate that the costs associated with service provision can be as great or greater than the direct costs of damage to infrastructure (BTE, 2001; Read, Sturgess & Associates, 2000).

Cleanup costs resulting from an inundation event could be quite significant. The BTE (2001) estimates average cleanup costs for public buildings affected by floods to be in the order of \$10,000 (in 1999 dollars) for public buildings and 20 person days (at average weekly earnings) and \$330 in materials per household. Considering just residential properties currently exposed to a 1 in 100 year storm surge<sup>23</sup>, potential cleanup costs for each inundation event could be in the order of \$1.1 to \$1.5 million<sup>24</sup>.

# 3.3.3. Intangible (non-market) costs

Intangible costs refer to direct and indirect impacts that do not normally have a market value and therefore do not have a commonly agreed method or unit of valuation. They include loss of life and other health impacts, loss of memorabilia, ecological and cultural

Final Report Page 62

<sup>&</sup>lt;sup>22</sup> Issues associated with emergency response are examined in Chapter 9 in the context of various climate impacts.

<sup>&</sup>lt;sup>23</sup> Noting that in a worst case scenario in 2070 the frequency of inundation of these properties could be 1 in 2 to 1 in 4 years.

<sup>&</sup>lt;sup>24</sup> Assumes approximately 750 affected residences and average household weekly income of \$989.

damages, destruction of community life and loss of leisure. Research reported in BTE (2001) and Handmer (2003) suggests that communities generally value the intangible costs of natural disasters at least as great as the tangible dollar losses.

Below we discuss the two categories of intangible costs that are most likely to be significant in the context of coastal inundation in the Western Port region:

- health and safety impacts; and
- amenity impacts associated with potential damage to or loss of beaches.

#### Health costs

The potential health impacts of coastal inundation associated with sea-level rise and storm surge include mortality, injury, stress and stress-related illnesses. The extent of these health impacts in the future will depend on a range of factors including:

- the number and type of people affected;
- the characteristics of the storm surge event;
- the frequency of events; and
- the warning time given to local residents.

Given uncertainties in relation to these variables, it is difficult to make even generalised statements about the potential health impacts of future coastal inundation events in the region. However, (in the context of flood management) Reed Sturgess & Associates (2000) suggest that in the absence of data on all of relevant variables, the most significant determinant of the size of the likely impact of flooding on human health and mortality is the size of the resident population 'at risk'. Given this, and available data on the number of residents exposed to other climate events, it can reasonably be argued that the health costs associated with coastal inundation in the region are likely to be substantially less than the health impacts of other hazards associated with climate change such as bushfires (Chapter 5) and (especially) extreme temperatures (Chapter 6).

# Amenity losses associated with inundation and erosion of beaches and coastal reserves

Beaches and coastal reserves in the Western Port region provide substantial direct and indirect benefits to local communities. Visitors from outside the region also derive benefits from the region's beaches, with an estimated 9.8 million person day visits to the region in 2005, a large majority of the visits being linked to its beaches and coastal reserves (Tourism Victoria, 2006a, 2006b).

Values associated with beaches and coastal reserves include:

- ecological / natural (not discussed in detail in this report);
- leisure, recreation and wellbeing;
- educational; and
- cultural heritage.

#### Leisure and recreation

A preliminary estimate of the economic value of the leisure and recreational benefits threatened by coastal inundation has been made, based on a previous analysis of the economic value of public land in Victoria (MJA, 2004b). In the previous analysis, recreation and visitation values of coastal public lands in Victoria are estimated to be more than \$1 billion dollars annually (in 2004 dollars). Using visitation numbers to the beaches, reserves and piers located in the Western Port region, similar estimates have been derived for the region. These estimates indicate that the annual value of visitations to the region's coasts in 2004 was \$397 million (Table 3.21). As discussed in section 3.2.5, the non-market values that this estimate quantifies could be substantially threatened in the longer term by sea-level rise, storm surge and coastal erosion.

Table 3.21: Recreation and visitation values of coasts and beaches in the Western Port region, 2004 (\$ million)

	Consumer surplus (\$ million)		
	Victoria	Western Port region	
Beaches	734	291	
National/state parks (coastal)	223	68	
Piers	53	21	
Crown Land Reserves (coastal)	31	10	
Phillip Island Nature Park	7	7	
Total	1,048	397	
Source: Analysis based on MJA, 2004			

The estimates provided in Table 3.21 are preliminary (in that they are not based on detailed regional data) and limited (in that the range of non-market values assessed is quite narrow). Nevertheless, they are sufficient to suggest that non-market values are potentially the most significant of all values threatened by sea-level rise and storm surge in the Western Port region.

# Cultural heritage

There are numerous cultural heritage values associated with the region's coastline, linked to both Aboriginal history and post-settlement history. These values and associated sites of significance are discussed in the region's foreshore management plans (e.g. Dromana Foreshore Committee of Management, 2003; URS, 2004) and in some cases are identified and protected through local planning schemes and state and national legislation (e.g. Commonwealth Aboriginal and Torres Strait Islander Heritage Protection Act 1984).

It is likely that many sites of significance, located on either beaches or foreshore reserves, will be threatened by coastal inundation. However, detailed archaeological surveys, in conjunction with site-specific coastal inundation mapping, are required to identify threatened sites.

# 3.4. Summary of Potential Implications of Exposure to Storm Surge Inundation in the Western Port Region

Sector/LGA	Summary of Potential Storm Surge Exposure and Impacts
	Sammary of reconduct Sterm Sargo Exposure and impacts
Locations	
	• Additional 0.8–3.4 km² inundated by 1 in a 100 year storm surge in 2070, particularly the Bass River flood plain and foreshore reserves
Cardinia	, , , , , , , , , , , , , , , , , , , ,
Casey	• Additional 0–0.3 km² inundated by 1 in a 100 year storm surge in 2070, particularly low-lying areas and wetlands around Warneet and east of Tooradin
Frankston	• Little change in storm surge inundation by 2070, but potential for sea-level rise impacts to Frankston foreshore and Oliver's Hill
MPS*	• Additional 0.3–1.3 km <sup>2</sup> inundated by 1 in a 100 year storm surge in 2070, particularly foreshore areas and low-lying areas around Hastings
Populations	
Bass Coast	<ul> <li>An estimated 559 current residents in 261 dwellings would be exposed given storm surges corresponding to a 1 in a 100 year event in 2070.</li> <li>Particular at-risk populations include low-income and/or elderly residents associated with Phillip Island townships.</li> </ul>
Cardinia	Limited direct public exposure
Casey	• An estimated 236 current residents in 24 dwellings would be exposed given storm surges corresponding to a 1 in a 100 year event in 2070. Atrisk populations include low-income and/or elderly residents in Warneet and Tooradin as well as exposed business owners.
Frankston	Limited direct public exposure
MPS	• An estimated 1,401 current residents in 637 dwellings would be exposed given storm surges corresponding to a 1 in a 100 year event in 2070, Retiree communities in the south around Portsea and Sorrento and low-income households around Hastings may be particularly vulnerable.
Property	
Bass Coast	<ul> <li>\$160 million of property exposed to 1 in a 100 year storm surge by 2070, particularly rural properties adjacent to Bass River flood plain and exposed areas of Philip Island townships. Damage costs from storm events and loss of property value due to erosion and inundation likely to rise.</li> </ul>
Cardinia	• \$9 million of property exposed to 1 in a 100 year storm surge by 2070, such as rural properties in the south and within Koo-Wee-Rup Swamp.  Damage costs from storm events and loss of property value due to erosion and inundation likely to rise.
Casey	• \$44 million of property exposed to 1 in a 100 year storm surge by 2070, particularly low-lying coastal areas around townships of Warneet and Tooradin. Damage costs from storm events and loss of property value due to erosion and inundation likely to rise.
Frankston	• Limited property exposure.
MPS	• \$565 million of property exposed to 1 in a 100 year storm surge by 2070 including residential property adjacent to foreshore beaches, commercial/industrial properties around Hastings. Damage costs from storm events and loss of property value due to erosion and inundation likely to rise.
Infrastructure	
Bass Coast	<ul> <li>Potential for inundation of some secondary and tertiary roads in Phillip Island townships and those adjacent to Bass River flood plain.         Increased road maintenance costs associated with flood damage.     </li> <li>Isolated exposure of water and sewerage infrastructure.</li> <li>Boating facilities.</li> </ul>

Cardinia	<ul> <li>Drainage infrastructure associated with Koo-Wee-Rup Swamp.</li> <li>South Gippsland Highway just east of Casey inundated by 1 in a 100 year storm surge by 2070. Increased road maintenance costs associated with flood damage.</li> <li>Boating facilities.</li> </ul>
Casey	<ul> <li>Harwood Aerodrome inundated by 1 in a 100 year storm surge by 2070</li> <li>South Gippsland Highway east of Tooradin may be at risk of inundation during storm events later in the century. Increased road maintenance costs associated with flood damage.</li> <li>Increased exposure of water infrastructure. Storm water outfall near Warneet inundated by 1 in a 100 year storm surge by 2070.</li> <li>Boating facilities around Warneet and Tooradin and Warneet.</li> </ul>
Frankston	Boating facilities
MPS	<ul> <li>Nepean Highway in the northwest inundated by 1 in a 100 year storm surge by 2070, as well as a number of secondary and tertiary roads. Increased road maintenance costs associated with flood damage.</li> <li>Rail infrastructure in northwest and around Hastings.</li> <li>Port of Hastings and associated infrastructure and industries as well as other public boating facilities.</li> <li>Increased exposure of water and sewerage infrastructure. Storm water outfall near Hastings inundated by 1 in a 100 year storm surge by 2070.</li> </ul>
<b>Business Activ</b>	ity control of the co
Bass Coast	Some potential for storm events to interrupt business activity in the townships of Phillip Island.
Cardinia	• Potential for storm surge inundation of South Gippsland Highway could disrupt transport and commerce in the region. However, few business areas appear to be directly exposed to storm surge events.
Casey	<ul> <li>Potential for storm surge inundation of South Gippsland Highway could disrupt transport and commerce in the region. Businesses in coastal townships of Warneet and Tooradin also at risk from transport disruptions, increased risk of flood damages, loss of revenue during storm events or loss of revenue associated with loss of regional amenity value.</li> </ul>
Frankston	• Direct implications for business activity appear limited. However, indirect effects associated with loss of amenity to Frankston Foreshore could affect services and tourism.
MPS	• Operations at industrial facilities at Hastings could be disrupted by storm events. Tourism and service industry could be affected by long-term impacts of sea-level rise and storm events on region's housing, property, and coastal amenity.
Public Health	
Bass Coast Cardinia Casey Frankston MPS	Limited direct risk to public health from sea-level rise and coastal hazards due to small size of exposed populations. However, elderly individuals as well as those with limited mobility or financial means may be at greater risk.
Amenity	
Bass Coast Cardinia Casey Frankston MPS	<ul> <li>Potential for significant impacts to amenity values of beaches and coastal reserves resulting from increased inundation risk and coastal erosion. Amenity values include ecological assets, recreational opportunities, and cultural values attached to locales and site-specific activities. Impairment of amenity also has implications for business activity (see above).</li> </ul>
	D ' 1 01'

<sup>\*</sup>MPS - Mornington Peninsula Shire

# 4. IMPACTS ASSOCIATED WITH INTENSE RAINFALL AND INLAND FLOODING

# **Chapter Summary**

- Flood events represent the costliest natural disaster in Victoria and Australia as a whole, and with at least 620 km<sup>2</sup> of flood prone areas in the Western Port region, flooding poses a substantial and wide-spread risk.
- Future changes in climate, particularly significant increases in short-tomoderate duration extreme rainfall events is anticipated to increase the frequency of floods and magnitude of flood levels in at-risk areas and may potentially expose new areas to harm.
- Flood mapping in the region is an ongoing process, with some flood prone areas still to be mapped. Based on current information, an estimated 18,000 properties with a total capital improved value of almost \$2 billion are vulnerable to flood events. Approximately 13,000 of the properties are residential, about 40% of which contain dwellings that are vulnerable to above-floor flooding.
- Despite the total value of assets in harm's way, the potential implications
  of climate change for above-floor flooding suggests that increases in the
  magnitude of damages to residential and commercial properties from
  changing rainfall extremes may be relatively modest. However, there could
  well be a significant increase in the frequency of any given flood event and
  associated damage costs.
- Further, flooding also has the potential to disrupt much of the region's transport infrastructure including major surface roads and highways as well as rail services, while a range of businesses, industries and public services and utilities are also vulnerable to disruptions from flooding. These indirect economic costs could be significant relative to direct damages.

# 4.1. Inland Flooding in Western Port: The Issues

Extreme rainfall events and the management of the subsequent runoff is a fundamental challenge for many urban and rural regions.

High magnitudes of rainfall over short-time windows can contribute to high levels of runoff that increase flood risk in drainage areas (Fowler and Kilsby, 2003). The challenge is particularly acute for urban environments due to the large proportion of impervious land cover (e.g., buildings, roads, parking lots) that causes a much higher proportion of runoff per unit of rainfall than in natural landscapes.

Furthermore, urban development often disrupts the natural drainage of the landscape, and development may occur in what otherwise would be wetland or floodplain areas. Nevertheless, even in rural areas, there is still significant flood risk, particularly in areas adjacent to creeks, streams and rivers where flow levels may rise in response to significant rainfall in upstream catchments. Rural areas also may have lower levels of drainage infrastructure and flood protection to manage large magnitudes of runoff and conduct it safely away from property and infrastructure.

A major flood in 1934 reportedly left the main street of Koo-Wee-Rup under 1.8 metres of water after an estimated 140 mm (perhaps more) of rain fell in two days (see Box 3).

Quite often, flood events result in economic damages arising from both insured and uninsured losses. The Bureau of Transport and Regional Economics reviewed natural disasters in Australia between 1967 and 1999 (BTE, 2001). That review concluded that floods were the most costly of disasters, accounting for 29% or \$10.9 billion in damages. The proportion was even higher in Victoria, with floods representing 41.1% or \$1.2 billion in damages. For example, an estimated 1 in 100 year flood affected Traralgon, Gippsland in 1978 causing \$627,000 in damages<sup>25</sup>. Flood events in West Gippsland in 2001 resulted in approximately \$138,548 in damages<sup>26</sup>. A flood study of the Macalister River in West Gippsland estimated the costs associated with a 1 in 100 year flood at \$1,350,000. These represent the direct costs of flooding. However, additional indirect costs arise due to lost productivity associated with clean up times and temporary displacement (BTE, 2001).

Hence, communities make significant investments in storm water management networks, designed to safely store, retard or conduct storm water runoff to suitable discharge points. Such measures are particularly common in urban areas due to the large proportion of impervious surface combined with dense populations and development that would otherwise lie in harm's way. When the capacity of such drainage networks is exceeded and/or further development alters the flow of runoff, localised flooding can occur. For example, the severity of the 1934 flood to Koo-Wee-Rup was partly attributed to inadequate drainage infrastructure, leading to significant expansion of that infrastructure in the wake of a Royal Commission held to investigate the floods (Box 4.6; Roberts, 1985).

The sensitivity of different areas of the Western Port region to extreme rainfall events is a complex interaction of topography, land use and cover, and soil conditions. Topography influences the drainage pathway of runoff across the landscape, which is influenced by relative elevation between points and the slope of the landscape (Liu and Todini, 2002). Generally, higher elevation areas with steep slopes are less vulnerable to flooding, as rainfall is more likely to runoff to lower elevation plains and depressions, provided flow paths are available. Land cover dictates the extent to which rainfall can penetrate into the soil, attenuating runoff (Liu and Todini, 2002).

In more urban environments, areas that are densely developed are assumed to have a higher proportion of impervious surface, resulting in a high rate of runoff (Carlson and Arthur, 2000). More natural landscapes and particularly those with significant vegetation are assumed to retard runoff locally resulting in a lower fraction of immediate runoff, although catchments may continue to discharge into surface water networks over time.

Finally, the ratio of rainfall to runoff is also influenced by the existing saturation state of the soils (i.e. the amount of water those soils can hold; Bronstert et al., 2002). This is a parameter that varies considerably over time depending upon the timing of rainfall, temperature and evaporation, and the structure of the soil. Nevertheless, across a landscape, some areas will tend to have higher capacities to hold water than others, which again may increase the potential for those soils to absorb rainfall and retard runoff.

Final Report

Page 68

<sup>&</sup>lt;sup>25</sup> **Source:** http://www.ga.gov.au/oracle/flood/flood\_studies.jsp

<sup>&</sup>lt;sup>26</sup> Source: http://www.ses.vc.gov.au

# Box 4.6: The Koo-Wee-Rup 'Super Flood'

Victoria experienced her worst flooding of the twentieth century early in the summer of 1934. There were thirty-five fatalities and over 6,000 people were made homeless across the state (BoM, 2007).

One of the most severely affected areas was Koo-Wee-Rup, an agricultural centre developed on 40,000 hectares of reclaimed swampland in the present day Cardinia Shire. The area had a history of serious floods from the time the ambitious drainage scheme commenced in 1889. The 'Super Flood' of 1934 was a result of a heavy rain burst on November 30 and December 1. It is estimated that rainfall peaked at 97,840 megalitres per day. The Bunyip River broke its banks and almost the entire Koo-Wee-Rup Swamp was flooded. The high ground at the railway station became a safe haven for one thousand people made homeless. The police used fifteen rowboats to rescue people trapped in their ceilings and on their roofs. Forty thousand hectares were covered with water and most buildings in the town were flooded up to their veranda tops. Luckily there was no loss of life due, it is believed, to flood waters hitting the town at 8.30am in the morning before most shops and businesses had opened.

There were whole herds of cattle washed away down the drains and drowned. Cows, horses, pigs, everything went down with the flood... A lot of those were washed out into the bay and then when the tide came in they were washed back. They went out with the flood and went in with the tide. A lot of people were in the old hall in the street. They were camped on the stage. A cow floated in the hall while they were there, a dead cow... Mr Frank Egan (BoM, 2007).

After another flood the following year, further work was carried out on the drainage system. A Royal Commission was established to investigate all Waterworks in Victoria in 1935 as a result of the flooding (Roberts, 1985).

The direct impact of climate change on flood risk in the Westernport region depends on the geophysical specifics of each settlement and catchment. As noted by Melbourne Water (2005), "flood impacts are likely to be site specific and will need to be reviewed for local conditions and in the context of local flood management controls and investment".<sup>27</sup>

Critical duration storm events will differ between settlements, and climate change is expected to have varying impacts on different duration rainfall events (Abbs et al., 2006; 2008). The impacts of climate change may also influence flood risk indirectly. For example, in the wake of a bushfire event, substantial increases in runoff are often observed in fire-affected catchments (Gallucci et al., 2007).

Final Report Page 69

-

<sup>&</sup>lt;sup>27</sup> In the Hawkesbury-Nepean corridor of NSW, an increase in flood event from one in twenty years to one in one hundred years corresponds to 10 metres of inundation. In contrast, many inland locations in both New South Wales and Queensland experience flood height ranges of only a metre or so and climate change would have insignificant effects on failure potential.

# Box 4.7: Implications of Extreme Rainfall Changes for Urban Impacts – Simulations from New South Wales

While there have been few studies of the direct implications of changes in extreme rainfall on flooding and damage costs, some assessments conducted for New South Wales provide some perspective. A modelling study by Schreider et al. (2000) concluded that for a doubling of the preindustrial concentration of atmospheric carbon dioxide, the 1 in 100-year flood under current conditions would become a 1 in 44-year event for the Upper Parramatta River, a 1 in 35-year flood for the Hawkesbury-Nepean and a 1 in 10year flood for Queanbeyan and Canberra. Meanwhile, a study by Minnery and Smith (1996) found that climate change may double flood-related damages in urban areas of NSW (see also Smith, 1998; Schreider et al., 2000). These studies provide some sense of the scale of changes in both natural hazards and their socio-economic impacts. Despite being generated for a region far removed from Western Port, the general finding of significant increases in extreme rainfall events and a reduction in storm return periods in the Western Port region in future decades suggests that flooding and damages are likely to rise. This is particularly true for those areas that are experiencing rapid population growth and development that is increasing the financial exposure to natural hazards.

Figure 4.22: Projected fractional change in extreme rainfall events in the Port Phillip Bay and Western Port Bay region of Victoria in 2030 and 2070

Changes greater than 1.0 indicate an increase in extreme rainfall, while changes less than 1.0 indicate a decrease (Abbs et al., 2006, 2008).

# 4.1.1. Extreme rainfall projections for the Western Port region

Climate change is projected to alter the frequency and/or intensity of extreme rainfall events in Victoria, including the Western Port region (Figure 4.22). The projections generated as part of this project, indicate return intervals for extreme rainfall events or varying durations (1 to 96 hours) will change significantly in the decades ahead. However, the spatial distribution of extreme rainfall change varies considerably over the Western Port region. Furthermore, these changes vary significantly over time and with the event in question. Where increases in extreme rainfall events occur, flood risk and damages are also anticipated to rise unless stormwater management infrastructure and flood mitigation measures are updated. In fact, Minnery and Smith (1994) argue that "for urban areas the most significant climatic impacts are likely to result from an increased frequency of extreme events, including flooding". It should also be noted that the storm systems associated with extreme rainfall may cause damages in their own right, independent of rainfall (Box 4.8).

# Box 4.8: Windiness and Storms - A Cross-Cutting Issue

While this report examines the impacts of different climate changes in a rather discrete manner, in reality many of these biophysical changes interact and multiple extremes may occur simultaneously. A good example of this phenomenon is that of storms and their associated high winds. While wind has significant potential for causing damages within Australian settlements, it is often associated with some of the other impacts addressed in this report, such as storm surge and/or extreme rainfall.

The consequences of high winds are perhaps best appreciated in northern Australia where tropical cyclones periodically make landfall along the Australian coastline. While heavy rainfall and high storm surges are a routine consequence of cyclones, the high winds associated with these storm systems are often a major cause of coastal damages in their own right. However, even in other regions of Australia that are not exposed to tropical cyclones, severe storms and the associated winds represent a major fraction of disaster damages. In Victoria, the BTRE (2001) estimated that approximately 24% of disaster coasts in between 1967 and 1999 were associated with severe storms. Undoubtedly, a significant fraction of such damages can be attributed to wind. For example, wind was identified as a major contributor to insured losses in six of the top 20 storm events in New South Wales (Figure 4.23). Some of the most destructive winds in southern Australia are associated with tornadoes, such as those that occurred in eastern Melbourne in 2004, west of Geelong and in the vicinity of Bendigo in 2003.<sup>28</sup>

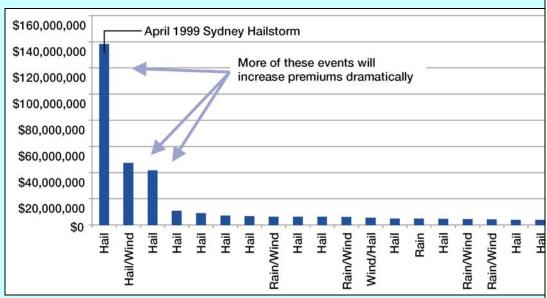


Figure 4.23. Causes of top 20 storm events for buildings in NSW insured through Insurance Australia Group

Source: Coleman (2002)

In contrast with temperature and rainfall, the projected implications for extreme winds are projected to be relatively modest. For example, Macadam et al. (2007) projected changes within ±5% out to 2030, although such changes increase by a factor of 2 to 3 by the latter half of the 21<sup>st</sup> century. Nevertheless, such relatively minor increases in extreme winds may yet have important

Final Report Page 72

\_

<sup>&</sup>lt;sup>28</sup> **Source**: Bureau of Meteorology - <a href="http://www.bom.gov.au/weather/vic/sevwx/Tornadofacts1.shtml">http://www.bom.gov.au/weather/vic/sevwx/Tornadofacts1.shtml</a>

consequences due to the manner in which damages during wind events increase exponentially with rising wind speeds (Coleman, 2002). Observations of wind damages also suggest a critical threshold for wind speed of approximately 50 km/hour, above which damages increase significantly (Figure 4.24). Observations of wind speeds from the Western Port region indicate that speeds in excess of 40 km/hour are relatively common. Given that damages increase significantly above these levels, increases in average daily winds of a few percentage points could translate into rising damage costs. Nevertheless, the most damaging winds will continue to be associated with extreme storm events associated with synoptic frontal weather systems.

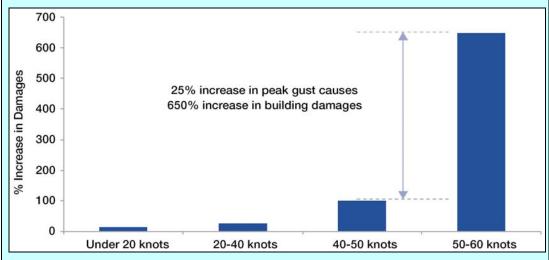


Figure 4.24: Response of housing damages to increasing wind speeds

Source: Coleman (2002)

In considering the exposure of different areas, settlements and infrastructure within Western Port region to extreme winds, the topography of the landscape is a critical consideration. Rough landscapes with significant vegetation or buildings tend to retard the flow of wind and, subsequently, wind speeds. In addition, the tops of hills are particularly susceptible to high winds, due to the fact that wind speeds generally increase with altitude and when winds encounter a hill or elevation of the landscape, they are forced upwards, increasing air flow over the top of the hill. In light of the effects of topography, the areas of greatest exposure to extreme winds in the Western Port region are likely associated with areas of relatively high elevation, such as Mornington Peninsula and Bass Coast, east of Phillip Island.

Housing and infrastructure that lies in at-risk areas for extreme winds are at greater risk of experiencing damages. Such damages may be direct, such as the toppling of towers, signs, buildings or utilities by wind gusts. Transportation may also be affected, as Rosetti (2002) found that extreme winds were the leading cause of environmentally-related rail accidents / incidents in the United States. However, indirect damages are also a common occurrence, such as tree falls that land on buildings, infrastructure or utilities.

Other relevant consequences of storm front include lightening and hail. Lightening strikes are one of the most common causes of bushfire ignition. Therefore, potential changes in storm events and lightening production have direct implications for bushfire damages. Meanwhile, damages from hail storms can be substantial, with the 1999 Sydney hail storm being one of the largest economic disasters in Australian history (Figure 4.23). Modelling studies suggest climate conditions conducive to hail generation as well as the formation of east coast lows will become more common in a warmer world (CSIRO and BOM, 2007).

# 4.2. Exposure

# 4.2.1. Methods for exposure assessment

The current study focuses on those areas of the Western Port region that are likely to be the most vulnerable to inundation and/or flooding during, or in the wake of, extreme rainfall events.

At-risk areas were identified from geographic data provided by the regional LGAs. For each LGA, an inundation/hazard layer was constructed based upon land subject to inundation overlays (LSIO) and/or overland flood areas of varying return periods, which were imported into a GIS. The current study treated locations associated with both types of hazards as 'at-risk areas', without distinguishing between the two. At-risk areas were converted to a vector polygon format. As with coastal inundation, these polygon layers were then used to interrogate a range of geographic data sets. Land areas, census collection districts, and assets intersecting inundation/flood hazard areas were treated as potentially exposed and associated populations, infrastructure and assets were subsequently quantified.

Additional information was sought regarding the potential for changes in extreme rainfall in each of the Western Port LGAs. Scenarios for changes in extreme rainfall events (1, 2, 4, 12, 24, 48, 72 and 96 hours) in the region were imported into a GIS as 5 km gridded data layers. Data were subsequently interpolated to approximately 2.5 km grids and converted to a vector polygon format, with polygons classified into different categories of extreme rainfall changes: -50 to -25%; -24 to 0%; 0 to +24%; +25 to +49%; and ≥+50%. These polygon layers were then used to estimate the percentage of land area in each LGA that experiences different magnitudes of change in extreme rainfall. Furthermore, the 2.5 km gridded data for extreme rainfall changes were averaged over the aforementioned inundation/flood hazard areas in each LGA to estimate extreme rainfall changes associated with those areas most at risk of inundation or flooding.

As with the storm surge exposure assessment, a number of uncertainties arise from this analysis. First and foremost, the analysis was based upon the integration of multiple data sets which were developed in different ways. Errors in the alignment of different data sources necessitates that results be interpreted with some caution. Furthermore, if any overlap between an inundation area and a census district, property or road segment existed, the entire CCD, property or segment was counted as exposed. This invariably results in an overestimate of the exposure of the population and assets. Hence, quantitative results should be treated as estimates designed to communicate the approximate scale of consequences.

# Box 4.9. Key Uncertainties Associated with Inland Flooding Impact Assessment

- 1) The modelling methods utilised to generate high resolution simulations of extreme rainfall limit the exploration of the full range of uncertainty in future climate conditions reflected by the broad range of global climate models currently in use. Therefore, the estimated changes in extreme rainfall simulated as part of this project, while plausible scenarios, should be interpreted with some caution.
- 2) While the simulations of changes in extreme rainfall events and return periods provide information regarding the magnitude and duration of rainfall in future decades, translating this information into estimates of flooding requires the use of a hydrological model. Such modelling was not undertaken as part of this study. Nevertheless, while the magnitude of flooding, its spatial distribution and its economic implications remain uncertain, it is possible to conclude with some confidence that the risk of flooding and damages will increase.
- 3) The storm systems associated with extreme rainfall events are often associated with storm surge events as well. Therefore, inland and coastal flooding is often driven by both of these processes acting in unison. Effects of such coincident events are not captured in the study, but such interactions should be kept in mind, particularly where natural drainage features or infrastructure drain to the coast.
- 4) The quality of current information regarding at-risk areas, properties, infrastructure and their value within the Western Port region was an important constraint on the analysis. Accurate knowledge regarding inundation/flood risk throughout the region remains incomplete and long-term investments in flood studies and hydrological modelling will be necessary to develop a comprehensive understanding. To the extent that future work reveals more information about the risk at various locations, estimates of future implications of climate change and flood damages will have to be updated.
- 5) As with sea-level rise and storm surge impacts, it is difficult to foresee how future patterns of development will influence the vulnerability of future regional settlements to flooding. Similarly, it is difficult to foresee how future risk management decisions may influence the nature of flood hazard.

#### 4.2.2. Exposed areas

Examination of the distribution of inundation/flood hazard in the Western Port region reveals an extensive area of potential hazard along the north to northeast extent of Western Port Bay.

This risk is largely driven by the topography of the area, which is low-lying – generally only a few metres above sea-level (Figure 4.25). The inundation/flood hazard in the area is perhaps best evidenced by the presence of Koo-Wee-Rup Swamp, a dominant geographic feature of the area. Though extensively drained over the 20th century, the low-lying nature of the land makes it susceptible to inundation and flooding. Furthermore, the fact that much of the land area exposed to inundation/flood hazard is

continuous with the coastline of Western Port Bay means the area is susceptible to inundation from both future sea-level rise and extreme rainfall events.

Additional areas of inundation/flood hazard occur throughout the Western Port region in association with natural drainage features. These may also be susceptible to flooding during extreme rainfall events as they represent principle conduits for conducting runoff. For example, a number of hazard locations exist in northern Casey and Cardinia Shire associated with such natural drainage. Similar hazard areas can be observed along the Western Port Bay side of Mornington Peninsula and around the Bass River in Bass Coast Shire. Additional flood hazard is associated with urban development due to the presence of significant impervious surface that contributes to considerable stormwater runoff. For example, significant land areas in Frankston are associated with either 20, 50, or 100 year flood levels. Similarly, much of the northern extent of Phillip Island has been identified as an urban stormwater management area.

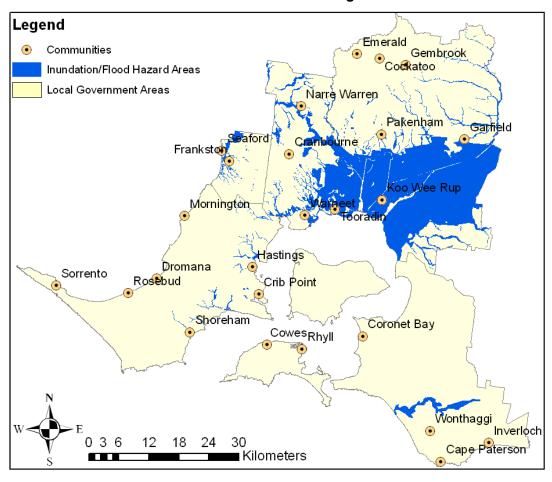


Figure 4.25: Spatial distribution of existing inundation/flood prone areas within the Western Port region

Considering the spatial distribution of flood hazard in the context of each Council, it appears that much of south-eastern Casey and the southern half of Cardinia are associated with significant inundation/flood hazard. Cardinia in particular is associated with almost 80% of the identified inundation/flood hazard areas in the Western Port region (Table 4.22).

Table 4.22: Current inundation/flood hazard areas in LGAs of the Western Port region

LGA	Inundation/Flood Hazard Area (km²)ª
Bass Coast Shire	18.8
Cardinia Shire	479.4
Casey City	100.1
Frankston City	10.8
Mornington Peninsula Shire	10.2
Total	619.3

<sup>&</sup>lt;sup>a</sup> Hazard areas derived from overland flood and land subject to inundation data provided by the five LGAs in the region.

The implications of exposure to such hazards for settlements and infrastructure are dependent not simply upon the size of the exposed land area, but upon the ultimate consequences such flooding may bring. This is largely a function of the density and value of assets and property that lie within exposed areas. The economic implications of flooding in a relatively small area of a densely populated urban landscape may be significantly larger than extensive flooding of a more rural area. As a result, the implications of flooding in areas such as Frankston or within the Mornington Peninsula Shire, though perhaps more isolated than that of Casey or Cardinia, could nevertheless have extensive financial and emergency management implications. These issues are explored further in subsequent sections.

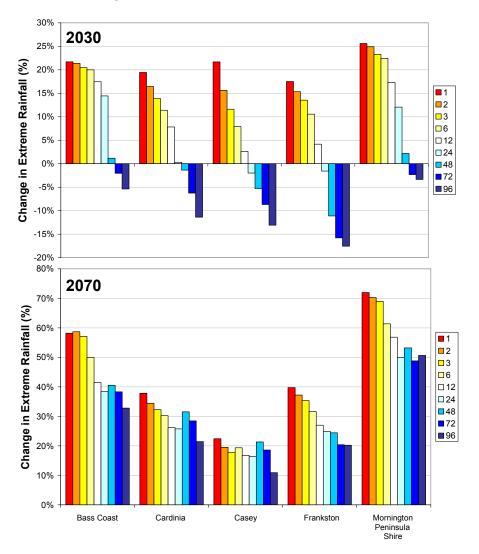
The spatial extent of inundation/flood hazard areas within the Western Port region have to be considered within the context of changes in extreme rainfall that will alter the magnitude and duration of extreme rainfall events that contribute to periodic flooding in at-risk areas. The projections of changes in patterns of extreme rainfall in Abbs et al. (2008) indicate significant spatial variability in extreme rainfall changes in the decades ahead. However, generally extreme rainfall intensities increase over time, particularly by 2070, resulting in a decrease in annual return intervals for events of a given magnitude (see Abbs et al., 2008). From a risk management perspective, changes in extreme rainfall may be most critical in those areas that are considered at-risk for inundation and flooding. Averaging of projected changes in spatial patterns of extreme rainfall events over just those areas identified as inundation/flood hazard areas provides an indication of how rainfall in these critical geographic areas may change in the future (Figure 4.26).

This analysis reveals that the inundation/flood hazard areas in Bass Coast and Mornington Peninsula Shire are exposed to the largest increases in extreme rainfall in future decades across almost all rainfall durations. Meanwhile, the remaining LGAs see more mixed results out to 2030, with sizeable increases in rainfall for shorter duration events but similar sized decreases for longer duration events. Nevertheless, as above, by 2070, increases in extreme rainfall are observed for the inundation/flood hazard areas of all LGAs in the region. Furthermore, the projected changes are generally quite large – in excess of 10% in all instances, and frequently in excess of 25% or even 50% depending upon the LGA and event duration under consideration.

Ultimately, this suggests that the regional trend toward increasing rainfall will directly affect inundation/flood hazard areas within the region's LGAs, and significantly increase the magnitude of surface runoff that must be managed. More explicit understanding of

the implications of such changes in rainfall for at-risk areas requires the completion of localised hydrological and flood modelling. Such work was not undertaken as part of this study. Nevertheless, even the first order comparison of spatial coincidence between changes in extreme rainfall and at-risk areas suggests an increase in the risk of adverse consequences to assets and infrastructure within those areas, and the potential for the expansion of risk beyond historical boundaries.

Figure 4.26: Average percentage change in extreme rainfall events associated with inundation/flood hazard areas in LGAs of the Western Port region for 2030 (top) and 2070 (bottom)



Colour-coded columns for each LGA represent extreme rainfall events of different hourly duration (e.g., 1 hour through 96 hours). Positive values indicate an increase in the intensity of a particular event while negative values indicate a decrease.

# 4.2.3. Exposed populations

Based on existing data, the population estimated in 2006 to be exposed to inundation/flood hazards in the Western Port region totalled 39,101 or, roughly, 7% of the entire Western Port population (Table 4.23 and Figure 4.22).

There are some significant uncertainties about this estimate though. In particular, flood mapping in region is an ongoing process, with significant areas in Bass Coast Shire and most of the southern and western sections of Mornington Peninsula Shire yet to be mapped. Thus estimates of exposed properties in those two shires are likely to substantially understate the true number of properties exposed to flood hazards. In the other local government areas, on the other hand, there may be a small overestimate of the true population that occurs within land areas subject to inundation or flood areas due to differences in scale of property boundaries and inundation/flood hazard areas.

Notwithstanding these uncertainties, the information in Table 4.23 and Figure 4.27 provides some indication of the scale of the exposure of properties and people in the region to flood hazards.

Table 4.23. Sizes and densities of populations associated with current inundation/flood hazard areas in LGAs of the Western Port region

LGA	Exposed Properties (#) <sup>a</sup>	Average Household Size <sup>b</sup>	Exposed Population (#) <sup>c</sup>	Population Density (#/km²) <sup>d</sup>
Bass Coast Shire	55	2.6	143	6.0
Cardinia Shire	3,134	2.8	8,775	24.1
Casey City	3,789	2.9	10,988	243.4
Frankston City	5,725	2.2	19,195	1,003.7
Mornington Peninsula Shire	204	2.6	530	69.1
Total	12,907		39,101	

a Number of exposed properties estimated from the number of green wedge, residential and rural properties exposed to inundation/flood.

Source: ABS 2006 Census

Another point to note regarding exposure estimates is that not all properties exposed to flood hazard have an equivalent level of exposure. For example, of the residential properties exposed to flood hazards, perhaps only 40% contain dwellings that are vulnerable to above-floor flooding. This point is discussed further in section 4.3.

b Average household size estimated from average household sizes for CCDs in each LGA intersecting with inundation/flood hazard areas.

c Exposed population estimated by multiplying exposed properties and average household size

d Population density estimated from population densities from CCDs in each LGA intersecting with inundation/flood hazard areas.

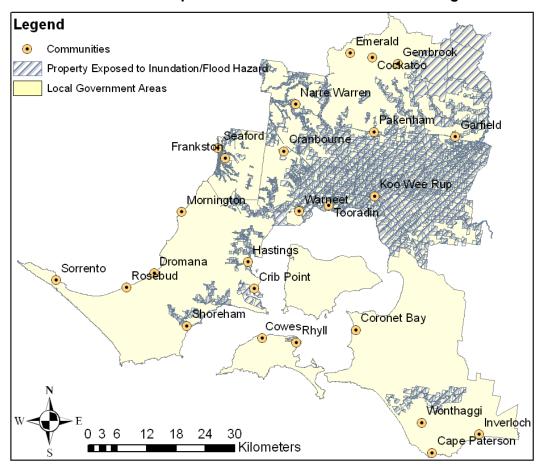


Figure 4.27: Spatial distribution of existing properties associated with inundation/flood prone areas within the Western Port region

These statistics also highlight the importance of the density of population and development in exposed areas in determining the implications of inundation/flood risk on settlements. For example, those areas with the largest number of exposed individuals and dwellings occurred in those areas with the greatest population density (i.e. within Casey and Frankston City Councils; Figure 4.28). Although Casey was associated with significant land areas exposed to inundation/flood hazard, the area of exposure within Frankston was, in comparison, quite small. Nevertheless, Frankston is associated with the second highest exposure among LGAs in the region, largely due to the high density of housing and population within exposed areas.

The population exposed to inundation/flood events will undoubtedly change in the future in response to population growth and migration. For example, population in the five LGAs of the Western Port region increased by between 12% and 49% between 1996 and 2006. As such, there are more people, dwellings and infrastructure potentially in harm's way at present than at any previous time. This trend of increasing exposure will continue in the future, with further population growth in the region of 45% projected over the next 25 years. As discussed in section 2.4, much of this growth is expected to occur in the growth corridor through Casey and Cardinia, including some on the fringes of the Koo-Wee-Rup Swamp. Guidelines are in place for developments within the flood protection area covering approvals, siting and flood level clearance (Melbourne Water, 2003), but these may need to be reviewed in light of new climate projections.

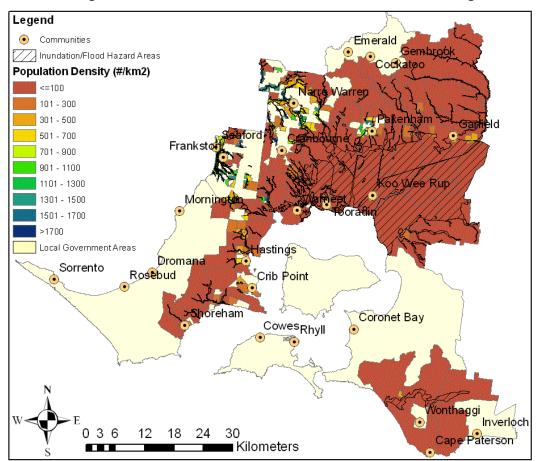


Figure 4.28: Population densities of census districts associated with existing inundation/flood hazard areas of the Western Port region

#### 4.2.4. Exposed public infrastructure

In addition to land areas, housing and populations, a range of infrastructure is also exposed to inundation/flood hazard in the Western Port region.

Perhaps the most substantial infrastructure distributed throughout the region is that of transportation, drainage and water networks (Table 4.24, Figure 4.29). Again, such infrastructure is concentrated where it services more densely populated communities, but for transportation networks in particular, disruptions even in more sparsely populated areas can have downstream consequences. For example, disruption of key transport corridors by flooding can interrupt not only transport and commerce, but also emergency management.

Table 4.24: Existing road and rail Infrastructure associated with current inundation/flood hazard areas in LGAs of the Western Port region

LGA	Road (linear km) <sup>a</sup>	Rail (linear km) <sup>a</sup>	Bridges (#) <sup>b</sup>
Bass Coast Shire	16	-	9
Cardinia Shire	942	62	N/A
Casey	309	47	N/A
Frankston City	148	8	26
Mornington Peninsula Shire	128	8	N/A
Total	1,543	125	35

<sup>&</sup>lt;sup>a</sup> Data on the locations of road and rail infrastructure provided by the five LGAs in the region

Comparison of the geographic distribution of road and rail infrastructure in the Western Port region with inundation/flood hazard areas identifies those transport corridors that are potentially at risk. Naturally, the siting of transport infrastructure is often executed with consideration of hazards such as flooding. Furthermore, flood management plans and mitigation measures may be implemented to reduce the risk of flooding, such as the construction of levies or additional drainage channels. Urban areas, in particular, are associated with complex storm water drainage networks to safely conduct urban stormwater away from housing and infrastructure. Nevertheless, a total of approximately 1,543 km of road network and 125 km of rail network lie in potential inundation/flood hazard areas (Table 4.24).

The LGAs most heavily affected are those of Casey City and Cardinia Shire Councils, a function of the extensive low-lying land areas north of Western Port Bay. This places most of the road and rail network in the south of these LGAs at potential risk, although the true nature of the consequence would of course be closely tied to the magnitude of the flood event. Frankston City and Mornington Peninsula Shire Councils have a more isolated or concentrated exposure. Transport infrastructure at risk in Frankston includes the rail network running along the coast in the LGA's northwest as well as the rail network in downtown Frankston. A number of bridges in Frankston, including four associated with the Frankston Freeway were also identified as infrastructure with potential exposure. In Mornington Peninsula Shire, exposed infrastructure was largely associated with land areas subject to inundation in the LGA's northeast along Western Port Bay and included segments of the rail network leading to Hastings as well as surrounding roads. In contrast, the largely rural nature of Bass Coast Shire Council suggests marginal exposure, confined to road infrastructure that transects the Bass River flood plain including several bridges for the Bass Highway, Korumburra-Wonthaggi Road and Wonthaggi-Loch Road.

With the exception of Bass Coast, the water, sewer and drainage infrastructure of LGAs in the Western Port region are generally exposed to significant inundation/flood hazard arising from rainfall, particularly extreme rainfall events (For Bass Coast, the low population density combined with the relatively small area associated with inundation/flood hazard results in only half a kilometre of water infrastructure in harm's way. In contrast, the remaining LGAs possess either extensive inundation/flood hazard areas (e.g., Cardinia and Casey) or have significant population and development densities in such hazard areas. For example, although a relatively small area within Frankston City

<sup>&</sup>lt;sup>b</sup> N/A indicates data not available

Council was identified as either land subject to inundation or overland flood areas, a total of 98.5 linear km of drainage pipes and 2,221 pits were located in these areas, largely due to the high density of development. Both Casey and Cardinia have over 100 km<sup>2</sup> of inundation/flood hazard areas. Hence, dozens of kilometres of drainage lines in Casey City Council occur within at-risk areas, along with a large number of primary or auxiliary pits. While Cardinia has four times the hazard area as Casey, because much of this area lies in rural, undeveloped land, the exposed infrastructure is less than in Casey.

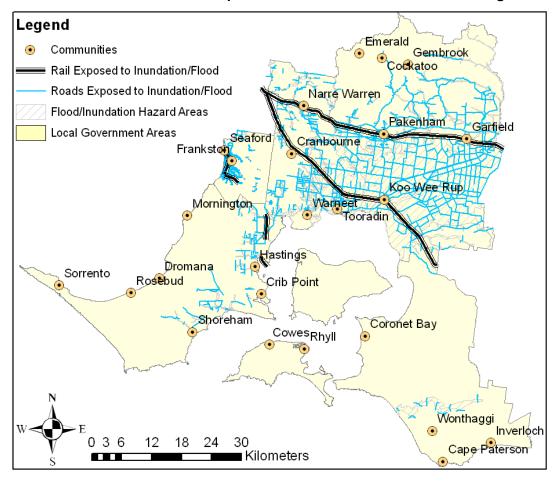


Figure 4.29: Spatial distribution of transportation infrastructure associated with current inundation/flood prone areas within the Western Port region

As with the exposure of regional infrastructure to storm surge, a range of other public and private facilities and infrastructure within inundation/flood hazard areas were evaluated. The extensive land area that is potentially at-risk of inundation or flooding translates into a diversity of properties and facilities being vulnerable to flood damage (Figure 4.30, Table 4.25). For example, sewer and water mains maintained by the region's water wholesale and resale suppliers may be compromised during excessive rainfall and flood events. The Koo Wee Rup and Pakenham treatment plants in Cardinia lie in areas subject to inundation and flood, as does the treatment plant in Cranbourne. While the direct exposure of stormwater drainage infrastructure is not particularly problematic, changes in the dynamics of storm events may increase or decrease the demands on

drainage infrastructure. This may be particularly problematic if design standards for infrastructure are exceeded more frequently in a future climate, increasing the likelihood that drainage capacity is exceeded resulting in flooding. Therefore, climate change may threaten drainage infrastructure, but it will have implications for the management of existing infrastructure and, potentially, the design of new infrastructure.

The quantity of facilities at risk is proportional to population and development density, with downtown Frankston, northwest Casey and the community of Hastings most at risk. In Hastings, some of the types of facilities exposed include utilities, petrochemical and other industrial facilities, local government assets and land zoned for education. Similarly, in Frankston, industrial land, utilities (including part of the Eastern Treatment plant), educational facilities as well as medical facilities lie in harm's way. In northwest (and to a lesser extent southeast) Casey, various industrial lands, electricity and other utilities, educational facilities, and local government assets are exposed. Cardinia Shire and Bass Coast Shire Councils had relatively less critical facilities exposed to flooding, with Cardinia's exposure largely associated with drainage infrastructure around Koo-Wee-Rup Swamp. A small area of industrial properties adjacent to the Bass River northeast of Wonthaggi was identified as being potentially exposed in Bass Coast.

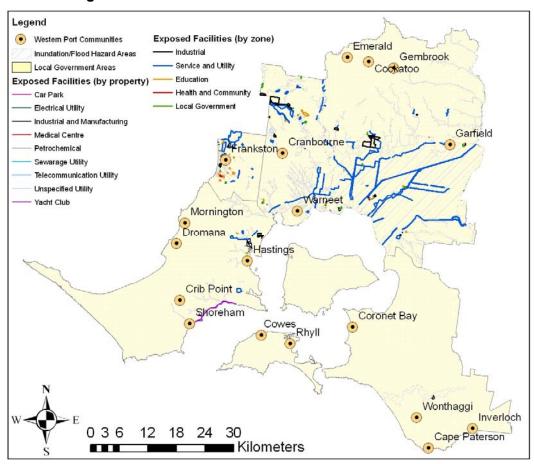


Figure 4.30: Spatial distribution of facilities/infrastructure in the Western Port region associated with current inundation/flood hazard areas

Facilities were identified from property descriptions or zone descriptions, depending upon the availability of information.

Table 4.25: Existing water, sewerage and drainage infrastructure associated with inundation/flood hazard areas in the Western Port region<sup>a</sup>

LGA	Exposure
Bass Coast	
Water (km)	0.5
Sewer (km)	0.0
Cardinia	
Water (km)	87.3
Sewer (km)	58.7
Sewer Pump Stations (#)	12
Drainage Pipes (km)	29.1
Channel Drains (km)	579.6
Pits (#)	891
Casey	
Water (km)	137.2
Sewer (km)	129.0
Sewer Pump Stations (#)	11
Drainage Pipes (km)	78.1
Channel Drainage Structures (#)	149
Aux Channels (km)	10.1
Pits (#)	1,997
Aux Pits (#)	27
Aux Drains (km)	1.7
Aux Ponds (#)	_ 1
Retarding Basins (#)	9
Aux Pipes (km)	1.1
Pits (#)	26
Frankston	
Water (km)	99.3
Sewer (km)	98.8
Sewer Pump Stations (#)	10
Drainage Pipes (km)	98.5
Pits (#)	2,221
Mornington Peninsula Shire	
Water (km)	23.2
Sewer (km)	30.0
Sewer Pump Stations (#)	4
Drainage Pipes (km)	11.3
Pipes not Linked (km)	2.7
Pits (#)	149
Pits not Linked (#)	23

<sup>&</sup>lt;sup>a</sup> Data on the locations of water and sewer infrastructure provided by Southeast Water, with the exception of Bass Coast Shire Council, where data were obtained from the Council. Data for sewer pump stations in Bass Coast were not available. <sup>b</sup> Data on the locations of drainage infrastructure provided by the five LGAs in the region.

Exposure of infrastructure to potential inundation or flood does not translate directly into consequence in the form of increased requirements for infrastructure or increased damage or maintenance costs to infrastructure or other buildings and assets. Acquiring such data about consequence requires detailed knowledge about the extent, magnitude, frequency and duration of flood events (gained through local hydrological modelling) combined with knowledge of the economic costs associated with infrastructure assets and flood damages (gained through insurance assessments and historical flood damage events). The projections for general increases in the intensity of extreme rainfall events in the Western Port region in the future, particularly in association with existing inundation/flood hazard areas within LGAs (Figure 4.26), give reasonable cause for concern about increasing risk of inundation/flood in the region in the future, and, subsequently, increases in costs or damages associated with infrastructure.

A possibly useful indicator of the potential consequences of changes in extreme rainfall is the current status of the drainage infrastructure within different locales of Western Port LGAs. For example, what is the age of the existing infrastructure and does it have excess capacity to cope with increasing intensities of extreme rainfall events, and how might future population growth and/or development increase or decrease the vulnerability of infrastructure? In addition, while detailed assessments of damage consequences in the Western Port region arising from increased flood risk associated with climate were beyond the scope of this study, some indicative estimates are provided in the following section.

# 4.3. Economic and Social Impacts

The impact of flood events on communities includes damage to residential, commercial and public properties; infrastructure; the local economy; and personal and community hardship.

Typically, damage caused by flood events is separated into tangible costs (measurable) and intangible costs that are real but are difficult to accurately measure (such as stress). Tangible costs can be further separated between direct and indirect tangible costs. This is the framework adopted for coastal inundation in the previous section (see section 3.3.1 for a full description of costs).

It is possible to estimate the potential financial impact on communities of tangible damage caused by flood events. An understanding of the likely change in the intensity and frequency of flood events associated with climate change could assist our understanding of changes to these tangible costs associated with climate change.

#### 4.3.1. Direct market costs

Flood damage estimates are often calculated for residential and commercial buildings and public infrastructure (predominantly buildings, roads and bridges).

Details of property exposed to flood inundation are set out in the following tables.

Table 4.26: Value of Bass Coast Shire property exposed to current inundation/flood hazard (in thousands of \$)<sup>a</sup>

Property Type	Number	Site Value <sup>b</sup>	Capital Improved Value <sup>c</sup>
Industrial	2	\$ 320	\$ 889
Residential	3	\$ 966	\$ 1,302
Rural	52	\$ 35,610	\$ 43,408
Unspecified	9	\$ -	\$ -
Total	66	\$ 36,896	\$ 45,599

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

Table 4.27: Value of City of Casey property exposed to current inundation/flood hazard (in thousands of \$) <sup>a</sup>

Property Type	Number	Site Value <sup>b</sup>	Capital Improved Value <sup>c</sup>
Commercial	72	\$ 47,978	\$ 71,956
Industrial	142	\$ 67,466	\$ 116,327
Residential	3,533	\$ 880,944	\$ 1,306,886
Rural	256	\$ 187,852	\$ 225,401
Unspecified	947	\$ —	\$ -
Total	4,950	\$ 1,184,239	\$ 1,720,569

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

Table 4.28: Value of Mornington Peninsula Shire property exposed to current inundation/flood hazard (in thousands of \$) <sup>a</sup>

Property Type	Number	Site Value <sup>c</sup>	Capital Improved Value <sup>d</sup>
Commercial	20	\$ 27,700	\$ 32,554
Industrial	27	\$ 110,294	\$ 205,610
Private Infrastructure <sup>b</sup>	6	\$ 3,772	\$ 4,686
Residential	182	\$ 114,668	\$ 137,752
Rural	22	\$ 59,434	\$ 59,869
Unspecified	699	\$ -	\$ -
Total	956	\$ 315,868	\$ 440,471

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Market value of land only

<sup>&</sup>lt;sup>c</sup>Total market value of the property including land, buildings and all other improvements

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>b</sup> Total market value of the property including land, buildings and all other improvements

<sup>&</sup>lt;sup>b</sup> Includes transport, communication, utilities, and storage infrastructure

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

Table 4.29: Value of Frankston City property exposed to current inundation/flood hazard (in thousands of \$)<sup>a</sup>

Property Type <sup>b</sup>	Number	Site Value <sup>c</sup>	Capital Improved Value <sup>d</sup>
Business	551	\$ 92,461	\$ 159,003
Conservation and Resource	21	\$ 2,673	\$ 5,218
Floodway	3	\$ 348	\$ 665
Green Wedge	5	\$ 665	\$ 1,050
Industrial	603	\$ 78,193	\$ 143,761
Public Use	130	\$ 18,972	\$ 32,685
Residential	5720	\$ 810,864	\$ 1,449,155
Road	3	\$ 688	\$ 1,045
Special Use	2	\$ 235	\$ 455
Total	7,038	\$ 1,005,098	\$ 1,793,035

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

Table 4.30: Value of Cardinia Shire property exposed to current inundation/flood hazard (in thousands of \$)<sup>a</sup>

Property Type b	Number	Site Value <sup>c</sup>	Capital Improved Value <sup>d</sup>
Business	366	\$ 58,746	\$ 96,819
Conservation and Resource	44	\$ 8,195	\$ 15,750
Development	3	\$ 335	\$ 569
Floodway	1	\$ 339	\$ 354
Green Wedge	1746	\$ 340,286	\$ 540,842
Industrial	264	\$ 40,258	\$ 60,756
Mixed Use	18	\$ 4,010	\$ 5,919
Public Use	281	\$ 60,993	\$ 89,882
Residential	1115	\$ 284,025	\$ 392,541
Road	9	\$ 1,409	\$ 2,701
Rural	273	\$ 70,804	\$ 102,265
Special Use	696	\$ 134,882	\$ 213,270
Total	4,816	\$ 1,004,282	\$ 1,521,667

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Property types determined by the associated planning zone in which they were located

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

<sup>&</sup>lt;sup>b</sup> Property types determined by the associated planning zone in which they were located

<sup>&</sup>lt;sup>c</sup> Market value of land only <sup>d</sup> Total market value of the property including land, buildings and all other improvements

# Private property - residential

The generally accepted approach to costing the impacts of natural disasters to private property is to include costs of damage to buildings and other infrastructure but **not** loss of land value. The assumption underlying this approach is that the risk of building on vulnerable land (e.g. flood prone land) is reflected in the price paid for that land and if the price of land declines subsequent to a disaster such as a flood, the change merely reflects more accurate knowledge of the risks of building on that site (BTE, 2001; Handmer, 2003). As discussed in Chapter 3 (section 3.3.1), this rule may not hold for coastal inundation, which feasibly could result in actual loss of land. It is more likely to hold for flood and bushfire prone land though<sup>29</sup>. Thus damage cost estimate discussed below focus on the impacts of flooding on buildings and other infrastructure.

For residential and commercial buildings, direct flood damage cost estimates are typically based on the level of flood inundation above ground and floor level. Usually, damage costs are estimated using 'stage-damage curves', which represent the relationship between expected loss and varying depths of flood water. The use of these curves has been subject to significant critique, since the curves can disguise enormous variation in individual cases and do not account for intangible losses (Handmer, 2003). Nevertheless, they are the most commonly used approach to flood loss assessment at present. Ideally, stage-damage curves will reflect local conditions and building types or, failing that, be based on previous local flood damage studies. Where this data is lacking, the Australian National University's computer model 'ANUFLOOD' is generally accepted as best practice for stage damage curves. For a full assessment, the following data would be required:

- Individual building size of all affected buildings (to categorise into small, medium, large);
- Ground and floor heights for affected buildings;
- Current flood heights associated with different flood events (1:10yr, 1:50yr, 1:100yr, 1:200yr, 1:500yr, Probable Maximum Flood height);
- the same data again for years 2030 and 2070;

This information is not available for this study. However, based on the number of properties identified as being exposed to flooding, it is possible to demonstrate potential flood damage costs and potential changes to these associated with climate change.

Figure 4.31 demonstrates the relationship between flood height above floor level and damage cost in a medium-sized residence. As the water reaches floor level and above, damage costs first rise steeply, and then as flood height exceeds one metre, damages begin to level out. Maximum damage is estimated at around 1.7 m, after which damage costs are fairly static. As can be imagined, a flood exceeding floor height by 1.7 m is catastrophic and further flooding typically does not advance the damage.

Page 89

<sup>&</sup>lt;sup>29</sup> Arguably, climate change creates uncertainty about the applicability of this rule to flood and bushfire prone land. The issue is discussed further in section 8.1.

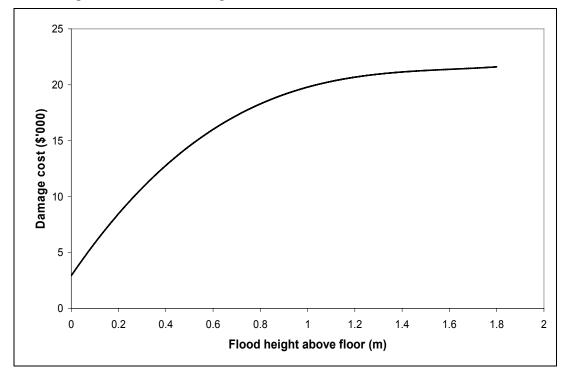


Figure 4.31: Flood Damage Curve for Medium-sized Residential House

Source: Authors' analysis based on ANUFLOOD data.

The number of affected dwellings is based on property data in Tables 4.26 to 4.30 above. A recent Melbourne Water study<sup>30</sup> found that a 1:100 ARI flood<sup>31</sup> event caused above-floor flooding on 15 per cent of properties identified as being affected by the flood in 'riverine' (rural) areas. The same study found a proportion of 45 per cent for overland flow (urban) areas. To establish the number of dwellings potentially affected by above floor flooding in the Western Port region, we have applied the same proportions to the number of residential and rural properties identified in Tables 4.26 to 4.30, using an average of the two (30 per cent) for 'green wedge' properties.

<sup>&</sup>lt;sup>30</sup> Melbourne Water, 2007. Port Phillip and Westernport Region Flood Management and Drainage Strategy.

<sup>&</sup>lt;sup>31</sup> 1:100 ARI flood refers to a flood event which is expected to have an average return interval (ARI) of one hundred years. That is, a flood of this size would occur on average every one hundred years.

Estimated damage costs are based on previous MJA work and using the ANUFLOOD methodology. In the absence of data, to do this illustrative example we made a number of simplifying assumptions, including:

- all affected buildings are of medium size;
- all buildings are affected at a uniform level of inundation per flood event (i.e. they all have the same floor heights and the flood reaches the same height at each building);
- we assume no further buildings will be affected by flood under climate change scenarios (but provide sensitivity analysis at 10 percent more and 50 per cent more);
- costs are based on ANUFLOOD flood events with above-floor flood heights of:

R1 = 0m (at floor level)

R2 = 0.1 m (above floor level)

R3 = 0.6 m (above floor level)

R4 = 1.5 m (above floor level)

R5 = 1.8 m (above floor level)

The effects of climate change on flood heights will depend on individual circumstances, as an increase in rainfall intensity will have site-specific impacts. The Melbourne Water climate change study used a case study from the outer eastern suburbs of Melbourne (CSIRO and Melbourne Water, 2005), which found that a 20% increase in intensity of a 2-hour 1 in 100 year rainfall event will result in an increase in flood heights of only a few centimetres. This analysis finds that rainfall intensity will increase by 75 to 100% in some Western Port region catchments to 2070.

As such, for the 2030 flood damage estimates, we make the simple assumption that flood heights rise uniformly by 5 cm across each flood event (1–5). For the 2070 flood damage estimates, we increase the flood heights by a further 5 cm, resulting in a total increase of 10 cm relative to present day. This is an indicative analysis only, and a site-specific study would need to be undertaken to establish the actual estimates for each council area.

Frankston and Casey City Councils are identified as having the largest number of residential properties currently exposed to flooding in the Westernport region. For this reason, the indicative costs of damages to dwellings of flood events in these areas are notably higher than in other councils (Table 4.31). In Frankston, for example, damage costs for a flood reaching the floor height of all affected properties is \$7.6m, or \$16.1m if climate change increases flood heights by 10 cm by 2070. A severe flood, averaging flood heights of 1.8 m above floor heights would cause indicative damage of \$55.8m in current terms, and marginally more if climate change increases flood heights by a further  $10 \text{ cm}^{32}$ .

Final Report Page 91

-

<sup>&</sup>lt;sup>32</sup> At a flood depth of 1.8 m, damage would be catastrophic. An increase of 10 cm would be unable to cause substantially more damage.

Table 4.31: Indicative residential flood damage estimates (in thousands of \$)

Flood type	Bass	Bass Coast Shire			Cardinia Shire			City of Casey		
Flood type	2007 2030		2070	2007	2030	2070	2007	2030	2070	
R1	27	41	54	3,130	4,739	6,261	4,780	7,238	9,562	
R2	54	66	77	6,261	7,697	9,049	9,562	11,755	13,820	
R3	147	153	158	17,111	17,809	18,447	26,133	27,200	28,174	
R4	195	195	196	22,748	22,806	22,858	34,743	34,831	34,911	
R5	198	198	199	23,094	23,178	23,280	35,272	35,400	35,556	

Flood type	Fi	rankston Ci	ty	Mornington Peninsula Shire				
riood type	2007	2030	2070	2007	2030	2070		
R1	7,563	11,452	15,129	250	379	500		
R2	15,129	18,598	21,866	500	615	723		
R3	41,346	43,034	44,576	1,367	1,423	1,474		
R4	54,968	55,107	55,234	1,818	1,822	1,827		
R5	55,804	56,008	56,254	1,846	1,852	1,860		

Source: Authors' analysis based on ANUFLOOD. Assumes average building size, uniform flood levels and no increase in the number of affected houses in 2030 and 2070. 'Flood type' relates to ANUFLOOD at increasing above floor flood heights

A more detailed assessment may be warranted to accurately assess flood damage estimates in these areas, especially if further developments in flood prone areas are planned or considered likely. The above table assumes no growth in the number of dwellings affected by flood to 2030 and 2070. However, the number of dwellings may increase for two main reasons:

- the increase in flood heights expands the flood affected area to include houses previously unaffected by flood; and
- population growth results in new developments within the existing flood plain, increasing the number of affected dwellings.

Increases in the number of affected dwellings are dependent on the size and location of future housing developments, and would therefore be unlikely to grow in line with Melbourne 2030 projections of housing growth. This is because only housing growth in flood-affected areas would be affected by flood events. Information relating to the particular circumstances of each Council area can inform which scenario best fits Council expectations for growth in affected residential dwellings.

The following sensitivity analysis is provided based on increases in affected residential properties of 10 and 50% to 2030, and again to 2070 (Tables 4.32 and 4.33).

Table 4.32: Sensitivity analysis of residential flood damage estimates – housing growth of 10% to 2030 and 2070 (in thousands of \$)

Flood type	Bass	Bass Coast Shire			Cardinia Shire			City of Casey		
Flood type	2007	2007 2030		2007	2030	2070	2007	2030	2070	
R1	27	45	65	3,130	5,213	7,576	4,780	7,962	11,570	
R2	54	73	94	6,261	8,467	10,949	9,562	12,931	16,723	
R3	147	168	191	17,111	19,590	22,321	26,133	29,920	34,091	
R4	195	215	237	22,748	25,086	27,658	34,743	38,314	42,242	
R5	198	218	241	23,094	25,496	28,169	35,272	38,940	43,022	

Elood type	F	rankston Cit	у	Mornington Peninsula Shire				
Flood type	2007	2030 2070		2007	2030	2070		
R1	7,563	12,597	18,306	250	417	605		
R2	15,129	20,458	26,457	500	677	875		
R3	41,346	47,337	53,936	1,367	1,566	1,784		
R4	54,968	60,618	66,833	1,818	2,005	2,210		
R5	55,804	61,608	68,067	1,846	2,037	2,251		

Source: Authors' analysis based on ANUFLOOD. Assumes 10 per cent growth in affected properties to 2030, and a further 10 per cent growth to 2070.

Table 4.33: Sensitivity analysis of residential flood damage estimates – housing growth of 50% to 2030 and 2070 (in thousands of \$)

Elood type	Flood type Bass		Shire	Cardinia Shire			City of Casey		
riood type	2007	2007 2030		2007	2030	2070	2007	2030	2070
R1	27	61	214	3,130	7,109	25,044	4,780	10,858	38,250
R2	54	99	310	6,261	11,545	36,195	9,562	17,633	55,281
R3	147	229	632	17,111	26,714	73,789	26,133	40,800	112,697
R4	195	293	783	22,748	34,208	91,433	34,743	52,246	139,644
R5	198	298	797	23,094	34,768	93,121	35,272	53,100	142,222

Flood type	F	rankston Cit	ty	Mornington Peninsula Shire				
Flood type	2007	2030	2030 2070		2030	2070		
R1	7,563	17,178	60,516	250	568	2,001		
R2	15,129	27,898	87,462	500	923	2,893		
R3	41,346	64,551	178,302	1,367	2,135	5,897		
R4	54,968	82,660	220,936	1,818	2,734	7,307		
R5	55,804	84,012	225,015	1,846	2,778	7,442		

Source: Authors' analysis based on ANUFLOOD. Assumes 50 per cent growth in affected properties to 2030, and a further 50 per cent growth to 2070.

# Private property - commercial

A similar illustrative estimation process can be undertaken for commercial (or business) property. One difference between residential and commercial estimation methodologies is that commercial damage costs are based on the type of business. Again, without detailed data we must make several simplified assumptions:

- 100% of commercial properties are affected by flooding;
- commercial buildings are medium-sized;
- we assume an average of 'low' and 'medium' class properties<sup>33</sup> as a basis for damage costs;
- flood types are based on ANUFLOOD flood heights at:

C1 = 0.25m (above floor level)

C2 = 0.75m (above floor level)

C3 = 1.25m (above floor level)

C4 = 1.75m (above floor level)

As with residential estimates, for the 2030 estimates we assume an increase of 5 cm for each type of flood event (1-4). We assume a further 5 cm increase in flood heights per affected property to 2070. The results are provided in Table 4.34.

Table 4.34: Indicative commercial flood damage estimates (in thousands of \$) in response to potential increases in future flood heights

Flood type	Flood type   Bass Coast St   2007   2030		Shire	Cardinia Shire			City of Casey		
Flood type			2070	2007	2030	2070	2007	2030	2070
C1	0	0	0	8,769	9,493	10,412	1,725	1,867	2,048
C2	0	0	0	21,229	22,656	24,038	4,176	4,457	4,729
C3	0	0	0	32,305	32,927	33,460	6,355	6,477	6,582
C4	0	0	0	35,767	36,041	36,382	7,036	7,090	7,157

Flood type	Fi	rankston Cit	ty	Mornington Peninsula Shire				
Flood type	2007	2030	2070	2007	2030	2070		
C1	13,201	14,291	15,674	479	519	569		
C2	31,960	34,108	36,188	1,160	1,238	1,314		
C3	48,635	49,570	50,373	1,765	1,799	1,828		
C4	53,846	54,259	54,772	1,954	1,969	1,988		

Assumes average building size, uniform flood levels, average damage cost between 'low' and 'medium' class properties, no increase in affected buildings to 2030 and 2070.

As with residential properties, it is possible that higher floods arising from increased rainfall intensities will increase the number of commercial properties affected by flood. Given this, we provide a sensitivity analysis of increases to affected properties by 10 and 50% to both 2030 and 2070 (Table 4.35, Table 4.36).

<sup>&</sup>lt;sup>33</sup> Commercial properties are categorised by class, ranging from 'very low' (such as florists and newsagents) through to 'very high' (such as electronics and pharmaceuticals). Most commercial properties are between 'very low' and 'high', so for this simplified illustration we assume an average of between 'low' and 'medium'.

Table 4.35: Sensitivity analysis of commercial flood damage estimates – 10% increase in affected buildings in 2030 and 2070 (in thousands of \$)

Elood type	Bass Coast Shire 2007 2030 2070		Shire	Cai	Cardinia Shire			City of Casey		
Flood type			2070	2007	2030	2070	2007	2030	2070	
C1	0	0	0	8,769	10,442	12,598	1,725	2,054	2,478	
C2	0	0	0	21,229	24,922	29,086	4,176	4,903	5,722	
C3	0	0	0	32,305	36,219	40,487	6,355	7,125	7,965	
C4	0	0	0	35,767	39,646	44,022	7,036	7,799	8,660	

Flood type	Fi	rankston Cit	ty	Mornington Peninsula Shire				
Flood type	2007	2030	2070	2007	2030	2070		
C1	13,201	15,721	18,966	479	571	688		
C2	31,960	37,519	43,788	1,160	1,362	1,589		
C3	48,635	54,527	60,951	1,765	1,979	2,212		
C4	53,846	59,685	66,274	1,954	2,166	2,406		

Assumes average building size, uniform flood levels, average damage cost between 'low' and 'medium' class properties, 10 per cent increase in affected buildings in 2030 and 2070.

Table 4.36: Sensitivity analysis of commercial flood damage estimates – 50% increase in affected buildings in 2030 and 2070 (in thousands of \$)

Flood type	Bas	Bass Coast S		Bass Coast Shire Cardinia Shire				City of Casey		
Flood type	2007	2030	2070	2007	2030	2070	2007	2030	2070	
C1	0	0	0	8,769	14,240	23,426	1,725	2,801	4,608	
C2	0	0	0	21,229	33,984	54,085	4,176	6,685	10,640	
C3	0	0	0	32,305	49,390	75,285	6,355	9,716	14,810	
C4	0	0	0	35,767	54,062	81,860	7,036	10,635	16,104	

Flood type	Fi	rankston Cit	ty	Mornington Peninsula Shire				
Flood type	2007	2030	2070	2007	2030	2070		
C1	13,201	21,437	35,267	479	778	1,280		
C2	31,960	51,162	81,424	1,160	1,857	2,955		
C3	48,635	74,355	113,339	1,765	2,699	4,114		
C4	53,846	81,389	123,237	1,954	2,954	4,473		

Assumes average building size, uniform flood levels, average damage cost between 'low' and 'medium' class properties, 50 per cent increase in affected buildings in 2030 and 2070

# Public infrastructure

As previously discussed, public infrastructure is also affected by flooding. Infrastructure affected includes:

- roads and transport infrastructure (including bridges);
- parks and recreational facilities;
- government buildings including schools, hospitals, police and fire stations;
- water, sewerage and drainage infrastructure; and
- communications networks.

Earlier studies, including CSIRO, Maunsell, and Phillips Fox (2007), suggest that the public infrastructure most at risk from flooding include drainage and sewerage infrastructure and transport infrastructure (in particular roads and bridges), with risks arising from degradation of materials and structural fatigue. Without information on changes to the frequency and intensity of future flood events in the region, it is not feasible to estimate future damage costs to this infrastructure for 2030 and 2070. Also, the composition of impacts will depend significantly on local factors. However, Table 4.37 below provides an indicative estimate of the extent of damage costs to transport infrastructure, based on current exposure, that could result from a severe future flood affecting exposed roads and bridges. Damage costs include initial repairs and also reduction in the lifetime of the infrastructure.

Table 4.37: Indicative current flood damage costs to transport infrastructure (in thousands of \$)

	Bass Coast	Cardinia	Casey	Frankston	Mornington Peninsula Shire
Roads	665	39,168	12,848	1,081	5,322
Bridges	91	0	0	263	0

Assumptions: road damage cost estimates are based on initial repair (the average between major and minor sealed road and subsequent deterioration (\$42,000/km); bridge repair based on average between major and minor bridge (\$10,100/bridge). Values taken from Read Sturgess & Associates (2000) and adjusted to 2000 dollars.

# 4.3.2. Indirect market impacts

As noted in previous sections, indirect market impacts include loss of production and disruption to services, emergency response and clean up costs.

Indirect damages associated with flood inundation are commonly estimated as a proportion of direct damage. The ANUFLOOD model recommends the following proportions:

- Indirect residential damages: 15% of direct residential damages
- Indirect commercial damages: 55% of direct commercial damages.

## The estimate of indirect damages to residential and commercial properties is found in Table 4.38 and

Table 4.39.

Table 4.38: Indirect damage costs to residential property in response to potential increases in future flood heights (in thousands of \$)

Flood type	Bass Coast Shire		Cardinia Shire		City of Casey				
riood type	2007	2030	2070	2007	2030	2070	2007	2030	2070
R1	4	6	8	469	711	939	717	1,086	1,434
R2	8	10	12	939	1,155	1,357	1,434	1,763	2,073
R3	22	23	24	2,567	2,671	2,767	3,920	4,080	4,226
R4	29	29	29	3,412	3,421	3,429	5,211	5,225	5,237
R5	30	30	30	3,464	3,477	3,492	5,291	5,310	5,333

Flood type	Frankston City			Mornington Peninsula Shire		
Flood type	2007	2030	2070	2007	2030	2070
R1	1,134	1,718	2,269	38	57	75
R2	2,269	2,790	3,280	75	92	108
R3	6,202	6,455	6,686	205	213	221
R4	8,245	8,266	8,285	273	273	274
R5	8,371	8,401	8,438	277	278	279

Source: Authors' analysis

Table 4.39: Indirect damage costs to commercial property in response to potential increases in future flood heights (in thousands of \$)

Flood type	Bass Coast Shire		Ca	Cardinia Shire		City of Casey			
Flood type	2007	2030	2070	2007	2030	2070	2007	2030	2070
C1	0	0	0	4,823	5,221	5,726	949	1,027	1,126
C2	0	0	0	11,676	12,461	13,221	2,297	2,451	2,601
C3	0	0	0	17,768	18,110	18,403	3,495	3,563	3,620
C4	0	0	0	19,672	19,823	20,010	3,870	3,900	3,936

Flood type	Frankston City Council			Mornington Peninsula Shire		
Flood type	2007	2030	2070	2007	2030	2070
C1	7,261	7,860	8,621	264	285	313
C2	17,578	18,759	19,904	638	681	722
C3	26,749	27,263	27,705	971	990	1,006
C4	29,615	29,843	30,125	1,075	1,083	1,093

Source: Authors' analysis

#### 4.3.3. Non-market costs (intangible costs)

## Non-market (or 'intangible') costs can be divided into direct and indirect costs.

Direct costs relate to:

- health costs (including death, injury and water-borne diseases associated with disruption to sewerage and water services);
- loss of natural and cultural assets; and
- loss of personal memorabilia.

#### Indirect costs include:

- emotional stress;
- social disruption and isolation; and
- the loss of recreational opportunities.

Not only are these elements difficult to measure as a result of an actual flood, they differ between similar events based on particular circumstances, such as forewarning, time of year and duration. Flash flooding, for example, which may occur with little warning to those in affected areas, is likely to pose a greater threat to life than floods that have some forewarning.

In relation to health impacts, Reed Sturgess & Associates (2000) suggest that in the absence of data on all of relevant variables, the most significant determinant of the size of the likely impact of flooding on human health is the size and density of the resident population 'at risk'. Based simply on these variables therefore, the exposed areas that may be at greatest risk in terms of human health are likely to be in Frankston City. In general terms though, the long term risk to human health and mortality from flooding in the region may well be less than from bushfires (see Chapter 5) and substantially less than from extreme temperatures (see Chapter 6).

Nevertheless, the health impacts and other intangible costs of future flooding in the region should not be dismissed. A number of Australian and overseas studies into the severity of different impacts of flooding suggest that, qualitatively, affected households generally rate the intangible costs of flooding including: health effects, stress and worry, disruption to services and day-to-day life as well as loss of memorabilia; as greater than the tangible impacts such as damage to their house and contents (reported in BTE, 2001).

## 4.4. Summary of Potential Implications of Exposure to Inundation/Flood Hazard in the Western Port Region

Sector/LGA	Summary of Potential Inland Flooding Exposure and Impacts
Locations	
Bass Coast	<ul> <li>Approximately 18.8 km<sup>2</sup> lie in inundation/flood prone areas, particularly land areas associated with the Bass River flood plain</li> </ul>
Cardinia	• Approximately 479.4 km² lie in inundation/flood prone areas, particularly southern Cardinia and Koo Wee Rup swamp
Casey	• Approximately 100.1 km² lie in inundation/flood prone areas that are distributed widely throughout the LGA, but concentrated in the southeast
Frankston	<ul> <li>Approximately 10.8 km<sup>2</sup> lie in inundation/flood prone areas, particularly the LGA's northwest and the city centre</li> </ul>
MPS*	<ul> <li>Approximately 10.2 km<sup>2</sup> lie in inundation/flood prone areas, particularly the Western Port Bay coastline</li> </ul>
Populations	
Bass Coast	<ul> <li>An estimated 143 current residents in 55 dwellings live in inundation/flood hazard areas. Particular at-risk populations include rural households at risk of being isolated by flood-waters, especially if they are comprised of low-income and/or elderly individuals.</li> </ul>
Cardinia	<ul> <li>An estimated 8,775 current residents in 3,134 dwellings live in inundation/flood hazard areas. Particular at-risk populations include rural households at risk of being isolated by flood-waters, especially if they are comprised of low-income and/or elderly individuals.</li> </ul>
Casey	• An estimated 10,988 current residents in 3,789 dwellings live in inundation/flood hazard areas. Particular at-risk populations include rural households at risk of being isolated by flood-waters and dense populations in low-lying areas.
Frankston	<ul> <li>An estimated 19,195 current residents in 5,725 dwellings live in inundation/flood hazard areas. Those at greatest risk include low-income and/or elderly individuals.</li> </ul>
Mornington	<ul> <li>An estimated 530 current residents in 204 dwellings live in inundation/flood hazard areas. Retiree communities in the south around Portsea and Sorrento and low-income households around Hastings may be particularly vulnerable.</li> </ul>
Property	
Bass Coast	<ul> <li>\$9 million of property improvements exposed to inundation/flood hazard, particularly rural properties adjacent to Bass River flood plain.</li> <li>Damage costs from extreme rainfall events and flooding likely to rise.</li> </ul>
Cardinia	• \$536 million of property improvements exposed to inundation/flood hazard, such as rural properties in the LGA's south and within Koo Wee Rup Swamp. Damage costs from extreme rainfall events and flooding likely to rise.
Casey	<ul> <li>\$44 million of property improvements exposed to inundation/flood hazard, particularly in the LGA's southeast and more densely developed residential communities in the north. Damage costs from extreme rainfall events and flooding likely to rise.</li> </ul>
Frankston	• \$788 million of property improvements exposed to inundation/flood hazard, particularly the LGA's northwest and the city centre
MPS	• \$125 million of property improvements exposed to inundation/flood hazard. At-risk areas include the Western Port Bay communities such as Hastings, Crib Point and Shoreham. Damage costs from storm events and loss of property value due to erosion and inundation likely to rise.
Infrastructure	
Bass Coast	<ul> <li>16 km of road network (including 9 bridges) exposed to inundation/flood hazard, and maintenance costs likely to rise</li> <li>0.5 km of the water network is also exposed to flood hazard.</li> </ul>
Cardinia	<ul> <li>942 km of road network and 62 km of rail network exposed to inundation/flood hazard, and maintenance costs likely to rise</li> <li>57 km of water mains, 59 km of sewer mains and 579.6 km of channel drains are exposed to flood hazard.</li> </ul>
	• 309 km of road network and 47 km of rail network exposed to inundation/flood hazard, and maintenance costs likely to rise
Casey	• 137 km of water mains and 129 km of sewer mains are exposed to flood hazard. 11 sewer pump stations are exposed.
2230)	Electricity utilities and educational facilities in the northwest are exposed     In the poutheast Lianuage Associates and the control of Tourney and the control of the contro
Frankston	• In the southeast, Harwood Aerodrome east of Tooradin is exposed
Frankston	• 148 km of road network (including 26 bridges) and 8 km or rail network exposed to inundation/flood hazard, and maintenance costs likely to

	rise  • 99 km of water mains and 99 km of sewer mains exposed are exposed to flood hazard. 10 sewer pump stations are exposed.  • Various educational facilities and medical centres are exposed
MPS	<ul> <li>128 km of road network and 8 km of rail network exposed to inundation/flood hazard, and maintenance costs likely to rise</li> <li>23 km of water mains and 30 km of sewer mains are exposed to flood hazard. 4 sewer pump stations.</li> <li>Industrial infrastructure around Hastings</li> </ul>
<b>Business Activity</b>	
Bass Coast	<ul> <li>Flood risk largely a threat to rural productivity and commerce but may also affect access to regional service centres and therefore markets for goods and services</li> </ul>
Cardinia	• Extensive inundation/flood hazard areas pose significant challenges to regional commerce, including road and rail transport within and through the LGA. Rural production enterprises also likely to be directly affected by flood events.
Casey	<ul> <li>Exposure of townships throughout the LGA pose risks to a broad array of business activities, from service and tourism to industry and manufacturing. Disruption of transport, interruption of business activities, and direct flood damages are possible adverse effects facing businesses.</li> </ul>
Frankston	• Businesses in the Frankston CAD may experience direct flood damages and business interruptions associated with urban flooding. Disruption of road and rail network may also affect business indirectly by disrupting commutes of staff and consumers.
MPS	• Operations at industrial facilities at Hastings could be disrupted by flood events, with not only local but also regional to national implications.
<b>Public Health</b>	
Bass Coast	
Cardinia	
Casey	• Flood events represent a potential threat to human health, particularly flash flooding which may occur with little warning to those in affected
Frankston	areas. Threats to human health are likely to be maximised where the size and density of exposed populations are greatest. The disruption of
MPS	water and sewerage services by flood events also poses risks for water-borne disease.
Bass Coast	
Amenity and othe	r intangibles
Bass Coast	
Cardinia	• Stress, disruption and loss of memorabilia are difficult to quantify. To people who have been impacted by floods these often constitute a
Casey	greater 'cost' than damages to property.
Frankston	• Temporary disruption of recreational facilities and their access is likely during flood events. However, there is a relatively low risk associated with the permanent loss of amenity arising from flood events, provided flood events are sufficiently infrequent to enable a particularly use or
MPS	activity to be sustained.
Bass Coast	· · · · · · · · · · · · · · · · · · ·

<sup>\*</sup>MPS - Mornington Peninsula Shire

# 5. IMPACTS ASSOCIATED WITH CHANGES TO FIRE WEATHER CONDITIONS

### **Chapter Summary**

- Bushfires represent a critical natural hazard within Southeast Australia, threatening humans, buildings and infrastructure as well as the natural environment.
- Over 700 km<sup>2</sup> of the Western Port region are designated bushfire prone areas, although the magnitude and distribution of such areas vary significantly among the region's five LGAs.
- Warmer and drier average conditions in the Western Port region are projected to increase the frequency with which the region experiences 'very high' and 'extreme' fire weather conditions in coming decades.
- Approximately 35,000 predominately residential properties with a capital improved value of almost \$8 billion are vulnerable to bushfire events, as are a number of critical transport routes, electrical utilities, industries and public services.
- Bushfire events are also associated with significant indirect costs including disruption of transport, business and commerce, utilities and communications not to mention the potential for injury and death or the devastation of natural areas.

## 5.1. Bushfire<sup>34</sup> in Western Port: The Issues

#### 5.1.1. Bushfire risk in Victoria and the Western Port region

Bushfires are a major economic, social and environmental hazard in Australia. Between 1967 and 1999 they cost the Australian economy around \$2.5 billion (Allen Consulting, 2005).

From 1960 to 2001, there were 224 fire-related deaths and 4,505 injuries in Australia (McMichael et al., 2003). In Victoria, bushfire is second only to floods as the largest driver of natural disaster-related economic damages (BTE, 2001). The 1983 Ash Wednesday bushfires represent one of the worst bushfire events in the State's history, with communities in the present Shire of Cardinia being amongst the worst affected. However, numerous other parts of the Western Port region have been affected by bushfire in recent history (see Box 5.1).

As with other types of climate hazards, the risk of bushfire to human settlements and infrastructure in the Western Port region is not so much the fire itself, but the extent to which people, housing and infrastructure are exposed to such fire. Historically, urban development was often surrounded by a cleared rural buffer, largely comprised of agricultural lands. Today, development is increasingly moving outward into native

Final Report Page 101

-

<sup>&</sup>lt;sup>34</sup> The term 'bushfire' is the designated term in this report for all wildfires, including forest and grass fires.

vegetation and bushland areas (Australian Standards, 1999). This has increased the number of people and housing within bushfire prone areas, resulting in a greater risk of exposure and harm. Continuation of this trend of encroaching development on bushland could further increase exposure in some areas of the Western Port region in the future. However, the land clearance associated with urbanisation also means that bushfire risk in some areas will decline as a rural to peri-urban landscape is transformed into an urban one<sup>35</sup>.

## Box 5.10. Major Bushfires in the Western Port Region

#### Red Tuesday 1898

A wildfire spread through the Mornington Peninsula in early February 1898 destroying thousands of acres of grassland and killing thousands of sheep and cattle. Main Ridge, Red Hill, Balnarring and Sandy Point were all alight, and the fire reached the northern border of Hastings. Eleven people lost their lives in the fire. An appeal raised 1,600 pounds to support the fire victims who lost homes, fencing and stock. (Cole, 1974).

The smoke from the bushfires was so dense between Cape Shank and Cape Otway on the Monday that the movement of ships was seriously interfered with. Fog signals and blowing of whistles was kept up almost continuously.

Bushfires have been raging in this district since Saturday last and roughly speaking the whole of the peninsular from Sandy Point to Cape Shank seems to be ablaze. ...The fires have now such a hold that nothing but a break in the weather can stop them. Seldom, if ever has the vegetation been as so dry as present, and the changeable winds cause the flames to spread with great rapidity.<sup>36</sup>

A month later another grass fire threatened the settlement at Mount Martha. The butter industry was almost forced to close down due to both the fire and the drought, which gripped most of south eastern Australia during this period.

#### **Black Tuesday 1944**

Victoria experienced the worst grass fires in its history in 1944 following a season of good winter rains and a dry spring (Luke & McArthur, 1978). Over a million hectares of land were burnt out. On the Mornington Peninsular the lucrative orchard industry was under threat, and at Somerville the fire destroyed the Horticultural Hall (Graeme Butler and Associates, 2001). Part of William Murdoch's Cruden Farm garden in Langwarrin was burnt out (Graeme Butler and Associates, 1997).

#### Ash Wednesday 1983

One hundred and eight bushfires broke out across Victoria on 16 February, 1983. They were fanned by winds of over 100 km an hour, low humidity and a maximum temperature in Melbourne of 42°C. Victoria was also suffering severe drought conditions at the time. In the town of Cockatoo (Cardinia Shire), 1,800 hectares were burnt out, 307 homes lost

Page 102

Final Report

\_

<sup>&</sup>lt;sup>35</sup> This is borne out by research indicating a strong correlation between bushfire risk and proximity of properties to bushland (Chen & McAneney, 2005).

<sup>&</sup>lt;sup>36</sup> The Mornington Standard, February 3, 1898.

and much of the town's infrastructure destroyed including the school, fire station and shopping strip. Eighty percent of Upper Beaconsfield (Cardinia Shire), including the shops and school, was also destroyed. Property losses there included 238 homes, and 9,200 hectares of bush and farmland (CFA, 2007b, Emergency Management Australia, 2007). Avonsleigh and Gembrook were also threatened. Residents were evacuated to schools and shopping centres, many left with only the possessions they were carrying. The human cost of this fire was high. Twenty people died in the Upper Beaconsfield fire, including twelve CFA volunteers, and six in Cockatoo.

'I've never been so scared. There was fire on all sides and I didn't know where to go.' Michael Richardson, Upper Beaconsfield.<sup>37</sup>

'The most frightening thing was the sound of the exploding gas bottles as the fires hit homes. It sounded like a battle'. Mr Halliway, Cockatoo.<sup>38</sup>

#### **Mornington Peninsula 1997**

Heatwave conditions, with temperatures above 40°C and winds of 70 kilometres per hour, created wildfire conditions between 19 and 21 January 1997. A total of 250 wildfires burnt in Victoria on 21 January. That Monday saw the evacuation of hundreds of people on the Mornington Peninsular where Mount Martha, Safety Beach, Langwarrin and Arthurs Seat were threatened by grass fires. Fire trucks were transported on the Queenscliff Ferry to protect Arthurs Seat. Two homes were destroyed in Mount Eliza. <sup>39</sup>

A broad range of factors contribute to the risk of ignition and spread of bushfire across a landscape, its rate of movement, and the intensity with which it burns. Fuel loads are obviously a key driver. For example, bushfire prone areas in Victoria are largely designated based upon the identification of significant vegetation areas by remote sensing (SAI Global, 2005), in consultation with local government and fire management officials. Hence, the most hazardous bushfires tend to occur around the fringes of development, where significant human communities and infrastructure are present, but where there is also significant native and modified vegetation to fuel bushfires. Fire ignition has also been correlated with access of people to bushfire prone areas (Brooks and Esque, 2002), as humans are one of the core factors contributing to fire ignition.

Other factors, however, also contribute to bushfire severity and risk. For example, research regarding fire dynamics indicates that bushfires spread more quickly and burn more intensely on upward slops than on flat landscapes (Bradstock et al., 1998; Brooks et al., 2004; Erten et al., 2004), and, conversely, spread more slowly on downward slopes. More specifically, the slope direction or aspect differentially exposes slopes to different sun and wind regimes that may enhance risk (Erten et al., 2004). For example, the hot, dry northerly winds associated with Australian summers in the southeast increase the risk of bushfires on northern facing slopes (see also Chapter 4, Box 4.8 on storms and winds). Elevation can also influence bushfire risk indirectly, as temperatures drop and moisture may increase with elevation.

<sup>&</sup>lt;sup>37</sup> *The Age*, 18 February, 1983.

<sup>&</sup>lt;sup>38</sup> *The Age*, 18 February, 1983.

<sup>&</sup>lt;sup>39</sup> The Age, 20, 21, 22 January 1997.

#### 5.1.2. Climate change and bushfire risk in the Western Port region

# All other factors being equal, warmer and drier conditions in the Western Port region will increase the risk of bushfires and their severity.

As such, global warming is likely to increase the frequency and severity of bushfires in Australia (Hennessy et al., 2005; Lucas et al., 2007), consistent with projections from other nations (Stocks et al., 1998; Goldammer and Price, 1998; Wotton et al., 2003; Brown et al., 2004; Pearce et al., 2005). In fact, estimation of fire risk over the past 30 years suggests that a trend toward greater fire risk is already observable. For example, the forest fire danger index at Melbourne and Sale was 23% and 32% higher, respectively, from 2001 to 2007 compared to 1980 to 2000 (Lucas et al., 2007). However, relative to inland areas, coastal areas in southeast Australia experience lower levels of fire risk (Hennessy et al., 2005; Lucas et al., 2007).

Climate and fire weather projections indicate that fire risk in bushfire prone areas of the Western Port region is likely to increase in the future. This increased risk is a product of projected warming and drying in future decades in response to climate change (Macadam et al., 2007). For example, results from biophysical assessments of the implications of climate change on fire weather in southeast Australia indicate that the number of days that Sale experiences a fire danger index of 'very high' or 'extreme' may increase from approximately 12 at present to 12 to 14 by 2020 and 12 to 19 by 2050 (see Table 5.40; Hennessy et al., 2005; Lucas et al., 2007). Similar proportional increases are also projected for grass fire risk, although the total number of days is much higher.

Given the damages associated with past events, any increase in risk is likely to pose a challenge to emergency management services and elevate the importance of preparedness. In some respects this could prove challenging, since increased fireweather risk could also reduce the opportunity for hazard reduction activities (Middlemann, 2007), further exacerbating the likelihood and potential impact of bushfires.

Table 5.40: Projected changes in annual average numbers of days with very high or extreme forest fire risk for Laverton and Sale

Location	Present <sup>a</sup>	2020	2050			
Changes in average annual numbers of days with very high or extreme forest fire risk						
Laverton	12	12–14	12–19			
Sale	5	5–7	6–11			
Changes	Changes in average annual numbers of days with extreme forest fire risk					
Laverton	2	2–3	2–5			
Sale 1 1 1—2						
<sup>a</sup> Present values based upon climatological averages for the 1973-2007 period. <b>Source</b> : Macadam et al. (2008)						

## 5.2. Exposure

#### 5.2.1. Methods for exposure assessment

Geographic information systems (GIS) were used to examine the spatial relationships between bushfire prone areas and assets and infrastructure in harm's way.

GIS overlays of bushfire hazard areas were obtained from Western Port LGAs. Overlays represent areas where there are significant fuel sources over an extensive area sufficient to create a bushfire hazard combined with other factors such as associated topography, buildings and infrastructure and bushfire management efforts. Factors such as climate that might modify bushfire risk are generally not directly represented within bushfire overlays. Although climate change is projected to change the spatial distribution of storm surge and extreme rainfall exposure in the decades ahead, for bushfire the spatial extent of exposure is assumed to remain largely the same. This assumption arises from the need to have sufficient fuel loads to generate bushfire risk. To the extent that future climate change and, particularly, land use and management practices increase or reduce vegetation associated with existing bushfire prone areas, this would have implications for risk at a very localised level. However, the current analysis generally assumes exposure remains static.

Existing bushfire prone areas within the Western Port region were utilised to determine the land areas, infrastructure and assets that will potentially be exposed to fire hazard in future decades. Bushfire prone areas for LGAs in the region were imported into a GIS (ArcGIS 9.2) as vector polygon data layers. These polygon layers were then used to interrogate a range of geographic data sets including data from the ABS 2006 census as well as multiple data sets provided by local governments regarding property, land use, and the location of transport, water and sewer, and recreational infrastructure. Land areas, census collection districts, and assets intersecting bushfire prone areas were treated as potentially exposed and associated populations, infrastructure, and assets were subsequently quantified.

As with the other exposure assessments reported in this study, a number of uncertainties arise from this analysis. First and foremost, the analysis was based upon the integration of multiple data sets which were developed in different ways. Errors in the alignment of different data sources necessitates that results be interpreted with some caution. Furthermore, if any overlap between a bushfire prone area and a property or road segment existed, the entire property or segment was counted as exposed. This invariably results in an overestimate of the exposure of the population and assets. Hence, quantitative results should be treated as estimates designed to communicate the approximate scale of consequences.

#### Box 5.11. Key Uncertainties Associated with Bushfire Impact Assessment

- 1) A critical uncertainty for estimating future changes in bushfire risk arising from climate change is simply the uncertainty regarding the magnitude of future temperature and, particularly, rainfall changes in the Western Port region. To the extent that temperature increases and rainfall reductions are more consistent with more pessimistic scenarios, conditions for bushfire weather will become more severe. As with the extreme rainfall projections in Chapter 4, the projections of changes in fire weather reported in this chapter are based on a limited suite of climate models, and thus actual uncertainty in the magnitude and range of future fire weather conditions is greater than indicated here.
- 2) The effects of climate change on fuel loads, specifically vegetation growth and regrowth, is another factor that is important for bushfire risk. More arid conditions may suppress vegetation growth, reducing fuel loads over the long-term. However, increased atmospheric carbon dioxide concentrations may enable some plant species to become more drought-tolerant and productive despite increasing aridity.
- 3) Future development and land use change will also affect the nature of bushfire risk in future decades. However, such trends can be difficult to predict as they rely upon decisions that have yet to be made. Encroachment of development, particularly residential, into bushland areas may increase the risk of human exposure to bushfire events. On the other hand large-scale land clearing may reduce fuel loads. Future changes in buildings codes, building materials, and bushfire management will also influence the nature of the risk.

#### 5.2.2. Exposed areas

Inspection of bushfire prone areas within the region's LGAs indicates significant fire hazard, although the spatial distribution is quite heterogeneous (Figure 5.32). The largest contiguous area of risk occurs in Cardinia Shire, where almost the entire northern third of the Shire is prone to bushfire. Elsewhere, land clearance for agriculture and development yield more isolated pockets of bushfire prone areas. For example, Mornington Peninsula is second only to Cardinia in the total magnitude of bushfire prone land, but those areas are distributed in clusters throughout the Shire. Similarly, Bass Coast Shire has pockets of bushfire prone areas, particularly the 'Gurdies' area in the north of the Shire and various pockets on northern and eastern Phillip Island. Casey and Frankston Cities have the smallest area of bushfire prone lands, but in the instance of Frankston City, the relative small size of the LGA means that on a relative basis, a significant fraction of the City is potentially at risk (Table 5.41).

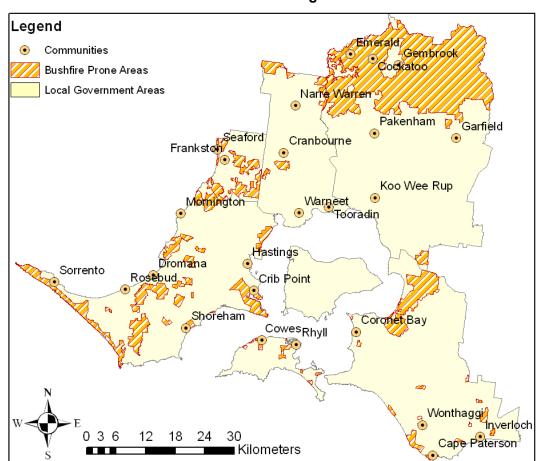


Figure 5.32: Spatial distribution of current bushfire prone areas within the Western Port region

Table 5.41: Current bushfire prone areas in LGAs of the Western Port region

LGA	Bushfire Prone Area (km²)ª
Bass Coast Shire	75.7
Cardinia Shire	444.8
Casey	22.6
Frankston City	35.5
Mornington Peninsula Shire	131.7
Total	710.3

<sup>&</sup>lt;sup>a</sup> Hazard areas derived from overland flood and land subject to inundation data provided by the five LGAs in the region.

#### 5.2.3. Exposed populations and dwellings

A significant fraction (~13%) of the 2006 population of the Western Port region lived on properties that are associated, at least partially, with bushfire prone areas.

The number of people exposed was strongly associated with the density of the population within bushfire prone areas, as indicated by Mornington Peninsula – the LGA with the highest exposed population as well as a relatively high population density (Figure 5.33, Figure 5.34, Table 5.43) Similarly, Frankston City Council, which has a relatively small amount of land within bushfire prone areas, nevertheless has a relatively high level of population exposure. In contrast, Bass Coast and Cardinia Shires have relatively low population densities in bushfire prone areas, although the extent of the bushfire prone area in Cardinia Shire is so expansive that an estimated 22,000 individuals are still exposed.

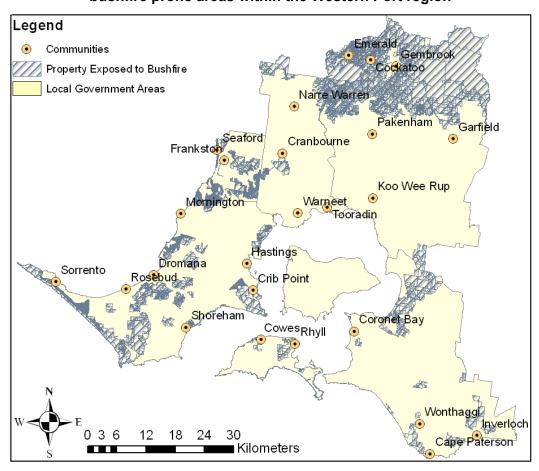


Figure 5.33: Spatial distribution of existing properties associated with bushfire prone areas within the Western Port region

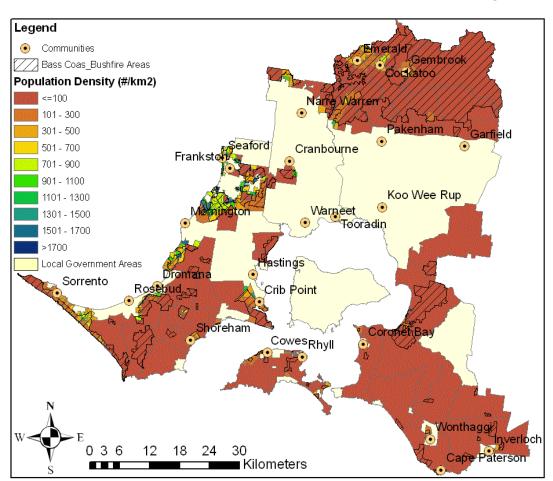


Figure 5.34: Current (2006) population densities of census districts associated with current bushfire prone areas in the Western Port region

Table 5.42: Existing bushfire prone dwellings and populations in the Western Port region

LGA	Exposed Dwellings (Number) <sup>a</sup>	Average Household Size <sup>b</sup>	Exposed Population (#) <sup>c</sup>	Population Density (#/km²) <sup>d</sup>
Bass Coast Shire	1,284	2.2	2,825	8.9
Cardinia Shire	7,429	3.0	22,287	32.9
Casey City	261	2.0	522	70.3
Frankston City	5,978	2.3	13,749	832.0
Mornington Peninsula Shire	13,491	2.5	33.728	107.2
Total	28,443		73,111	

a Number of exposed dwellings estimated from the number of green wedge, farming, residential and rural properties exposed to bushfire, assuming 1 dwelling per property.

Source: ABS 2006 Census

The housing associated with the exposed population included an estimated 28,443 dwellings of various types including detached housing, flats and units, as well as rural residential structures. Such dwellings often bear the brunt of bushfire events as they are fixed on the landscape and unable to be relocated like the population that lives within. However, individual dwellings may vary in the vulnerability to bushfire damages. Past experience with fire damage to buildings and housing has led to the long-term review of building codes for structures in bushfire prone areas (Table 5.43). Dwellings constructed in at-risk areas in the wake of the 1983 Ash Wednesday bushfires are more likely to be built to a greater standard of bushfire protection. For example, in Cardinia Shire, over 62% of properties were developed post-1983, after the first edition of the Australian Standard AS 3959 (Figure 5.35). However, only 26% were developed after the second edition of the standard in 1999. Thus a sizeable fraction may be at heightened vulnerability due to its construction prior to the implementation of current national guidelines. In Mornington Peninsula Shire and Frankston City, even larger proportions of the housing stock were constructed prior to the implementation of current guidelines.

b Average household size estimated from average household sizes for CCDs in each LGA intersecting with bushfire hazard areas.

c Exposed population estimated by multiplying exposed dwellings and average household size

d Population density estimated from population densities from CCDs in each LGA intersecting with bushfire hazard areas.

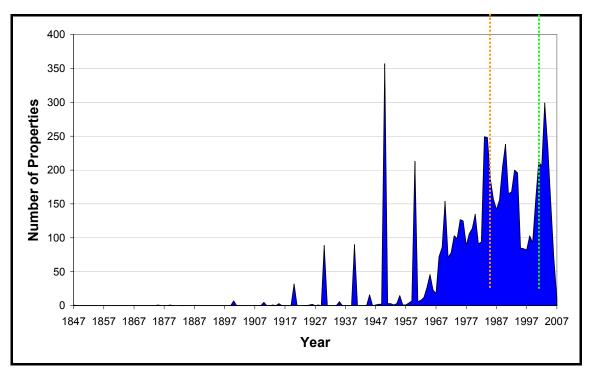
Table 5.43: Percentage of buildings constructed in Western Port LGAs under different bushfire management building codes

LGA	Pre-1983	1983-1998	Post-1998
Bass Coast	N/A	N/A	N/A
Cardinia	39%	36%	26%
Casey	23%	45%	32%
Frankston	52%	32%	16%
Mornington Peninsula	54%	37%	9%

Percentages based upon properties for which construction dates were available.

**Source**: Date obtained from the LGAs of the Western Port region. N/A indicates no data were available at the time of writing.

Figure 5.35: Frequency distribution of property ages within Cardinia Shire



Vertical dashed lines represent the years of development and updating of the Australian Standard AS 3959 – Building in Bushfire-Prone Areas

Source: Cardinia Shire Council

#### 5.2.4. Exposed private and public infrastructure

In addition to residential properties, there are other types of infrastructure and land uses within the Western Port region that are potentially vulnerable to future bushfire events.

Perhaps one of the most important exposed infrastructure types is transportation corridors. Comparison of road and rail networks in the Western Port region with bushfire prone areas identified over 1,600 linear km of roads and 75 km of rail lines that could be affected by bushfire (Table 5.44). Due to their high population densities, extensive transport networks and extensive bushfire prone areas, Cardinia and Mornington Peninsula were associated with the largest degree of potential transport exposure to bushfire. In contrast, exposure in Bass Coast Shire and Casey City was significantly lower.

The exposed road network in the region includes some key transport corridors (Figure 5.36). For example, in Frankston and Mornington Peninsula, both the Nepean and Moorooduc highways run through bushfire prone areas. Frankston could also be affected by disruptions to the Frankston-Dandenong and Cranbourne-Frankston Roads, and a number of bridges (including four in Seaford associated with the Nepean Highway) are in harm's way. In Cardinia, bushfire prone areas overlap the Belgrave-Gembrook Road and the Beaconsfield-Emerald Road. In Bass Coast, the Bass and South Gippsland Highways are both susceptible to interruption by bushfire, and three bridges for the Inverloch-Venus Bay Road are also exposed. Meanwhile, rail lines traverse bushfire prone areas in northwest Frankston, northwest and northeast Mornington, and services through Cardinia could be disrupted due to bushfire prone areas in southeast Cardinia adjacent to the border with Bass Coast Shire.

Table 5.44: Existing road and rail infrastructure in LGAs of the Western Port region currently exposed to bushfire hazard

LGA	Road (km) <sup>a</sup>	Rail (km) <sup>a</sup>	Bridges (#) <sup>b</sup>
Bass Coast Shire	87.6	0.0	3
Cardinia Shire	673.6	42.0	N/A
Casey	47.2	0.0	N/A
Frankston City	245.3	7.1	11
Mornington Peninsula Shire	568.0	25.5	N/A
Total	1,621.7	74.6	14

<sup>&</sup>lt;sup>a</sup> Data on the locations of road and rail infrastructure provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> N/A/ indicates data were not available

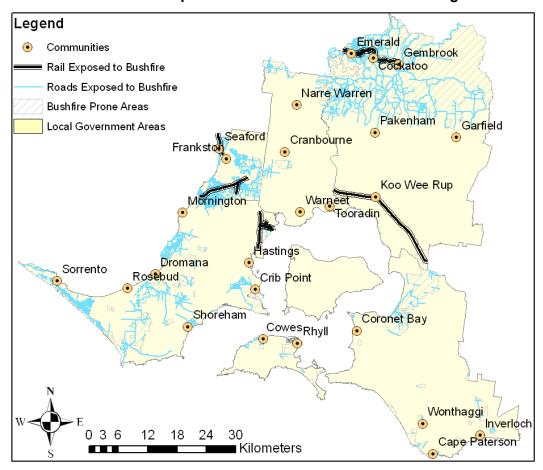


Figure 5.36: Spatial distribution of transport infrastructure associated with current bushfire prone areas within the Western Port region

In addition to transport infrastructure, a wide variety of other types of infrastructure in the region may also be susceptible to bushfire events (Figure 5.37). Risk is greatest where bushfire prone areas overlap with significant human development and population, such as Frankston City Council, the west coast of Mornington Peninsula (Mornington and Dromana), as well as the communities around Portsea and Sorrento, and northern Cardinia Shire Council. In Frankston City Council exposed facilities included areas zoned for schools and education, utilities, and local government. Mornington Peninsula contains the greatest diversity of assets at risk including industry, schools and medical centres, nursing homes, and even a yacht club. Exposed facilities in northern Cardinia were of a similar composition. However, the major electricity transmission lines that run from Latrobe Valley through northern Cardinia and northeast Casey to the northeast of Melbourne also traverse bushfire prone land. Another key piece of exposed infrastructure in Cardinia is the Cardinia Reservoir. In other areas, exposed critical infrastructure was more isolated, such as an industrial facility north of Wonthaggi and local government assets on Phillip Island.

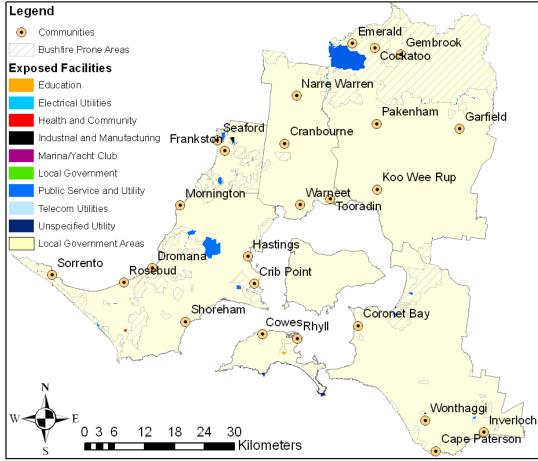


Figure 5.37: Spatial distribution of facilities/infrastructure in the Western Port region associated with current bushfire prone areas

Facilities were identified from property descriptions or zone descriptions, depending upon the availability of information

### 5.3. Economic and Social Impacts

Human factors can play a significant role in whether fires occur (e.g. arson, accidental ignition), but once ignited, fires generally have some scope to be detected and, if extinguished early, their impacts can be greatly reduced.

As such, wildfires are qualitatively different from other natural hazards such as storm surge and inland flooding. As noted in Middelmann (2007), for example, bushfire is the only hazard for which the potential of the hazard itself can be reduced, by reducing human ignitions and through early suppression. Further, there is a significant body of literature and other evidence pointing to the crucial role of preparation and behaviour in influencing the extent to which a bushfire, once underway, results in destruction of property and loss of life (e.g. Webster, 2000). Although there are regional projections on the increased frequency of fire weather conditions under a changed climate, it is

extremely difficult to determine how this increase might translate into future changes to fire frequency, intensity and extent and consequences for people and property<sup>40</sup>.

#### 5.3.1. Direct market costs

Given the sizeable presence of properties and buildings in bushfire hazard areas, the potential economic implications of changes in bushfire events are quite large.

Close to 35,000 properties are currently exposed to bushfires, of which 46% are in Mornington Peninsula Shire, 26 % Cardinia, 21% Frankston, 5% Bass Coast and 1% Casey (Tables 5.45 to 5.49). Approximately 24,000 of the exposed properties are zoned residential, although taking into account green wedge and rural zonings the total number of exposed dwellings in the region is estimated to be about 28,200.

Table 5.45: Value of existing Bass Coast Shire property exposed to bushfire (thousands of \$)<sup>a</sup>

Property Type	Number	Site Value <sup>c</sup>	Capital Improved Value <sup>d</sup>
Commercial	31	\$ 8,501	\$ 14,571
Industrial	16	\$ 8,486	\$ 9,514
Private Infrastructure <sup>b</sup>	4	\$ 75	\$ 80
Recreational	18	\$ 2,172	\$ 5,173
Residential	1,164	\$ 218,375	\$ 303,171
Rural	120	\$ 99,038	\$ 111,158
Services	2	\$ -	\$ -
Unspecified	221	\$ -	\$ -
Total	1,576	\$ 336,646	\$ 443,666

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Includes transport, communication, utilities, and storage infrastructure as well as private marinas and yacht clubs.

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

 $<sup>^{40}</sup>$  Even allowing for the use of fire behaviour modelling and probability analysis.

Table 5.46: Value of Casey City property exposed to bushfire (thousands of \$)<sup>a</sup>

Property Type	Number	Site Value <sup>b</sup>	Capital Improved Value <sup>c</sup>
Commercial	5	\$ 19,966	\$ 37,350
Industrial	3	\$ 1,152	\$ 1,152
Residential	238	\$ 135,877	\$ 184,953
Rural	23	\$ 19,697	\$ 23,795
Unspecified	71	\$ -	\$ -
Total	340	\$ 176,692	\$ 247,250

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

Table 5.47: Value of Mornington Peninsula Shire property exposed to bushfire (thousands of \$)<sup>a</sup>

Property Type	Number	Site Value <sup>c</sup>	Capital Improved Value <sup>d</sup>
Commercial	95	\$ 100,553	\$ 115,545
Industrial	90	\$ 336,242	\$ 4,280,798
Private Infrastructure <sup>b</sup>	365	\$ 23,276	\$ 38,615
Recreational	34	\$ 463,539	\$ 470,731
Residential	13,333	\$ 3,905,105	\$ 5,830,027
Rural	158	\$ 259,273	\$ 262,046
Services	8	\$ 12,044	\$ 13,376
Unspecified	4,542	\$ <b>-</b>	\$ -
Total	18,625	\$ 5,100,031	\$ 11,011,138

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Market value of land only

<sup>&</sup>lt;sup>c</sup> Total market value of the property including land, buildings and all other improvements

<sup>&</sup>lt;sup>b</sup>Includes transport, communication, utilities, and storage infrastructure as well as private marinas and yacht clubs.

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

Table 5.48: Value of Frankston City property exposed to bushfire (thousands of \$)<sup>a</sup>

Property Type <sup>b</sup>	Number	Site Value <sup>c</sup>	Capital Improved Value <sup>d</sup>
Business	66	\$ 10,843	\$ 17,850
Conservation and Resource	53	\$ 5,965	\$ 11,848
Farming	3	\$ 303	\$ 550
Floodway	1	\$ 165	\$ 255
Industrial	11	\$ 1,454	\$ 2,788
Public Use	105	\$ 16,847	\$ 26,447
Residential	5,829	\$ 837,158	\$ 1,530,549
Road	4	\$ 363	\$ 860
Rural	146	\$ 18,583	\$ 35,162
Special Use	23	\$ 3,158	\$ 5,010
Total	6,241	\$ 894,837	\$ 1,631,318

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

Table 5.49: Value of Cardinia Shire property exposed to bushfire (thousands of \$)<sup>a</sup>

Property Type <sup>b</sup>	Number	Site Value <sup>c</sup>	Capital Improved Value
Business	148	\$ 22,184	\$ 37,280
Conservation and Resource	222	\$ 45,607	\$ 66,433
Green Wedge	1,671	\$ 317,638	\$ 507,082
Industrial	5	\$ 93	\$ 412
Public Use	110	\$ 12,448	\$ 23,341
Residential	3826	\$ 740,027	\$ 1,149,193
Road	9	\$ 1,087	\$ 2,142
Rural	1,932	\$ 372,416	\$ 599,186
Total	7,923	\$ 1,511,499	\$ 2,385,068

<sup>&</sup>lt;sup>a</sup> Data on property values provided by the five LGAs in the region.

<sup>&</sup>lt;sup>b</sup> Property types determined by the associated planning zone in which they were located

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

<sup>&</sup>lt;sup>b</sup> Property types determined by the associated planning zone in which they were located

<sup>&</sup>lt;sup>c</sup> Market value of land only

<sup>&</sup>lt;sup>d</sup> Total market value of the property including land, buildings and all other improvements

Tables 5.45 to 5.49 also show the site values (SV) and capital improved values (CIV) of exposed property. Consistent with earlier discussion (section 3.3.1), land values are assumed not to be relevant to the potential costs of bushfires. Thus only infrastructure values are considered here.

The total value of infrastructure exposed to bushfires in the region is currently about \$7.7 billion, of which approximately \$3.4 billion (44%) are dwellings and associated infrastructure, \$3.9 billion (51%) are industrial facilities (virtually all in Mornington Peninsula) and \$400 million (5%) are commercial, recreational and other facilities. However, these values do not provide an accurate indication of the potential impact of bushfires in the region, either now or under future climate change.

Considering residential property, McAneney (2006) has undertaken an analysis of the direct cost of bushfires to residential properties in Australia over the last century, drawing on the *PerilAUS* database. Based on probability analysis, he concludes that average annual home loss in Australia over the period has been 83 homes, with annual average damage valued at \$33.5 million, based on average replacement value for home and contents of \$440,000. Losses occurred in about 60% of years examined. However, he stresses that losses are not uniform over the period, with most occurring as a consequence of a few catastrophic fires that 'got away' (see Figure 5.38).

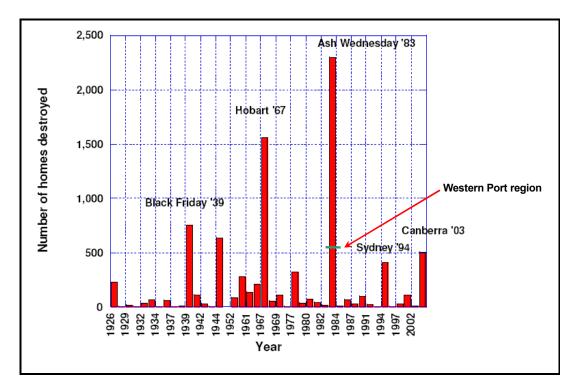


Figure 5.38: Annual number of domestic dwellings lost to bushfires in Australia

Source: modified from McAneney 2006

McAneney (2006) found no trend in losses over the past century despite increases in exposed population on the one hand and improvements to technology and firefighting resources on the other. He concludes that historical data are a valid representation of potential future losses. Based on estimated 340,000 houses exposed to significant

bushfire risk around major cities in Australia, it would take 4100 years for bushfires to destroy all of these. Significantly though, McAneney (2006) appears not to have factored climate change into his analysis.

Lacking a complete record of bushfires in the Western Port region, the modelling used by McAneney (2006) has not been applied in this study. Nevertheless, initial analysis of available information for the region produces results that are consistent with his national analysis:

- Approximately 650 to 750 houses have been destroyed in the Western Port region by bushfires since 1898.
- This equates to an average annual loss of six to seven houses in the region over the period.
- Bushfires in the region resulting in destruction of private property have occurred on average approximately every 15 years.
- A large majority of total houses lost in the region occurred in the Ash Wednesday bushfires, which destroyed up to 545 houses or about 65 to 85% of the total<sup>41</sup>. The economic cost of residential properties lost in the Western Port region in the Ash Wednesday fires was up to \$190 million (in 2007 dollars).
- Other destructive fires in the region, in terms of property losses, include the Red Tuesday fires of 1898 and the Black Tuesday fires of 1944.
- The 28,200 residential properties currently exposed to bushfires in the region are approximately 8.3% of exposed properties nationally (340,000).
- Applying the same percentage to the average annual loss of 83 homes nationally projected by McAneney (2006), also gives an expected average annual loss of six to seven houses for the region.

Thus based on historic evidence, it could be concluded that the region might expect to lose an average of around six to seven houses to bushfires annually over the coming century, with most of the losses occurring in one or a small number of catastrophic fires. The damage cost of losses would be equivalent to about \$2.1 to 2.5 million annually 42. However, this conclusion does not factor in climate change. Given projections which indicate that there will be a substantial increase in the number of days of very high and extreme fire weather by 2050, it can reasonably be argued that the threat to residential property from wildfires will, *in the absence of further improvement in fire preparation and management practices*, increase in the future relative to last century. It is not possible to quantify the increase in this threat however.

Final Report Page 119

-

<sup>&</sup>lt;sup>41</sup> Officially some 238 houses were destroyed in the Upper Beaconsfield fire but a proportion of these houses were located outside of the region in Belgrave South.

<sup>&</sup>lt;sup>42</sup> Based on an average economic value of \$350,000 per house, including contents. This is less than the \$440,000 per house applied by McAneney (2006), who used replacement value and in doing so did not take depreciation into account.

#### 5.3.2. Indirect market costs

As discussed earlier in this chapter, significant public and private infrastructure in the region are exposed to bushfires. As noted in the previous section, projections of a substantial increase in the number of very high and extreme fire days in the region indicate an increase in the threat to this infrastructure. Indirect costs stemming from the increased threat also have the potential to be significant and in some instances could be as great as direct costs (BTE, 2001).

Table 5.50 provides an overview of the potential indirect costs of bushfires and other natural hazards. Three categories are discussed here in the context of an increased threat of bushfires to the region.

Table 5.50: Classification of indirect tangible costs

Indirect cost category	Examples
Disruption of business	<ul><li>manufacturing production</li><li>retail</li><li>other business services</li></ul>
Disruption of transport	<ul><li>road traffic</li><li>rail traffic</li></ul>
Disruption of networks	<ul> <li>water and wastewater</li> <li>electricity and gas</li> <li>telecommunications</li> </ul>
Disruption of public services	<ul><li>health</li><li>education</li><li>aged care</li></ul>
Emergency service costs	<ul> <li>local government</li> <li>fire (CFA)</li> <li>ambulance</li> <li>police</li> <li>SES</li> </ul>
Source: After Thompson & Handmer 1996	

First is the potential disruption of transport. As noted, over 1,600 linear km of roads and 75 km of rail lines are identified in the region as being exposed to bushfires. Major roads identified include the Nepean, Moorooduc, Bass and South Gippsland highways, the Frankston-Dandenong and Cranbourne-Frankston Roads and the Belgrave-Gembrook Road and the Beaconsfield-Emerald Road. The major risks arising from bushfire threats to these roads are not so much direct physical damage but disruptions to transport. These disruptions can interfere not only with local and regional commerce, but also affect emergency management responses, as the movement of vehicles and personnel is heavily dependent upon road access.

A second category of indirect cost relevant to the region is disruption of networks, notably of energy supply. This issue is highlighted because of the significant electricity transmission and distribution infrastructure located in the region, some of which is exposed to bushfires. Noteworthy infrastructure includes the 500kV transmission line connecting Latrobe Valley generators and Melbourne. This line dissects Casey and Cardinia, including bushfire exposed areas. The significance of potential threats to this line was borne out in January 2007 when bushfires knocked out a major transmission line

near Benalla causing major blackouts across Melbourne. Other major electricity infrastructure in the region exposed to bushfires includes the 200kV transmission line through Bass Coast Shire that connects South Gippsland to the grid.

A third significant category of indirect costs in the region is emergency service costs. Of particular interest is the volunteer fire (and other emergency) services provided in the region by the Country Fire Authority. The CFA's annual budget for Victoria was approximately \$289 million in 2005-06. However, this sum needs to be considered in context of the substantial volunteer input to the service, valued at around \$500 million annually (CFA, 2007). In the Western Port region there are currently 74 CFA brigades, with an active membership of approximately 2500 (principally) volunteer personnel. Assuming that each volunteer provides an average of 300 hours/year of voluntary work (including attendance at 'incidents', training and meetings)<sup>43</sup>, this equates to approximately 750,000 hours of voluntary work for fire protection and associated emergency services in the region each year. This work has an annual value of at least \$14 million<sup>44</sup>. To this amount can be added CFA expenditure in the region as well as bushfire-related costs of other emergency and volunteer services, such as those associated with local councils, ambulance, police and the SES. Thus emergency service costs in the region relating to bushfires are already substantial and may need to increase significantly in the future to meet the increased bushfire threat.

## 5.3.3. Intangible costs

As noted in previous chapters, communities tend to value the intangible costs of natural disasters, such as health impacts, loss of memorabilia and ecological and cultural damages, as great or greater than the tangible dollar losses (BTRE, 2001; Handmer, 2003).

Loss of life has undoubtedly been a key intangible cost of bushfires in Western Port, bushfires being associated with more deaths than any other natural disaster in the region. Causing 26 deaths, the Ash Wednesday bushfires of 1983 were responsible for the greatest loss of life of any natural disaster in the region's history. Other bushfires have also probably been responsible for multiple deaths in the region including in 1898, 1942 and 1944.

Two alternative methods are used to quantify in monetary terms the cost of death and injuries from natural disasters and other premature deaths. These methods are the 'human capital approach' and the 'willingness to pay approach' (see Box 5.3). The most widely applied method in Australia in relation to loss of life due to natural disasters is the human capital approach. If applied to the Ash Wednesday fires, the cost of lives lost as a result of the Ash Wednesday fires in the region would be valued at approximately \$44 million (in 2007 dollars). However, the human capital approach is controversial, not least because it fails to account for a range of intangible losses associated with premature loss of life including grief, pain and suffering.

One indirect health effect of bushfires, sometimes overlooked, is their impact on air quality. This can become a particular problem if the fires occur over an extended period

<sup>&</sup>lt;sup>43</sup> Based on discussions with volunteer CFA personnel.

<sup>&</sup>lt;sup>44</sup> Assuming the volunteer labour is valued at approximately \$19-20 per hour - the ABS (1997) valued voluntary work at \$13.30 in 1997.

and climate conditions do not allow for rapid smoke dispersal. Exposure to fine particulates ( $PM_{10}$ ) in bushfire smoke can have significant adverse health affects, at least in the short term, especially for people with existing respiratory or heart conditions (Coghlan, 2004). Children and the elderly are particularly sensitive.

It is not possible to quantify the future cost of bushfires in the region in terms of loss of life and other health impacts (with or without climate change), there being so many biophysical and human factors that can influence the number of people who are killed or injured by bushfires. All that can be said is that the intangible, but very real, costs of bushfires are an important issue that need to be factored into any examination of the impacts of climate change in the region in the future.

### Box 5.12. Alternative Approaches to Valuing Premature Loss of Life

Most people would consider that their own lives and those of loved ones are priceless. However, when a 'value of life' is being developed for use in public policy decision-making it is not any particular person's life that is valued but that of an unknown or 'statistical' individual. A statistical life is based on the probability of death in a given population. It is the value of a statistical life that is used in making decisions about disaster mitigation expenditure. As a result, the funds allocated to saving statistical lives are typically much less than are often spent saving individual lives. There are two main approaches available for estimating the value of a statistical life: 'human capital' and 'willingness to pay'. The two approaches are discussed briefly below.

#### The human capital approach

The human capital approach characterises people, and therefore life, as a labour source and input to the production process. This approach argues that the value to society of preventing a death or injury is the saving in potential output or productive capacity. It is an ex post accounting approach that uses the discounted present value of a victim's potential future earnings as a proxy for the cost of premature death or permanent injury. It also takes into account of lost quality of life, medical costs, coronial costs, premature funeral costs, legal costs, correctional service costs and workplace disruption and staff replacement costs. The BTE (2001) has valued life lost through natural disasters in Australia at \$1.3 million (\$1.75 million in 2007 dollars).

#### The willingness to pay approach

The willingness to pay approach estimates the value of life in terms of the amounts that individuals are prepared to pay to reduce risks to their lives (or amounts accepted as compensation for bearing increased risk). The approach uses people's preferences (either stated or revealed) to ascertain the value they place on reducing risk to life and reflects the value of intangible elements such as quality of life and joy of living. As the willingness to pay approach includes elements that the human capital approach has difficulty in costing it will generally give higher values. Various overseas willingness to pay studies have estimated the value of a statistical human life to be from \$2.4 million to \$5.7 million (in 2007 Australian dollars). The wide variation in these estimates reflects in part, the fact that the value depends on circumstances and individual preferences in avoiding or accepting physical risk.

Source: BTE, 2001

## 5.4. Summary of the Potential Implications of Exposure to Bushfire Hazard in the Western Port Region

	· · · · · · · · · · · · · · · · · · ·
Sector/LGA	Summary of Potential Bushfire Exposure and Impacts
Locations	
Bass Coast	• Approximately 75.7 km <sup>2</sup> are designated bushfire prone areas, particularly land areas in the LGA's north and southeast
Cardinia	• Approximately 444.8 km² are designated bushfire prone areas, largely concentrated in the bushland and neighbouring townships in the LGA's north
Casey	• Approximately 22.6 km <sup>2</sup> are designated bushfire prone areas, with exposed areas occurring in the far northwest and northeast and south of Cranbourne
Frankston	• Approximately 35.5 km <sup>2</sup> are designated bushfire prone areas, with at-risk areas principally in the southern and eastern parts of the LGA
MPS*	<ul> <li>Approximately 131.7 km<sup>2</sup> are designated bushfire prone areas, particularly coastal reserves. At-risk areas include the areas surrounding Dromana, Crib Point, Shoreham, and HMAS Cerberus.</li> </ul>
Populations	
Bass Coast	• An estimated 2,825 current residents in 1,284 dwellings live in bushfire hazard areas. Particular at-risk populations include rural, isolated households that are less accessible to emergency services and elderly households that may have difficulty defending their own homes.
Cardinia	• An estimated 22,287 current residents in 7,429 dwellings live in bushfire hazard areas. Particular at-risk populations are those living in bushland areas on the urban fringe, especially elderly households that may have difficulty defending their own homes.
Casey	• An estimated 522 current residents in 261 dwellings live in bushfire hazard areas. Exposed households comprise a small proportion of the LGA total. Households residing in bushland areas on the urban fringe are the most vulnerable.
Frankston	• An estimated 13,749 current residents in 5,978 dwellings live in bushfire hazard areas. At-risk populations are principally residential areas close to bushland. Exposed elderly and low income households are particularly vulnerable.
MPS	• An estimated 33,728 current residents in 13,491 dwellings live in bushfire hazard areas. Particular at-risk populations include residential development in or close to bushland and rural and elderly households that may have difficulty defending their own homes.
Property	
Bass Coast	• \$107 million of property improvements exposed to bushfire hazard, principally residential
Cardinia	• \$873 million of property improvements exposed to bushfire hazard, residential and rural
Casey	• \$71 million of property improvements exposed to bushfire hazard, nearly all residential
Frankston	• \$736 million of property improvements exposed to bushfire hazard, nearly all residential
MPS	• \$5,876 million of property improvements exposed to bushfire hazard, industrial (~\$1.9 b)and residential (~\$3.9 b)
Infrastructure	
Bass Coast	<ul> <li>87.6 km of road network (including 3 bridges) exposed to bushfire hazard, including the Bass Highway</li> <li>Local government facilities on Phillip Island, industrial facilities north of Wonthaggi</li> </ul>
Cardinia	<ul> <li>673.6 km of road network and 42 km of rail network exposed to bushfire hazard, including the South Gippsland Highway</li> <li>Various industrial facilities, Cardinia Reservoir, electricity transmission lines, medical facilities and nursing homes, educational facilities</li> </ul>
Casey	<ul> <li>47.2 km of road network exposed to bushfire hazard, including the Beaconsfield-Emerald Road</li> <li>Electricity utilities, medical centres, educational facilities in the northwest are exposed</li> <li>In the southeast, Harwood Aerodrome east of Tooradin is exposed</li> </ul>
Frankston	<ul> <li>245.3 km of road network (including 11 bridges) and 7.1 km or rail network exposed to bushfire hazard, including the Nepean, Frankston, and Moorooduc Highways and Cranbourne-Frankston and Frankston-Dandenong Roads.</li> <li>Educational facilities and utilities</li> </ul>
MPS	• 568.0 km of road network and 25.6 km of rail network exposed to bushfire hazard, including the Nepean and Moorooduc Highways

	<ul> <li>Industrial facilities, medical facilities and nursing homes, educational facilities as well as yacht clubs and boating facilities associated with coastal reserves north of Shoreham</li> </ul>	
<b>Business Activi</b>	ity	
Bass Coast	• Bushfire risk a threat to rural productivity and commerce in some locations. More developed townships on Phillip Island (e.g., Rhyll) also face exposure suggesting potential for tourism and service industry businesses to be affected by bushfire events or even damaged directly.	
Cardinia	• Residential and business centres are concentrated in the bushfire prone areas in the LGA's north. Bushfire events may disrupt transport and commerce or threaten businesses directly.	
Casey	<ul> <li>Bushfire exposure of business activities within the LGA are limited, but indirect effects may occur due to bushfire events in neighbouring areas that disrupt transportation</li> </ul>	
Frankston	Bushfire events in areas surrounding the Frankston CAD may affect CAD businesses by disrupting road and rail services.	
MPS	<ul> <li>Significant bushfire events can disrupt key transport corridors (e.g., Nepean Highway) and access to popular locations for tourism which would affect associated businesses. Bushfire events could also disrupt major industrial facilities in the vicinity of Hastings.</li> </ul>	
<b>Public Health</b>		
Bass Coast		
Cardinia	• Bushfire events pose a significant threat to public health, particularly where relatively dense human populations coincide with bushland, such	
Casey	as northern Cardinia, Frankston, and parts of the Mornington Peninsula. Indirect effects of bushfire events on air quality may also have	
Frankston	localised or even region wide health affects, particularly on exposed elderly residents and children.	
MPS		
Amenity		
Bass Coast		
Cardinia	As with floods, stress, disruption and loss of memorabilia can be key issues for directly affected residents.	
Casey	• Temporary disruption of recreational facilities and their access is likely during bushfire events. In areas valued for ecological amenity,	
Frankston	impacts may persist until the affected area has recovered. However, there is a relatively low risk associated with the permanent loss of amenity arising from bushfire events unless destroyed facilities are not replaced.	
MPS	amonity anomy domine events unless destroyed facilities are not replaced.	

<sup>\*</sup>MPS - Mornington Peninsula Shire

# 6. IMPACTS ASSOCIATED WITH CHANGES TO AVERAGE AND EXTREME TEMPERATURES

#### **Chapter Summary**

- Average temperatures in the Western Port region are virtually certain to increase in future decades. This trend will increase the frequency and severity of extreme temperature events, including hot days and heatwaves. The frequency of cold nights will decline.
- Increases will be fairly uniform throughout the region, although inland areas are likely to be more affected than coastal areas.
- Heat-related illness and mortality is a major potential cost of the rise in extreme temperatures, with the most vulnerable group in the community being elderly people. There are significant concentrations of elderly in Bass Coast and on the Port Phillip Bay coastline of Mornington Peninsula.
- Poor thermal comfort and/or high summer energy use are other potential impacts of the increase in extreme temperatures. However, energy demand during the winter may decline. Much of the housing stock in the region, both older and newer, is likely to have poor or questionable thermal performance.
- Extreme temperatures also pose risks to infrastructure in the region, in particular to transport infrastructure.

## 6.1. Temperature Increases in Western Port: The Issues

Average temperatures in the Western Port region are virtually certain to increase in future decades – a trend that also will increase the frequency and severity of extreme temperature events.

Temperatures are likely to increase in all seasons of the year but warming is likely to be greatest in summer and least in winter Macadam et al. (2008). Rising average will also be associated with an increase in extreme temperatures (Table 6.51).

Table 6.51. Projected changes in the annual number of days with daily maximum temperatures in excess of 35°C for locations in the Western Port region

Location	Present (1971–2000)	2030	2070
Cape Schank	2	3–4	3–10
Scoresby	7	8–10	10–24
Wonthaggi	4	5–6	5–13

Source: Macadam et al. (2008)

Rising average temperatures and more frequent extreme temperature days have the potential to contribute to a variety of impacts in the Western Port region. The existing literature on climate change and rising temperatures indicates that impacts that are most relevant to the region's settlements are:

- heat-related illness and mortality;
- building thermal comfort and associated energy demand; and
- degradation of building materials and infrastructure

## 6.2. Exposed Areas, Infrastructure and Populations

#### 6.2.1. Heat-related illness and mortality

As temperatures throughout the Western Port region are relatively similar on a day-to-day basis, a key consideration affecting the health consequences of extreme heat is the demographic composition of the exposed population.

Given the particular sensitivity of the elderly to extreme heat events, those areas that have a disproportionately high concentration of individuals over the age of 65 may be a useful indicator of locations most at-risk (Figure 6.39).

Legend Western Port Communities Gembrook Unincorporated Victoria Cockatoo % Population>=65 0 - 10 11 - 20 21 - 40 Garfield 41 - 80 81 - 100 -astings Crib Point Shoreham Coronet Bay Cowes Rhyll Wonthaggi Inverloch 3 6 12 18 24 30 **■** Kilometers

Figure 6.39: Distribution of individuals 65 years of age or older in the Western Port region in 2006

Source: ABS 2006 Census.

Mapping of this information (by census collection district) reveals a general pattern of risk throughout the region, with the most vulnerable areas falling into two categories:

- First and foremost, areas around townships and cities tend to have a higher proportion of individuals over the age of 65 in the population.
- Second, a number of coastlines also have a disproportionately high percentage of elderly individuals, such as the Port Phillip Bay coastline of Mornington Peninsula, the southeast Western Port coastline of Mornington Peninsula, and northern Phillip Island.

### 6.2.2. Building thermal comfort

Older residential buildings arguably pose the greatest challenge to the management of thermal conditions and energy demand, since they are more likely to be poorly insulated, making the management of indoor temperatures challenging.

Since 1992 by contrast, new houses in Victoria have been required to be insulated, a standard that, at least in principle, should increase their thermal comfort and promote energy efficiency. Standards were strengthened in 2004 with the introduction of a minimum 5 Star energy rating for new houses, as defined by the Nationwide House Energy Rating Scheme (NatHERS). In the Western Port region though, available data suggests that, with the exception of Casey, a majority of houses were constructed before 1992 and therefore potentially do not even meet the lower standard, let alone the 5 Star rating (see Table 6.52).

However, more detailed local surveys are required to determine the actual thermal performance of the region's housing stock noting that:

- some of the older buildings in the region were likely to have been constructed with attention to thermal comfort, through the use of natural ventilation and shading; and
- new or newer buildings in the region are more likely to have climate controls such as air conditioning.

Table 6.52: Percentage of buildings constructed in Western Port LGAs under different energy efficiency building codes

LGA	Pre-1992 (no standards)	1992-2004 (insulation standards)	Post-2004 (5 Star rating)
Bass Coast	N/A	N/A	N/A
Cardinia	62%	32%	5%
Casey	47%	46%	7%
Frankston	73%	23%	4%
Mornington Peninsula	80%	18%	2%

Percentages based upon properties for which construction dates were available.

N/A indicates data were not available at the time of writing.

Source: Date obtained from the LGAs of the Western Port region.

#### 6.2.3. Degradation of building materials and infrastructure

As the region's building materials and infrastructure are largely exposed to similar thermal conditions, the implications of increases in temperature extremes may be greatest for those areas exposed to multiple climate stresses.

For example, buildings and infrastructure in flood zones or the coastal margins are also exposed to extreme temperatures in addition to these other stresses. Those areas where there is overlapping exposure to climate hazards may therefore experience the greatest challenges with respect to the design and maintenance of robust infrastructure.

## 6.3. Economic and Social Impacts

Rising average temperatures and more frequent extreme temperature days have the potential to contribute to a variety of impacts in the Western Port.

However, as noted, the impacts that are most relevant to the region's settlements are likely to be:

- heat-related illness and mortality (a direct intangible cost);
- building thermal comfort and energy demand (relevant to both direct intangible costs and indirect market costs); and
- degradation of building materials and infrastructure (a direct market cost).

Each of the potential impacts is discussed further below.

#### 6.3.1. Heat-related illness and mortality

Human exposure to temperatures that are excessively high or low can have direct adverse health consequences.

Public health practitioners have identified a 'j-shaped' response of human health to temperature (Figure 6.40), with excess mortality associated with extremes of both cold and hot, but rising more rapidly as temperatures exceed approximately 30°C (Davis et al., 2003). This is typical of physiological responses to a broad range of environmental conditions. Research on the implications of climate change on heat-related illness and mortality has largely focused on the potential increases in heat-related mortality, although it should be noted that the potential for reductions in cold-related winter mortality is also a real possibility (Guest et al., 1999; Dixon et al., 2005). There is ongoing debate regarding which of these two factors may be more important, but in reality it is likely to vary from location to location depending on local climate and socio-economic conditions.

Heat-related mortality is currently a public health issue in Victoria. For example, Woodruff et al. (2005) estimated that approximately 289 individuals aged 65 or older currently die each year in the Melbourne region due to heat-related causes, which is roughly 77 per 100,000. These deaths predominantly occur during summer months when temperatures are at their peak, and despite the widespread finding that elderly individuals are more sensitive to heat events, analysis indicates that mortality does not simply occur in individuals where death was otherwise imminent, but in generally healthy individuals that would have been expected to continue living for years in the absence of the heat event (UK NHS, 2005). It should also be noted that the temperature threshold beyond

which heat begins to influence mortality in temperate areas is only approximately 28°C (Guest et al., 1999; Woodruff et al., 2005).

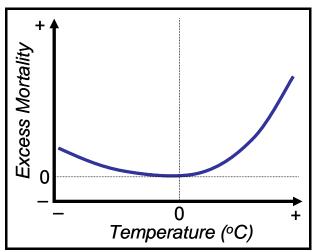


Figure 6.40: "J-Shaped" response of human mortality to temperature

As temperatures drop below freezing, excess mortality tends to increase. Similarly, as temperatures rise above freezing, mortality also increases, but at a significantly faster rate, particularly above ~28–30°C (Guest et al., 1999; Davis et al., 2003; Woodruff et al., 2005).

Climate change is projected to enhance the risk of heat-related morbidity and mortality in the decades ahead due to rising temperatures that increase the frequency of days with maximum temperatures above a given threshold (Martens, 1998; Guest et al., 1999; Kalkstein et al., 1997; Patz et al., 2001; Woodruff et al., 2005), as well as the duration of persistent heat events that last for multiple days. The effects of climate change are likely to be most significant for sensitive subpopulations. For example, the biophysical projections developed as part of this project suggested an increase in average temperatures in the Western Port region of 0.9 to 3.5°C by 2070, resulting in additional days above temperature thresholds (Table 6.51; Macadam et al., 2008). In response to such climate changes, as well as continued population growth, Woodruff et al. (2005) have projected that the heat-related annual death rate among people 65 and older in the Melbourne region would increase from 289 at present to 484 to 636 by 2100. The percentage of people in the Western Port region who are 65 or older is virtually the same as the Melbourne region. On a proportional basis therefore (but not allowing for local differences in climate and/or physiological differences between the population groups), the number of additional deaths in the region, among this group due to heat stress, could increase by approximately 30 to 53 annually by 2100. Applying the human capital approach to valuing life (see Chapter 5), the additional cost of these deaths is valued at approximately \$31 to 54 million per annum<sup>45</sup>. However, a willingness to pay approach is more likely to value this lost life at least at \$72 million.

As discussed in section 6.2.1, those areas in the Western Port region that have a disproportionately high concentration of individuals over the age of 65 are potentially most vulnerable to heat-related stress impacts. Viewed at the local government level, the

Page 129

Final Report

<sup>&</sup>lt;sup>45</sup> Assuming no loss of earnings in the 65+ age group.

council with the greatest number of over 65 people at present is Mornington Peninsula Shire (see Table 6.53). As a percentage of the total population however, Bass Coast Shire would also appear to be vulnerable to these impacts.

Table 6.53: Numbers and percentages of populations in Western Port region over 65 years of age and under 5 years of age

LGA	Number of people >65 years	Percentage of total population	Number of infants <5 years	Percentage of total population
Bass Coast	6,105	23%	1,394	5%
Cardinia	5,591	10%	4,284	8%
Casey	16,921	8%	16,775	8%
Frankston	15,323	13%	7,561	6%
Mornington Peninsula	27,063	20%	7,799	7%
• 400.0				

Source: ABS Census 2006

Though less-well-documented in the context of climate change, epidemiological research also indicates that young children and infants are also sensitive to temperature extremes due to poor thermo-regulation (Guest et al., 1999; Scheers-Masters et al., 2004).

The implications of extreme heat events for public health may be exacerbated by population density, growth and development. Research has found that mortality during extreme heat events is higher in urban areas due to the thermal effects of heat islands (Buechley et al., 1972; Clarke, 1972; Bridgman et al., 1995; Smoyer, 1998). The urban heat island effect, for example, is a well-documented phenomenon where urban areas tend to have higher average temperatures than surrounding areas, particularly at night (Chen and Zhou, 2004; Chen et al., 2006). Analysis of thermal environments around different locations in Melbourne with different development densities revealed a tendency for higher temperatures (particularly nighttime temperatures) in the more densely developed areas (Coutis et al., 2007). As such, future development decisions and densities are likely to have an influence on the thermal environment of the Western Port region, although this is likely to be significant only for the region's most densely populated areas.

The risk of adverse health effects in response to high temperature events is also heavily dependent upon socio-economic and demographic characteristics. First and foremost, the sensitivity of different areas across the Western Port region to extreme heat events is dependent upon the size of the exposed population. The greater the number of individuals exposed, the greater the likely number of deaths, as evidenced by observed heat-related mortality across Australian cities (Woodruff et al., 2005). With the population of the Western Port region rising, more individuals are likely to be exposed in a future warmer climate. Perhaps more importantly, the aging of the region's population is likely to increase the size of the sensitive over-65 subpopulation. Experience with the 2003 heat wave in Europe illustrated the fact that vulnerable sub-populations such as the elderly

were more at risk if confined or with reduced mobility (Vandentorren et al., 2006), which may be exacerbated when individuals live alone (Semenza et al., 1999).

Changing demographics must be considered in the context of other changes that are likely to accompany demographic change in the decades ahead. Specifically, changes in housing stock and materials may reduce future health risk associated with extreme events (see below). For example, older, less thermally-efficient housing may be replaced over time, and new development may be built to a higher standard and/or incorporate newer materials, and individuals may make greater use of air conditioning or other technological measures for addressing heat. Predicting the net effects of such changes is quite difficult, but there is evidence for a relationship. For example, a UK study of housing health and safety estimated that heat-related mortality was largely restricted to housing in multiple-occupancy structures, with those living just under the roof particularly at risk (Office of the Prime Minister, 2003). This is supported by a range of earlier studies (Centers for Disease Control, 1981; Kilbourne et al., 1982; Semenza et al., 1996; Smoyer, 1998). As such, there is a reasonable possibility that improvements in building design and upgrading of housing in Western Port in the future may reduce vulnerability to extreme heat episodes. On the other hand, scenarios where temperatures rise, population densities increase, and housing construction proceeds with little consideration for climate change can also be envisioned. Were such a future to occur, increases in vulnerability would not be out of the question.

### 6.3.2. Building thermal comfort and energy demand

Increases in ambient temperature will have direct consequences on the comfort of buildings, which will necessitate either changes in the manner in which buildings are constructed and/or the management of heating and cooling of indoor spaces.

Prior assessments have indicated that Australia's building stocks have historically developed and persist under extreme temperature conditions (BRANZ, 2007). As noted previously, prior to the advent of air conditioning and other mechanical cooling technologies, buildings were constructed with more attention to thermal comfort, such as greater natural ventilation to the outside and the use of natural shading. In some ways, improvements in technology have increased vulnerability of buildings to extreme temperature events, as the availability and assumed reliance upon mechanical cooling has led to the allowance of greater exposure to solar heating as well as reduced external ventilation.

The practical consequences of higher temperatures are reduced indoor comfort, which, if not appropriately managed, may have consequences on health under the worst-case scenario, but chronic exposure may affect productivity of workers. However, it is almost certain that buildings will be managed to maintain existing preferences for thermal comfort as temperatures rise. With existing building stock, this will necessitate changes in energy use, largely increasing energy consumption as usage of mechanical cooling rises. For example, estimates of energy consumption for metropolitan Melbourne in 2070 indicate that consumption increases approximately three-fold compared to current (i.e. 2005) levels (Figure 6.41). However, despite a significant expansion of cooling energy consumption, net annual consumption declines moderately due to a sharp reduction in winter heating consumption that offsets increasing summer cooling. This response is typical of buildings in southern temperate Australia.

Nevertheless, an increase in summer peak energy demand could still be an issue for households and other energy users in the Western Port region as seasonal peak demand for electricity shifts from winter to summer. Peak loads are already nearing capacity on many parts of the grid at present, and in the absence of effective demand management strategies the growing demand during summer is likely to necessitate further augmentation of capacity of both generation and local distribution networks. This augmentation will require substantial investment and, depending on the relative pricing of energy during different seasons and the likely increase in consumption during daily times of peak demand, annual increased energy costs across the board could still occur for energy users in the Western Port region, even with reductions in annual energy consumption.

This outcome is a real possibility for some residential energy users if real time electricity pricing is introduced as means of curbing summer peak demand – a policy response that current climate projections is sure to encourage. Current pricing arrangements, which allow for the 'smearing' of costs across different user groups, mean that air-conditioned households are receiving an energy subsidy at the expense of non air-conditioned households. There is insufficient data at the local council level to know whether households in the Western Port region will in the main benefit or lose from changed pricing arrangements.

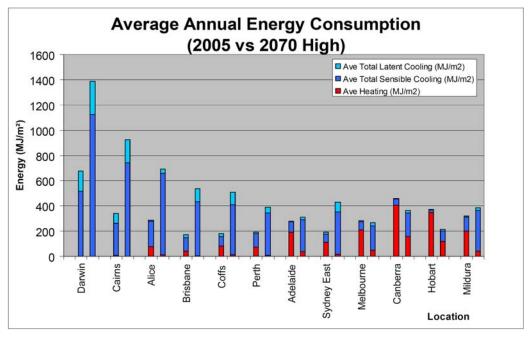


Figure 6.41: Comparison of average annual energy consumption in buildings

Source: Branz, 2007

Temperature increases associated with climate change will manifest against a backdrop of ongoing development, including the construction of new buildings as well as changes in building preferences and standards, design and materials. For example, population in the LGAs of the Western Port region increased by 15% between 2001 and 2006. Meanwhile, energy efficiency requirements were introduced in July 2004 in Victoria requiring new houses to be built to a 5 Star standard, with Star rankings defined by the Nationwide House Energy Rating Scheme (NatHERS; Branz, 2007). This followed the

introduction of insulation requirements for new houses in Victoria in 1992. In contrast, in a sample of 240 Victorian houses examined in 1999, more than 80% were rated as less than 3 stars (AGO, 2000). Similarly, data for the Western Port region indicates that only 2 to 7 % of houses in the region (depending on the local government area) were constructed post-2004 and therefore definitely meet the 5 Star rating (see Table 6.52), although it is likely that at least some houses constructed prior to 2004 also meet the 5 Star rating. Nevertheless, further tightening of energy efficiency standards in new construction and upgrades, scheduled for 2008, may contribute to reductions in per unit energy consumption in the future, even though the total number of building units may increase.

## 6.3.3. Degradation of building materials and infrastructure

Just as high temperatures can stress human beings, they also pose a potential source of stress to building materials and other infrastructure.

For example, a report on climate change and infrastructure in Victoria (CSIRO et al., 2007), rated temperature increases as posing a 'moderate' to 'high risk' on buildings and infrastructure, with risk increasing with the magnitude of future temperature changes (Table 6.54).

Table 6.54: Risk ratings of impacts on buildings and infrastructure due to temperature increases

Import	2030		2070	
Impact	Low	High	Low	High
Degradation of road asphalt	Moderate	Moderate	Moderate	Moderate
Degradation of road foundation	Moderate	Moderate	Moderate	High
Rail track movement	Low	Moderate	Moderate	High
Structural degradation of bridges	Moderate	High	High	High
Degradation and failure of building materials	Moderate	Moderate	Moderate	Moderate

Low and high ratings are associated with low and high scenarios of temperature increases for each time period. **Source**: CSIRO et al. (2007)

The predominant risk of extreme temperatures on infrastructure is associated with transport. For example, CSIRO et al. (2007) identified the degradation of asphalt and jointed concrete roads as well as degradation of road foundations as potential consequences of increasing temperature extremes for Victorian transport (Table 6.54; see also Mills and Andrey, 2002). Given the extensive length of roads within the Western Port region (Table 6.55) and the significant proportion of council budgets currently devoted to road construction and maintenance (5 to 13%)<sup>46</sup>, marginal increases in road degradation and maintenance costs could have significant implications for local governments.

\_

<sup>&</sup>lt;sup>46</sup> See Chapter 8 for further discussion.

Table 6.55: Total length of road infrastructure LGAs of the Western Port region

Road Type	Length (km)
Bass Coast	1,157.0
Cardinia Shire	1,765.4
Casey City	1,157.0
Frankston City	1,089.7
Mornington Peninsula Shire	2,267.1
Total	7,436.2

Extreme temperatures have also been associated with adverse effects on rail infrastructure, such as shifting and/or buckling of tracks (Table 6.54). For example, an analysis of rail incidents from the United States found that irregularities in track alignments were a common cause of rail accidents (Rossetti, 2002). This problem can also cause extensive service disruptions, as happened on 11 January 2008 when extensive delays and cancellations were experienced on the Melbourne metropolitan rail network (including many on the Frankston and Pakenham lines) as result of buckling of tracks and failure of air-conditioning systems. Another indirect effect of rising temperatures on transport and other infrastructure may be their effects on the timing of maintenance and construction activities. Extreme heat days may constrain the timing of outdoor maintenance activities due to concerns over occupational health and safety (Mills and Andrey, 2002).

# 6.4. Summary of Potential Implications of Exposure to Extreme Temperatures in the Western Port Region

Sector/LGA	Summary of Potential Extreme Temperature Exposure and Impacts
Locations	
Bass Coast Cardinia Casey Frankston MPS*	All LGAs within the Western Port region are exposed to temperature extremes. However, those areas further inland where the moderating effects of the ocean and sea breezes are diminished may be more vulnerable.
Populations	
Bass Coast	Most sensitive populations occur on the north coast of Phillip Island, which has one of the highest density of individuals over the age of 65 in the LGA.
Cardinia	• Townships in the LGA's north, such as Emerald, Cockatoo and Gembrook may be at greater risk due to a relatively higher density of elderly individuals and these areas are somewhat removed from the coast.
Casey	• Townships such as Cranbourne and other residential centres further north tend to have a relatively larger proportion of elderly individuals than other parts of the LGA.
Frankston	The coastal frontage in the LGA's southwest along Port Phillip Bay has a relatively dense population of elderly individuals.
MPS	• The entirety of the Port Phillip Bay coastline, particularly Sorrento and Portsea, has some of the greatest density of elderly communities in the Western Port region, although proximity to the bay will help moderate extreme temperatures.
Property	
Bass Coast Cardinia Casey Frankston MPS	Direct effects of temperature extremes are likely to be negligible, although some indirect effects to property may occur through impacts on infrastructure, public health, and amenity (see below).
Infrastructure	
Bass Coast Cardinia Casey Frankston MPS	<ul> <li>Evidence suggests more frequent extreme temperatures will accelerate the degradation of certain building materials and roads, and may increase the risk of accidents and failures in rail networks. Increased temperatures are also likely to increase cooling demand and reduce heating demand, which would affect energy costs, depending upon pricing schemes. Such impacts may be less severe in newer construction, assuming greater thermal efficiency in such structures, but such new construction comprises a small proportion of the region's building stocks.</li> </ul>

#### **Business Activity**

Bass Coast Cardinia Casey

> Frankston MPS

• Temperatures may affect business by reducing operational time windows or increasing work interruptions. Certain businesses, particularly those based outdoors or on recreation, may experience a reduction in visitors during particularly hot days. On the other hand, warmer winter temperatures may increase recreation utilisation creating more business opportunity.

#### **Amenity**

Bass Coast Cardinia Casey Frankston MPS

• As with business activity, higher summer time temperatures may reduce utilisation of outdoor recreational opportunities for the public and elevate concerns about health and enjoyment. Yet warmer temperatures may also extent warm-weather seasons, enabling individuals to take advantage of outdoor amenities for a greater fraction of the year. The long-term ecological implications of rising temperatures may also have consequences, influencing the public's perceptions of the environment, or even adversely affecting species valued for fishing or popular among bushwalkers.

<sup>\*</sup>MPS - Mornington Peninsula Shire

# 7. IMPACTS ASSOCIATED WITH CHANGES TO AVERAGE RAINFALL

#### **Chapter Summary**

- Average rainfall in the Western Port region is projected to decline by up to 8% in 2030 and 23% by 2070, with reductions potentially coming in all seasons but especially in winter and spring.
- Drought frequency and intensity are projected to increase.
- Streamflows in the Bunyip River and South Gippsland basins and in Melbourne Water's catchments, from where most of the region's water is sourced, are projected to decline significantly.
- This has significant potential implications for the water supply / demand balance in the region, although the nature and level of economic and social impacts to the region's water security are likely to depend greatly on government policy response. It is likely though that water users in the region will face significantly higher water prices in the future.
- Reduced average rainfall and reduced streamflow will also adversely impact on amenity, recreational and ecological values in the region.

#### 7.1. Rainfall in Western Port: The Issues

#### 7.1.1. Regional average rainfall and drought projections

The Western Port region is one of moderate rainfall, with average annual rainfall across regional monitoring stations of 759 mm, with median rainfall at an almost identical 758 mm per annum.

Historic annual rainfall is relatively reliable from year-to-year with the data record showing comparatively little variation (Table 7.56). Rainfall is highest in winter and spring.

In a recent assessment of the general biophysical impacts of climate change in the Western Port region undertaken as part of this study (Macadam et al., 2008), temperature and rainfall projections were detailed for 2030 and 2070 for the region based on different emission scenarios and global climate models. Although there is a range of uncertainty around the rainfall projections (Table 7.57) the general trend is toward a reduction in average annual rainfall. The trend is particularly evident for winter and spring rainfall.

These trends are based on averages and do not take account of variability and therefore do not reflect changes to the frequency and severity of extreme wet or extreme dry years. However, as reported in Macadam et al. (2008), taking into account both temperature and rainfall, current research indicates the potential for an increase in the frequency of droughts by 2030 and an increase in the frequency and severity of droughts by 2070 in the region.

Table 7.56: Mean annual rainfall in the Western Port region

BoM Site:	Data from:	Mean rainfall
Tooradin	1947-74	854.8
Cranbourne	1990-	811.7
Cowes	1882-78	764.0
Rhyll	1990-	676.8
Stony Point	1972-83	760.6
Cerberus	1986-	731.0
Cape Schanck	1879-1997	751.5
Philip I. Penguin Reserve	1981-	749.3
Mornington	1868-	734.8
Average for all sites:		759.4
Source: Bureau of Meteorology		

Table 7.57: Projections of climate change impacts on temperature and rainfall in the Western Port region

Season	2030		2070	
Season	Low	High	Low	High
CHANGES IN AVERAGE DAILY TEMPERATURES (°C)				
Annual	0.5	1.1	0.9	3.5
Summer	0.5	1.3	0.9	4.2
Autumn	0.5	1.1	0.8	3.6
Winter	0.4	0.9	0.7	3.0
Spring	0.5	1.1	0.8	3.7
CHANGES IN AVERAGE RAINFALL TOTALS (%)				
Annual	-8	0	-23	0
Summer	-11	+6	-30	+18
Autumn	-7	+4	-22	+14
Winter	-8	+1	-24	+4
Spring	-14	0	-38	0
Source: Macadam et al. (2008)				

#### 7.1.2. Relationships between rainfall and runoff

# The relationship between rainfall and surface runoff is not linear, and may be influenced by a complex set of drivers and interactions.

Variables such as soil moisture, plant evapo-transpiration rates, temperature and relative humidity play a significant role, as does catchment land use such as vegetation composition and the numbers of farm dams. As has been most apparent in recent years, the seasonal distribution of rainfall is particularly important to runoff, as rainfall in drier periods and/or warmer months is likely to result in disproportionately less surface runoff than rainfall in wetter periods and/or colder months (Preston and Jones, 2008).

A preliminary investigation into the possible consequences of climate change for Victorian water resources was undertaken by Jones and Durack in 2005. The Western Port region lies within the Bunyip River and South Gippsland Basins (Figure 7.42). Based on the modelling by Jones and Durack (2005), both basins show a tendency for significantly decreased streamflow. For the Bunyip River basin the projections are -5 to -30% by 2030 and -5 to >-50% by 2070. However, this basin imports 140,000 ml per year from the Thomson and Yarra river basins, where streamflow is also likely to decrease (0 to -25% by 2030 and -5 to >-50% in the Thomson, and 0 to -20% and -5 to >-50% respectively in the Yarra). In the South Gippsland Basin, the projected streamflow ranges are -5 to -25% by 2030 and -5 to >-50% by 2050.

Bunyip River Basin

South Gippsland Basin

Cranbourne

Moe Traralgon Sale

Wonthaggi

Seaspray

Commonwealth of Australia

South Gippsland Basin

Cranbourne

Traralgon Sale

Commonwealth of Australia

100km

Figure 7.42: The Bunyip River and South Gippsland basins

Source: NLRWA unpublished

It is useful to consider these projections in context of the recent extended drought in Victoria. A sample of seven river systems across Victoria, undertaken by DSE (2007), showed that average annual flows over the ten year period from 1997 to 2006 were between 37 % and 83 % below the long-term average flows for these rivers (DSE, 2007). Collectively, these short-term flow reductions are more than CSIRO's worst projected long-term flow reductions for 2030 under climate change (Jones and Durack, 2005), but are generally less than projections for 2070 (Table 7.58).

Given the historic significance of winter and spring rainfall to water resource availability in the wider potable water supply catchments for the Western Port region, it may be

reasonable to assume that the rainfall projections in Table 7.57 will be associated with a decline in the availability of surface water resources, probably of a much greater magnitude. Similar presumptions may also be made in terms of reduced groundwater recharge (and hence declining aquifer yields).

Table 7.58: Actual and projected flow reductions in selected Victorian catchments

River System	Actual Flow Observed Flow Reduction (1997–2006)	Max. Projected Flow Reduction (2030)	Max. Projected Flow Reduction (2070)
Goulburn	38%	35%	>50%
Loddon	67%	35%	>50%
Wimmera-Avon	83%	40%	>50%
Mitchell	40%	25%	>50%
Melbourne's storages	37%	20% (Yarra) 25% (Thom-McA)	>50% (Yarra) >50% (Thom- McA)
Werribee	63%	30%	>50%
Moorabool	83%	35%	>50%
Sources: Jones and Durack (2005); DSE (2007).			

# 7.1.3. Trends in potable water supply and demand

Most of the Western Port region sources its potable water from the Melbourne metropolitan system, via South East Water Limited. Westernport Water Corporation also supplies potable water to part of Bass Coast Shire.

Estimated 2006 water consumption, comprising all metered use plus unaccounted for (unmetered) water, in the Western Port region is outlined in Table 7.59. Significantly, Western Port regional per capita consumption (98.2 Kl per annum) appears to be lower than the 2006 average for greater Melbourne (120.9 Kl per annum).

Table 7.59: Western Port region estimated 2006 potable water consumption

Western Port	2006/07 Estimated	Estimated Per Capita
Regional	Potable Water	Consumption
Population (2006)	Consumption (GL) <sup>47</sup>	(KI /per annum)
552,906	54.31	98.2

<sup>\*</sup>includes commercial and industrial use and (estimates of unaccounted for water/losses.

Final Report Page 140

\_\_\_

<sup>&</sup>lt;sup>47</sup> Derived from (i) SEWL data supplied for municipalities of Casey, Cardinia, Frankston & Mornington shire, plus a 12.7% unmetered factor, (ii) data supplied by Westernport Water, and (iii) Water Services Association of Australia

Demographic and built environment considerations are likely to be major factors influencing this situation. Per capita water consumption tends to be lower in large households than in small households and, on average, households are slightly larger in the Western Port region than in greater Melbourne. Water consumption is also linked to income, garden size and type and to local character (Troy, Holloway & Randolph, 2005). In other words, higher-income households with large gardens, in more established 'leafy' suburbs, tend to use more water. Arguably, these households are less well represented in the Western Port region.

Population in the Western Port region is projected to grow substantially (44%) between now and 2031 (see Figure 2.8), comprising increases in permanent residents in greenfield and infill urban development. Also associated with this growth will be an increase in the number of commercial, industrial and other non-residential water users. This growth can be expected to be broadly consistent with future per capita water consumption patterns that apply across the rest of metropolitan Melbourne.

An additional consideration is that, after construction of the proposed 150 Gl desalination plant at Wonthaggi, Westernport Water is likely to be able to connect to the greater Melbourne water supply network. South Gippsland Water may also have cause to make use of this option.

A number of supply and demand scenarios for Greater Melbourne are possible:

- On the one hand, planning for a 235 gigalitre augmentation of potable water supplies is well underway, brought forward in response to a 37 % reduction to Melbourne's catchment water yield<sup>48</sup>.
- On the other hand, possible continuation of a drying trend caused by climate change, combined with other factors such as population growth and environmental watering obligations, may erode these water supply gains.

Given this, greater Melbourne including the Western Port region, is likely to continue to face challenges in the future in relation to its potable water supply and demand balance.

## 7.2. Exposure of Human Settlements to Rainfall- Related Impacts

Existing literature on climate change and reductions in average rainfall and increased frequency and/or severity of drought suggest that the impacts most relevant to the region's settlements are:

- reduced water supply to the region; and
- reduced runoff and soil moisture which in turn will impact on amenity and recreational values<sup>49</sup>.

To the extent that changes in average rainfall affect water supply and demand, exposure to these changes is likely to be fairly uniform across the region.

<sup>&</sup>lt;sup>48</sup> Wonthaggi desalination plant, Tarago reconnection, and Sugarloaf pipeline.

<sup>&</sup>lt;sup>49</sup> Reduced runoff and soil moisture also have the potential to significantly impact on the region's agriculture. Impacts of climate change on agriculture were not assessed as part of this study but are discussed in an earlier scoping study of climate change impacts in the Western Port region (Brooke and Kinrade, 2006).

One exception is households and businesses in the region, principally in rural areas, that are not connected to reticulated water supplies. In the face of reduced average rainfall in the region, these water users may be confronted with additional challenges in terms of potable water availability and quality. Regional data on the numbers and locations of households and businesses not connected to reticulated systems is not currently available though.

# 7.3. Social and Economic Impacts

# 7.3.1. Potable water supply

The potential for reduced potable water supply stemming from climate change, combined with increased water demand due to population growth and other trends, has significant social and economic implications for the Western Port region.

The nature and extent of any impacts on the region though will largely depend on the policies and measures implemented by the state government and the water industry. In that respect, the water supply and demand issue is qualitatively different to many of the other issues discussed in this report. There are a number of potential approaches to dealing with the potential water reliability problem. They include:

- additional water supply augmentations (traditional or non-traditional) paid for by water users;
- continuing reliance on water restrictions;
- water efficiency regulations and associated measures; and
- a market-based approach to water scarcity, such as an intra-urban water market.

A detailed discussion of these approaches is beyond the scope of the study. It is important to note however, that the different approaches are not mutually exclusive and it is probable that future responses will comprise a combination of approaches. What this means for water users in the Western Port region is uncertain, since different approaches will have different impacts. Regardless of approaches adopted however, it is likely that Western Port communities will face water price increases in the future, possibly substantial<sup>50</sup>. The main difference in outcomes of different approaches relates to who bears the burden of the price increases and by how much.

Specific characteristics of the Western Port region will also influence the impacts of state government and water industry responses to changes in the water supply-demand balance. These characteristics include:

Population growth. As previously discussed, the region's population is projected to grow by 44% by 2031 compared to 17.8% for the *remainder* of greater Melbourne.
 This population growth and associated new housing developments presents both

<sup>&</sup>lt;sup>50</sup> The Victorian Government has forecast for example that, given the combination of water shortages and the cost of planned water augmentation, water prices in the Melbourne region will double by 2012 (Office of the Premier, 2007). These could be expected to rise substantially more, if further augmentations are required due to continued growth in demand and/or climate change.

challenges and significant opportunities in relation to the implementation of water efficiency measures and non-traditional water supply augmentations, such as water recycling and grey water re-use. Challenges include the cost implications for new homes of regulatory and other water savings measures. Opportunities include the potential for new housing developments to showcase water efficient design and to reduce dependence on mains water.

Potential for local supply augmentations. In addition to measures associated with new housing developments, local water supply augmentations can reduce dependence on mains water and the impacts of water restrictions. This is already evident in the Western Port region where most local councils are planning for, or are in the process of implementing, local supply augmentations including water reuse schemes and rainwater tanks. These schemes will significantly increase councils' ability to water sporting fields, public parks and gardens in times of restrictions (see following section).

# 7.3.2. Environmental and amenity impacts associated with changes to average rainfall

A drying trend across the Western Port catchment is likely to have a number of biophysical manifestations.

These include:

- Reduced surface runoff and groundwater-derived base flows, and an increased likelihood of low flows, affecting
  - waterway flows and the ecological health of waterways and estuaries; and
  - wetland health.
- Reduced average soil moisture levels, either in some seasons (e.g. summer) or throughout the year. This will impact on some infrastructure.
- Reduced groundwater recharge and aquifer levels, potentially impacting on groundwater-dependent ecosystems such as waterways, terrestrial vegetation communities, and coastal ecosystems such as saltmarshes, mangroves and seagrass beds (Kammermans et al. 2002).

Some of these impacts may further compound the effects of other degrading processes (such as habitat fragmentation), and be both severe and irreversible. Whilst the impact of reduced groundwater flows on mangroves and seagrass beds has not been studied for the Western Port region, it is known to be a factor in seagrass decline internationally.

For human settlements in the Western Port region, these impacts have implications for environmental, social and economic values in the region. In terms of the issues and values that are impacted, these are discussed briefly as follows:

Waterway and wetland health: Waterways and wetlands provide a range of values and services to urban and township communities, including amenity values (such as property values) and recreational values (e.g. linear waterway parks and reserves; birdwatching). As such, waterways and wetlands also support a range of use and non-use economic values. These values have not been quantified as part of this study.

- Coastal and estuarine health: The relationship between the volume of surface water and groundwater flows to the coastal and marine environment is not well understood in the study region. To the extent that there may be a relationship, values that may be impacted include:
  - recreational (and commercial) fishing stocks and fish recruitment capacity;
  - non-use values associated with the health, diversity and robustness of coastal ecosystems in the region.
- Domestic gardens, municipal gardens and sporting fields: Domestic and municipal gardens and parks can be expected to support considerable (albeit variable) social and amenity values in settlements across the Western Port region. All other things being equal, reduced rainfall will increase the need for supplementary irrigation. The extent to which catchment drying impacts on domestic gardens will, by and large, be related to the future likelihood of water restrictions applying to their irrigation, as discussed in section 7.3.1.
- Streetscapes: Streetscapes, including nature strips, street trees and other features, are likely to be more vulnerable to the effects of catchment drying than domestic and municipal gardens and parks. This is because streetscapes are generally dependent on rainfall rather than irrigation.
- Infrastructure exposed to drying soils: The foundations of residential and commercial buildings, roads and transmission lines and subterranean infrastructure such as water, sewerage and gas pipes may be vulnerable to increased degradation or even structural failure due to a long term decrease in soil moisture or increased variations in wet / dry spells. Further infrastructure and soil mapping and analysis are required however, to identify the region's infrastructure most exposed.
- **Bushfire risk**: Elevated bushfire risks are discussed in Chapter 5.

# 7.4. Summary of Potential Impacts of Exposure to Average Rainfall Changes in the Western Port Region

Sector/LGA	Summary of Potential Average Rainfall Exposure and Impacts
Locations	
Bass Coast Cardinia Casey Frankston MPS*	<ul> <li>As much of the region's water supply is centrally managed, both supply excesses and deficiencies are likely to have similar implications throughout the Western Port region. Users who are not connected to reticulated supplies may be more vulnerable to water supply security. However, users who utilise groundwater may be buffered against impacts on the metropolitan supply network, provided aquifer resources are managed sustainably.</li> </ul>
Populations	
Bass Coast Cardinia Casey Frankston MPS	<ul> <li>As above, although residents in areas not connected to reticulated supplies have the potential to be most affected by security of supply issues.</li> <li>Impacts in terms of water prices could vary between different water user groups, e.g. residents living in new residential areas compared with residents living in established areas.</li> </ul>
Property	
Bass Coast Cardinia Casey Frankston MPS	• Increased water prices and/or restrictions may curtail water use at the property level or create incentives for investments in water conservation and reuse (e.g., on-site retention or greywater use).
Infrastructure	
Bass Coast Cardinia Casey Frankston MPS	<ul> <li>Maintenance of public parks, gardens and recreational facilities may be adversely affected by increased water prices or restrictions.</li> <li>Some infrastructure may be adversely affected by exposure to more frequent or severe dry conditions reducing soil moisture.</li> </ul>
<b>Business Activity</b>	
Bass Coast Cardinia Casey Frankston MPS	Water dependent businesses in the region including nurseries, turf farms, swimming pool suppliers and landscape gardeners will be adversely affected by an increase in the price of water and/or restrictions.

Amenity	_			
	- 1	m	on	11.74
	7=	1	GII	HA.

Bass Coast Cardinia Casey Frankston

MPS

- Access to public parks and recreational facilities may be adversely affected by increased water prices and/or restrictions.
- General drying could adversely affect streetscapes.

<sup>\*</sup>MPS - Mornington Peninsula Shire

# 8. REVIEW OF IMPACTS AND EXAMINATION OF CROSS SECTORAL ISSUES

# 8.1. Review of potential impacts

As indicated by the preceding chapters, settlements in the Western Port region face significant exposure to natural hazards associated with current climate variability and future climate change.

Furthermore, such exposures may have cascading impacts that extend well beyond simply the inundation or burning of land, having the potential to affect human life and health, public infrastructure and services, economic activity and commerce, and public amenity.

Some impacts of climate change, such as impacts of changes to average rainfall on potable water availability and impacts associated with extreme temperatures, are likely to be felt more or less throughout the Western Port region. Other impacts though, will vary significantly depending upon the spatial distribution of hazards and human assets, populations and infrastructure. In other words, some types of natural hazard are geographically specific and location therefore is a key determinant of the potential for climate change to impact on people and infrastructure. Coastal inundation, extreme rainfall and bushfires are three such hazards.

## 8.1.1. Exposure to coastal inundation, flooding and bushfires

There are numerous potential methods for comparing exposure to climate change. Figure 8.43 is one such method. It provides a summary of land areas, property, people, dwellings and roads exposed to the three spatially related hazards: storm surge inundation (1 in a 100 year ARI in 2070); flooding associated with extreme rainfall; or bushfires. The area within each colour-coded region represents a relative indication of the aggregate exposure across different asset categories.

The information in Figure 8.43 indicates that:

- land areas, numbers of people and extent and value of assets exposed to inland flooding and bushfires are greater than to coastal inundation;
- land areas, numbers of people and extent and value of assets exposed to coastal inundation are greatest in Mornington Peninsula Shire, Bass Coast Shire and the City of Casey, in that order;
- land areas, numbers of people and extent and value of assets exposed to inland flooding are greatest in Cardinia Shire, City of Casey and Frankston City; and
- land areas, numbers of people and extent and value of assets exposed to bushfires are greatest in Cardinia Shire and Mornington Peninsula Shire.

While the above generalisations hold at the LGA level, even within a single LGA, there is a significant degree of variability with respect to exposure to the three hazards. Some of the key locations identified in the Western Port region that represent exposure hotpots include the following:

Cardinia **Bass Coast** Exposed Area (101 km2) Exposed Area (101 km2) 10.00 100 **Property Property** Roads (101 km) Roads (101 km) Value (109 \$) Value (10<sup>9</sup> \$) 601 ODO Residential Properties (102) People (103) Residential Properties (102) People (103) Frankston Casey Exposed Area (101 km2) Exposed Area (101 km2) 100 DO 1000 10.00 . ਜ਼ਰੂਸਦਾ ਪ੍ਰ Value (10<sup>9</sup> \$) 100 **Property Property** Roads (101 km) 0.10 Value (10<sup>9</sup> \$) 001 Residential Properties (102) People (10<sup>3</sup>) Residential Properties (102) People (10<sup>3</sup>) Mornington Peninsula Exposed Area (101 km2) 100 00 **Property** Roads (101 km) Value (10<sup>9</sup> \$) 001 Storm Surge Extreme Rainfall **Bushfire** Residential Properties (102) People (103)

Figure 8.43: Summary of populations and infrastructure in Western Port LGAs exposed to coastal inundation, flooding and bushfires

Each plot represents the estimated exposure of land areas, property, people, dwellings, roads and drainage pipes to either storm surge inundation (1 in a100 year ARI in 2070), inundation/flood hazard or bushfire hazard. The area within each colour-coded region represents a relative indication of the aggregate exposure across different asset categories. The same quantitative scale is used for each figure, allowing comparisons across different impacts or LGAs. Note the logarithmic scale – as one moves from the centre of the figure, each successive ring represents a 10-fold increase in exposure.

- Storm Surge Inundation Phillip Island townships in Bass Coast, coastal townships in Casey, and Hastings in Mornington Peninsula Shire. However, beaches, foreshore areas and reserves and coastal wetland areas throughout the region are likely to be affected by sea-level rise and storm surge events.
- Extreme Rainfall Inundation/Flooding Bass River flood plain, northeast and southern Cardinia (Koo-Wee-Rup swamp), southeast Casey, northwest Frankston and the Frankston Central Activity District (CAD), and the Western Port Bay coastline of Mornington Peninsula (e.g., Hastings and Shoreham).
- **Bushfire** North and southeast Bass Coast, northern Cardinia including the townships of Emerald, Cockatoo and Gembrook; central and southeast Frankston; bushland areas in Mornington Peninsula, particularly around the townships of Dromana and Mornington as well as around HMAS Cerberus.

# 8.1.2. Climate change exposure, impacts and risk

Although Figure 8..43 provides useful overview of the extent of land, people and assets exposed to the impacts of climate-related hazards, great caution needs to be exercised in interpreting and using this information.

Exposure estimates are a good starting point, but they do not provide a complete picture of the potential for impacts associated with future climate change – impacts associated with changes to average rainfall and to temperature, for example, are not accounted for in the exposure estimates. Nor do exposure estimates provide a complete understanding of the relative importance of different types of impacts – physical exposure is only one of a number of variables that can be used to assess the significance of climate change impacts. Changes to the frequency and severity of hazards must be taken into account, as must changes to associated physical processes. Then there is the question of how these changes will flow through to impacts on economy and society.

In the case of coastal inundation, for example, although the extent of land exposed to inundation in the region is substantially less than the extent of land exposed to flooding or bushfire, consideration of the potential future impacts from coastal inundation must also take into account:

- projected changes in the frequency of storm surge events<sup>51</sup>;
- coastal erosive processes that may greatly exacerbate future damage to, or potentially, complete loss of beaches and foreshore areas; and
- the full range of potential consequences of impacts not just loss of value of property and assets directly exposed to inundation, but also the indirect and intangible consequences of inundation, such as impacts on amenity values and on local tourism.

Similarly, consideration needs to be given to the significance of infrastructure that is exposed to the impacts. For example, certain infrastructure within the Western Port region is critical on both a local and regional basis. Examples include:

<sup>&</sup>lt;sup>51</sup> As noted previously, areas currently exposed to a 1 in 100 year storm surge will, under a worst case scenario, be subject to a 1 in 1 to 1 in 4 year storm surge by 2070.

- key transport corridors such as the Nepean, South Gippsland, and Bass Highways, as well as heavily travelled rail lines;
- electricity transmission lines from the Latrobe Valley that traverse the Western Port region and provide electricity to Melbourne and Gippsland;
- industrial facilities in the vicinity of Hastings; and
- emergency management facilities, medical centres and communications infrastructure as well as local government buildings, schools and nursing homes.

In some cases this infrastructure is exposed to more than one climate-related hazard, a factor that should be considered when assessing potential impacts.

In conclusion, meaningful determination of the relative importance of potential impacts of climate change in the Western Port region are best made in the context of an assessment by decision makers of all of the factors that can bear on the likelihood of climate change impacts occurring and the consequences of those impacts should they occur. Exposure is just one of those factors, albeit an important one. Other factors however, such as community attitudes towards the impacts, the degree to which the impacts result in permanent damage or loss and capacity to manage the impacts, all need to be considered. Risk assessment, established through the Australian Standard AS 4360, provides a framework for assessing all such factors (Broadleaf and MJA, 2006)<sup>52</sup>.

# 8.2. Vulnerable groups

Climate change literature points to a range of social characteristics that can make people vulnerable to natural hazards such as those associated with climate change.

Based on those characteristics, a number of groups emerge as being especially vulnerable to the impacts of climate change (see for example Dwyer et al., 2004). These are:

- low income earners;
- the elderly;
- infants; and
- people with existing health conditions (including physical and mental health conditions).

The vulnerability of these groups to climate change could stem from three factors:

- their high level of exposure to particular climate impacts relative to the rest of the community;
- their sensitivity to those impacts; and/or
- their limited capacity to prepare for and respond to the impacts if and when they do occur (generally referred to in the climate change literature as 'adaptive capacity').

<sup>&</sup>lt;sup>52</sup> A climate change risk assessment has been undertaken by each of the local councils in the Western Port region as a part of the Western Port Integrated Assessment project. An overview of the process undertaken and a summary of risks identified are contained in the project report on 'Climate Change Risks and Adaptation'.

The vulnerability of low income earners and the elderly to climate change in the Western Port region is examined in this section considering these three factors.

#### 8.2.1. Exposure of vulnerable groups

A potentially important question in the consideration of populations that are vulnerable to climate change is whether low income earners or the elderly are over-represented amongst the households exposed to coastal inundation, flooding or bushfires.

Physical exposure of households and infrastructure to particular climate impacts has already been closely examined in preceding chapters, notably in chapters 3 to 5, covering coastal inundation, inland flooding and bushfires. Studies have examined this question, particularly with respect to low income household exposure to flooding (Chen et al., 2005; BTRE, 2001). The results of those studies have been inconclusive, with some flood-prone urban areas examined around Australia supporting the hypothesis that people living in flood prone areas tend to have low income, and other areas not supporting the hypothesis.

This suggests the need for close examination of exposed localities in the Western Port region to determine the social characteristics of those who are exposed. To that end, some preliminary assessment of the income and age characteristics of populations exposed to coastal inundation in the Western Port region has been undertaken drawing on ABS 2006 census data at the census collection district level.

### Exposure of low income people

With respect to income, results are variable. In areas exposed to **coastal inundation** median household incomes are relatively low. Indeed, in all municipalities with the exception of Bass Coast (where median incomes are low anyway), the median household income of areas exposed to coastal inundation is lower than median income of households in the municipality as a whole. Median household incomes of areas exposed to coastal inundation (for a 2070 1 in 100 year ARI scenario) are as follows:

- Bass Coast \$680/week (\$636 across municipality)
- Cardinia \$959/week (\$1078 across municipality)
- Casey \$961/week (\$1097 across municipality)
- Frankston \$625/week (\$956 across municipality)
- Mornington Peninsula \$827/week (\$914 across municipality).

Exposed households with median household incomes <\$600<sup>53</sup> per week are located in a number of localities in Mornington Peninsula Shire, including around Dromana, Rosebud, Rye and Hastings and in the Bass Coast Shire in the Wonthaggi district, Grantville, and around Cowes on Phillip Island (Figure 8.44).

Final Report Page 151

-

Note, the poverty line is conventionally set at 50% of median household disposable income but more rigorous analyses take account of differences in household size and composition. ABS income data used in this report is based on pre-tax rather than disposable income and therefore direct comparisons are not possible. However, it is likely that most households with a pre-tax income of \$400 or less are below the poverty line and that many of those with incomes of \$400–600 are below the poverty line also.

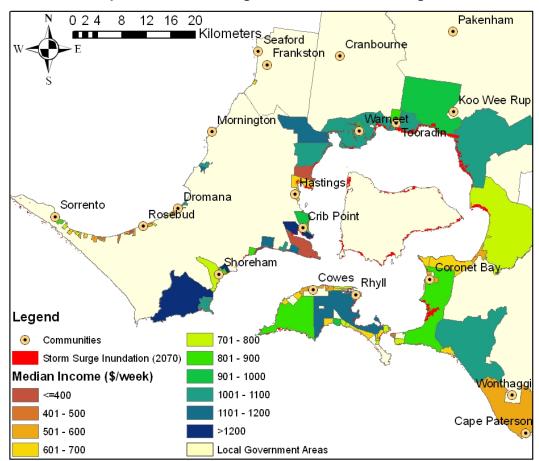


Figure 8.44: Median income of households in census districts that are exposed to storm surge in the Western Port region

On the other hand, low income households do not appear to be over represented in areas exposed to **flooding**. In all municipalities, with the exception of Frankston, median household incomes in areas exposed to flooding are comparable to or higher than median incomes for the municipality as a whole:

- Bass Coast \$879/week (\$636 across municipality)
- Cardinia \$1,121/week (\$1078 across municipality)
- Casey \$1,117/week (\$1097 across municipality)
- Frankston \$797/week (\$956 across municipality)
- Mornington Peninsula \$1,049/week (\$914 across municipality).

However, there are exceptions, including Hastings in Mornington Peninsula Shire, the area around Wonthaggi in Bass Coast Shire, and parts of Seaford in Frankston City (Figure 8.45).

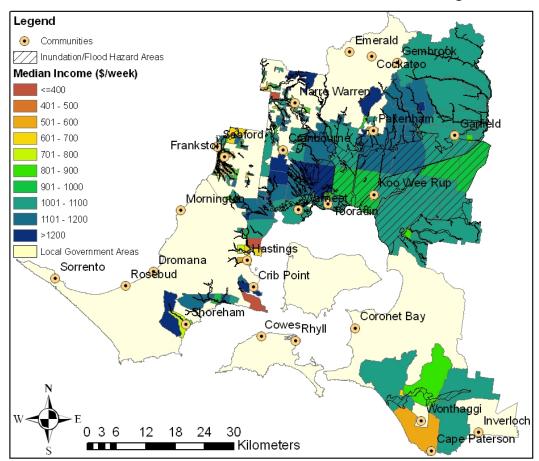


Figure 8.45: Median income of households in census districts associated with inundation/flood hazard areas of the Western Port region

Similarly, although some bushfire prone areas have low median incomes – notably around Rye in Mornington Peninsula Shire and again, around Wonthaggi and Grantville in Bass Coast Shire – overall, most bushfire prone areas have moderate incomes and are even quite high in some localities (Figure 8.46). Median household incomes in exposed bushfire prone areas are as follows:

- Bass Coast \$725/week (\$636 across municipality)
- Cardinia \$1,265/week (\$1078 across municipality)
- Casey \$1,257/week (\$1097 across municipality)
- Frankston \$1069/week (\$956 across municipality)
- Mornington Peninsula \$1,055/week (\$914 across municipality).

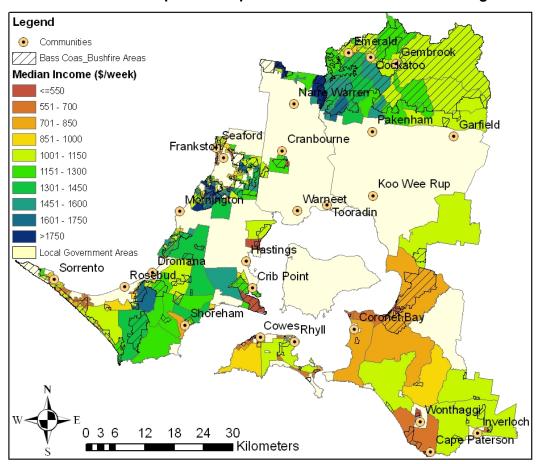


Figure 8.46: Median income of households within census collections districts that overlap bushfire prone areas in the Western Port region

## Exposure of elderly people

With respect to representation of elderly people in coastal inundation, flood and bushfire exposed populations, results are somewhat clearer. In Bass Coast, Frankston and Mornington Peninsula, elderly people (≥ 65 years of age) are generally over represented in the populations exposed to the various climate related hazards, as compared with the percentage of elderly in Victoria's population as whole (Table 6.52). The representation of elderly people in populations exposed to natural hazards is particularly high in storm surge exposed areas (notably in Frankston, Bass Coast and Mornington Peninsula) and is also quite high in a number of the areas exposed to the other hazards (Table 8.60).

Although the future age structure of exposed populations cannot be known for certain, the current trend of population ageing - in Victoria and the region – indicates that, in the future, elderly people will continue to constitute a significant proportion of the region's population exposed to climate related natural hazards.

Table 8.60: Average percentage of population ≥ 65 years of age in Western Port CCDs exposed to various natural hazards

LGA	Storm Surge Inundation (%)	Extreme Rainfall Inundation/ Flooding (%)	Bushfire (%)	Proportion of people ≥ 65 across area (%)
Bass Coast	24	16	20	23
Cardinia	12	11	9	10
Casey	10	7	13	8
Frankston	43	15	13	13
Mornington Peninsula	22	11	17	20
Victoria	N/A	N/A	N/A	14

N/A indicates state-level data were not available

Source: ABS 2006 Census

## 8.2.2. Sensitivity of vulnerable groups

# It has already been noted that the elderly are especially sensitive to temperature extremes.

This factor alone means that particular attention may need to be paid to those groups in formulating responses to temperature extremes in the region, especially in those parts of the region that have high proportions of elderly residents, such as in Bass Coast and Mornington Peninsula Shires.

#### 8.2.3. Factors influencing adaptive capacity

# Considerable attention is paid in the literature to vulnerability of low income earners and the elderly.

Primarily, the focus on these groups stems from the potential for them to have limited adaptive capacity (Dwyer et al., 2004; IPCC 2007c), which can cut across virtually all impacts associated with climate change. Limited adaptive capacity can stem from:

- lack of resources;
- physical or mental incapacity;
- lack of mobility;
- social or physical isolation;
- poor housing relative to the rest of the population (weather proofing, thermal comfort);
- lack of access to timely and relevant information; and/or
- inadequate insurance coverage (home and contents, health, personal).

One example, relating to lack of resources and poor housing, is the impact on the elderly and low income earners of an increase in the number of very hot days and spells. As discussed in Chapter 6, substandard housing tends to have poor thermal performance. Furthermore, low income people are less likely to be able to afford to install and use cooling systems to improve their thermal comfort. Clearly, these adverse impacts are compounded if exposed groups are elderly and on low incomes.

Another example, relating to information access, physical capacity and mobility, is preparedness and response to natural hazards. Existing literature points to a clear link between the extent of economic and social impacts of natural hazards, such as floods and bushfires, and the level of preparation that people have undertaken and the amount of prior warning they receive – the more warning, the better the preparation and the more community experience with disasters, the lower the ratio of actual to potential damage to property and (BTRE, 2001; Reed, Sturgess & Associates, 2000). Conversely, lack of access or utilisation of information (e.g. the internet, information sessions) or physical incapacity and poor mobility, can reduce people's awareness of and ability to prepare for hazards.

Given that there are significant groups of low income people and elderly exposed to the impacts of climate change (especially in Bass Coast, Frankston and Mornington Peninsula) the particular vulnerability of these groups, in terms of adaptive capacity, will have to be carefully considered when assessing the risks of climate change in the region and developing adaptation responses.

# 8.3. Planning and policy considerations

All levels of government have important roles in the community's response to climate change in the Western Port region. These roles are outlined in Box 8.13. Key planning and policy issues relevant to government response are discussed in the following sections.

#### 8.3.1. Land use planning

Extensive areas of the Western Port region exposed to the impacts of climate change have low population densities and are largely undeveloped in the sense that they do not contain a great deal of infrastructure (public or private). In Bass Coast Shire for example, approximately 85% of land exposed to storm surges, 90% of land exposed to floods and 95% of land exposed to bushfires is currently zoned rural or conservation (see Figures 8.5 to 8.7). Comparative figures in the Shire of Cardinia are approximately 70%, 35% (85% including Green Wedge) and 90% respectively.

### Box 8.13: Role of governments and agencies

Climate change in the Western Port region will present significant challenges to a wide range of agencies involved in the provision of urban infrastructure and services and in planning for population growth and future development in the region. As discussed in the Victorian Climate Change Summit Discussion Paper A Climate of Opportunity (Victorian Government, 2008), if climate change is to be effectively addressed, all levels of government will need to establish shared goals and a clear division of responsibility. This truism applies as much to the issue in the Western Port region, as it is does to elsewhere in Australia. All three levels of government have responsibilities relevant to addressing the impacts of climate change in the Western Port region. The Summit Discussion Paper proposes a range of roles and responsibilities, some of which are relevant in relation to the Western port region:

#### Commonwealth

- Ensuring consistency (but not uniformity) between responses implemented in the Western Port region and elsewhere in Australia.
- Funding and other support for state and regional adaptation responses.

#### State

- Ensuring land-use and coastal planning and management, infrastructure and service planning and emergency response and recovery arrangements factor in regional climate change projections and potential impacts.
- Supporting regional and local adaptation responses and community groups.
- Virtually all state government departments and agencies will have some role in these respects.

#### Local

- Understanding the local implications of climate changes.
- Implementing statutory planning decisions.
- Informing and engaging local communities on the impacts of climate change.
- Ensuring local infrastructure and service provision factors in climate change.

In addition to the three levels of government, energy and water utilities and other agencies, such as port authorities, have important roles in planning for and responding to the impacts of climate change in the region.

Because many of the functions of these agencies are linked and because climate change will affect a wide range of areas, a coordinated approach to adaptive planning will be crucial to ensure adaptation measures in one area do not have negative impacts upon another and to ensure an efficient response in the context of agency resource constraints.

Figure 8.47: Percentage of zoned land types (by area) associated with storm surge inundation in Western Port LGAs in 2070

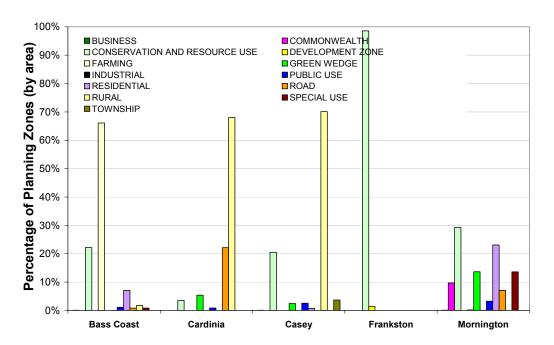
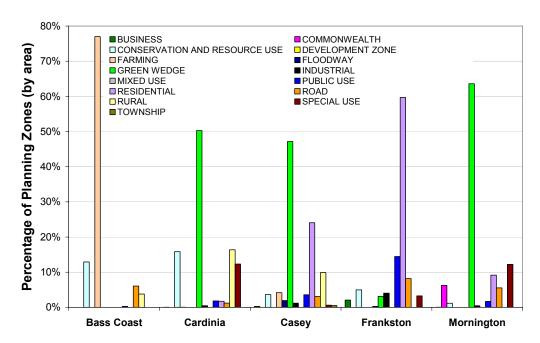


Figure 8.48: Percentage of zoned land types (by area) associated with inundation/flood hazard areas in Western Port LGAs



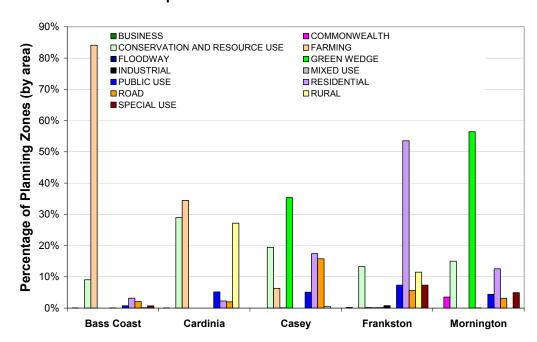


Figure 8.49: Percentage of zoned land types (by area) associated with bushfire prone areas in Western Port LGAs

Although this information could be construed as providing comfort to land use planners, for a number of reasons climate change in the Western Port region presents particular challenges for future land use planning decision-making:

- First, in some local government areas there are already extensive 'development' areas that are exposed to one or more impacts of climate change. In Frankston City for example, approximately 60% of land subject to flooding is zoned residential, with a further 20% being other 'development' zones including roads, industrial and special use; comparable areas are also exposed to bushfires there. In Mornington Peninsula Shire almost 45% of the area subject to storm surges are zoned either residential, industrial or roads.
- Second, as previously discussed, the population of the Western Port region is projected to grow by about 245,000 (44%) by 2031. Much of this growth (approximately 167,000) is projected to occur in the City of Casey and Shire of Cardinia, designated under *Melbourne 2030* (DoI, 2002) as the major urban growth corridor for south east Melbourne. The strategy document which accompanies Melbourne 2030, A Plan for Melbourne's Growth Areas (DSE, 2005) notes that there are severe limits to additional growth in Casey-Cardinia arising from environmental sensitivity of surrounding wetlands and coastal areas and the region's high value agricultural areas. These limits mean that "...land identified for development must be used as efficiently as possible (and) growth in the region will require careful monitoring and assessment" (p.23). Climate change adds to the imperative for efficient use of this land and careful monitoring of growth in Casey-Cardinia, since much of the land designated for growth is exposed to either flooding or bushfires.
- Third, climate change could create or add to other environmental, social and economic pressures associated with development of land on Melbourne's south east fringe including:

- increased pressures on the already environmentally sensitive wetlands and coastal areas; and
- increased demand for the region's high value, productive agricultural land.
- Finally, climate change adds to the complexity of land use planning decisions associated with population growth and development along the region's coastline and in rural and semi-rural (Green Wedge) areas, driven in part by the 'sea change' and 'tree change' phenomena. This population growth, although less substantial than in the growth corridor, is still likely to be significant. Furthermore, much of it will occur in areas exposed to coastal inundation, flooding or bushfires, and in some cases all three hazards.

These challenges need to be considered in the context of the current planning and policy environment in Victoria. At the strategic level, for example, the Victorian Government recently flagged a review *Planning and Environment Act* 1987, placing particular emphasis on:

- streamlining the growth area planning process to ensure that zoned land is available in a timely manner for future urban development, and
- strengthening certainty and timeliness in the planning process (Brumby, 2008).

In undertaking the review, careful attention will need to be paid to the climate change and land use planning issues outlined above.

At the implementation level, local planning schemes may also need to be reviewed. For example, local planning schemes at present do not explicitly take account of the potential for coastal inundation and erosion when dealing with development in the coastal zone. Similarly, although local planning schemes currently include codes and guidelines to deal with development in flood and bushfire exposed areas, these codes may need to be reviewed in light of the potential for an increase in the frequency and/or severity of floods and bushfires in the region.

# 8.3.2. Emergency management and volunteer support

Many if not most of the significant risks of climate change to local communities in the Western Port region will arise from changes to the frequency or severity of extreme weather events – storm surges and coastal inundation, intense rainfall and associated flooding, heatwaves, and bushfires.

As noted in a recent report on climate change, risk and vulnerability (Allen Consulting 2005), settlements and infrastructure are generally built to accepted risk limits based on the expected return frequency of extreme weather events. Above these limits however, damage, injury and death can accelerate in a non-linear way.

This possibility poses significant challenges for emergency service planners and providers in the Western Port region including the SES, CFA and the Victorian Ambulance Service. Although those bodies already have comprehensive emergency management planning arrangements in place at the regional and sub-regional levels, plans may need to be reviewed in anticipation of more frequent or extreme weather events. In so doing, intra-regional differences in terms of populations exposed to different

climate impacts will need to be taken into account, as will differences in the vulnerability of exposed populations due to social characteristics such as income and age.

Emergency Management Australia (EMA, 2004) stresses the importance of local councils in the emergency management process since they serve as a key point of contact for local emergency issues and are usually the first level of support for local communities. Similarly, in its review of natural disasters in Australia (COAG, 2004), the Council of Australian Governments places substantial responsibilities and roles on local government for natural disaster management, these being:

- ensuring all requisite local disaster planning and preparedness measures are undertaken;
- ensuring an adequate local disaster response capability is in place, including local volunteer resources;
- undertaking cost-effective measures to mitigate the effects of natural disasters on local communities, including routinely conducting disaster risk assessments;
- systematically taking proper account of risk assessments in land use planning to reduce hazard risk;
- undertaking public education and awareness, and ensuring appropriate local disaster warnings are provided;
- ensuring appropriate local resources and arrangements are in place to provide disaster relief and recovery services to communities;
- representing community interests in disaster management to other levels of government and contributing to decision-making processes; and
- participating in post-disaster assessment and analysis.

Local councils in the Western Port region appear to be taking these responsibilities seriously. All councils have in place comprehensive municipal emergency management plans that address the points above. However, effective implementation of the plans requires adequate resourcing and although the COAG review establishes cost sharing arrangements (COAG, 2004), it does not appear to have taken into account potential additional cost burdens on local councils arising from the increased frequency and/or intensity of natural disasters due to climate change.

Climate change also poses significant challenges for volunteer and community groups in the region, with challenges arising from the cumulative effects of more frequent and/or more severe extreme weather events on resources (people as well as finances). This challenge has already been discussed in relation to volunteer based emergency management organizations in the region, such as the CFA and SES. However, other types of voluntary support could also be affected. For example, about 25% of all voluntary work in Victoria is currently performed by people who are 65 years of age or over (ABS, 2007b). As noted in 8.2.1, this group is particularly vulnerable to the impacts of climate change and it is not inconceivable that their capacity to perform voluntary work will be impaired by climate change in a number of circumstances (e.g. delivery of meals-on-wheels during heat waves). This is just one example, but it highlights the importance of strengthening the capacity of community groups and volunteer organizations to respond to climate change in the region.

#### 8.3.3. Local government financial impacts

Increased natural hazards and other potential impacts of climate change have a potentially significant bearing on the direct and indirect costs of service providers.

For local councils in the Western Port region, these costs relate not just to the provision of emergency services (discussed above) but also to their day-to-day operations and service provision.

A preliminary review of capital and operating expenditure by local councils in the Western Port region was undertaken for this study. Based on the review, it is estimated that approximately 19% of council's annual expenditure can be classified as being directly 'climate exposed' (Table 8.61), consisting of capital and maintenance expenditure on roads, drains, open space and buildings.

Table 8.61: Climate exposed expenditure of Western Port region councils

Category of expenditure	Annual average expenditure (2006 - 2011) (\$'000)	Percent of total budget
Annual budget	588,243	100%
Capital works & maintenance	129,563	22%
Roads	48,333	8%
Drains	1,975	0%
Open Space	33,022	6%
Buildings	26,164	4%
Climate exposed	109,494	19%
Other	20,069	3%
Sources: Council financial statements	•	

Although it is not possible to be precise about the extent to which this expenditure will be affected by climate change in the future, discussion in the preceding chapters on the potential impacts of climate change suggests that the cumulative effects of future changes in the frequency and intensity of these impacts could have significant budgetary ramifications for councils. In addition, there are a range of council expenditures that are indirectly exposed to climate events and climate change, including emergency management (already discussed), health and aged care.

Overall therefore, climate change has the potential to have substantial implications for council resource allocation, future decisions about which will require careful assessment of risks, costs and benefits.

#### 8.3.4. Legal issues

Climate change has potential legal implications for local councils and state government agencies. Legal issues relate in particular to:

- development approval processes including developments that have the potential to be impacted by the effects of climate change and major developments that have the potential to impact on climate change; and
- council and state government responses relating to the impacts of climate change on existing properties.

There are many uncertainties regarding these issues at present, highlighting the importance of further research in this area.

# 8.4. Opportunities from climate change

The focus of this report is principally on the (adverse) impacts of climate change and on localities and groups exposed to those impacts. Climate change in the Western Port region is likely to create many opportunities however, some region wide and some specific to particular industries or groups.

A detailed analysis of opportunities has not been undertaken for this report, but drawing on stakeholder consultation provided as part of the Western Port region climate change scoping study (MJA, CSIRO and RDC, 2006), a preliminary list of opportunities relevant to settlements in the Western Port is presented in Table 8.62.

Some of these opportunities will stem from responses to the impacts of climate change discussed in earlier chapters (e.g. improved housing design) while others will flow from favourable climate changes (e.g. tourism and recreation opportunities due to higher average temperatures and/or reduced rainfall). Regardless of their nature, a proactive, coordinated response from governments and agencies will improve the potential for opportunities to be realised.

As a first step in that process, a more detailed assessment is required to ascertain the following:

- What are the opportunities in the Western Port region arising from climate change and climate change responses?
- Are any barriers impeding the region's ability to exploit the opportunities?
- How can those barriers be addressed (e.g. government policy settings)?

Table 8.62: Potential opportunities in the Western Port region arising from climate change response

Issue	Opportunities
Community engagement and capacity building	<ul> <li>Improved community understanding of sustainability through information, education and demonstration programs.</li> <li>Strengthened local communities.</li> </ul>
Emergency management	Better training for volunteers in fields of emergency response and pre planning.
Housing and accommodation	<ul> <li>More efficient, comfortable and storm resistant house design.</li> <li>No regrets water efficiency audits and implementation.</li> <li>Markets for water saving devices.</li> </ul>
Infrastructure siting and planning	<ul> <li>Improve community understanding of the costs associated with providing coastal infrastructure.</li> <li>Redesign of coastal housing areas.</li> </ul>
Potable water	<ul> <li>Enhanced land use planning in coastal areas.</li> <li>Investment in alternative water supply options.</li> <li>Sewage into potable water.</li> </ul>
Regional integration and coordination	<ul> <li>Utilise existing community infrastructure, resources and networks.</li> <li>Natural and built asset registers.</li> <li>Improved local government and/or regional agency strategic planning and risk management.</li> </ul>
Stormwater / drainage	<ul> <li>Reduced effluent and pollutants to bays and ocean.</li> <li>Improved stormwater design.</li> <li>Increased local/stormwater storage = mitigation of flash flooding.</li> <li>Stormwater reuse for recreational areas.</li> </ul>
Tourism and recreation	<ul> <li>Increased beach based tourism.</li> <li>Increased potential for outdoor activities.</li> </ul>

#### 8.5. Future research

The assessment of climate change impacts in the Western Port region that is represented by this report highlights a number of avenues for future research that are relevant not only for the Western Port region and the local governments and enterprises therein, but also for other stakeholders and researchers contemplating assessments in other geographic areas or sectors.

Such research reflects key uncertainties or limitations of the current study that could be addressed in the future with the acquisition of more robust data sets, more detailed assessments of smaller subregions or a more constrained suite of climate changes and hazards. Worthwhile data products or research activities include the following:

- 1) Development of high-resolution integrated elevation/bathymetry data sets for use in hydrological and coastal modelling.
- 2) Modelling of the risks to coastal areas associated with concurrent storm surge and extreme rainfall events, as the joint effects of such events are likely greater than suggested by assessments that treat each in isolation.

- 3) Site-specific modelling of coastal erosion based upon coastal geomorphology, sea-level rise and storm events.
- 4) Site-specific hydrological/flood modelling of selected inland areas (i.e., areas where there is limited knowledge or the perceived risk is high) using the latest simulations of changes in extreme rainfall frequencies and durations.
- 5) Spatially-explicit studies of the effects of projected climate changes on bushfire hazard that account for fuel loads, topography, weather and management efforts.
- 6) Investigation of the linkages between climate change, future increases in atmospheric CO<sub>2</sub> and changes in vegetation growth in the context of future bushfire risk.
- 7) Investigation of the local consequences of past extreme events in the region to better understand direct and indirect costs associated with events of different magnitudes which can be used to improve projections of damage costs from future events.
- 8) Further investigation of the direct and indirect effects of future changes in regional climate on water supply, distribution, allocation and pricing across the Metropolitan Melbourne network as well as the implications of different water management strategies.
- 9) Spatially-explicit risk assessment of the vulnerability of human health to climate change that accounts for spatial variability in climate conditions at the local scale, regional projections of future climate, the distribution of sensitive subpopulations and housing/building stock and its thermal efficiency.
- 10) Development of consistent regional socio-economic scenarios that reflect different potential futures with regard to changes in population, land use, building stocks, economic activity and environmental management. These can subsequently be used in future integrated assessments.

A number of these activities are already being pursued by different organisations at different scales within the region including localised hydrological and flood mapping and the improvement of both elevation and bathymetry data. However, generally the aforementioned activities represent a long-term research agenda that would require significant investments and the development of new analytical methods and tools. Furthermore, while the aforementioned research areas highlight acquisition of scientific and technical information, it is important to acknowledge that the adaptation process is also a function of complex interactions and relationships among public and private institutions and the general public. Many critical barriers to adaptation may lie within this domain, which means improvements in technical information are an important, but not necessarily sufficient, component of effective adaptation. As this report represents just one of a series of outputs from the Western Port Climate Change Integrated Assessment Project, additional conclusions and recommendations will be provided in subsequent reports and communications.

# **REFERENCES**

- Abbs, D., Aryal, S., Campbell, E., McGregor, J., Nguyen, K., et al. (2006), *Projections of Extreme Rainfall and Cyclones*. Report to the Australian Greenhouse Office, Canberra, Australia, 97 pp.
- Abbs, D. and Rafter, T. (2008), *The Effect of Climate Change on Extreme Rainfall Events in the Western Port Region*, A Report Prepared for the study "Impacts of Climate Change on Human Settlements in the Western Port Region", CSIRO Marine and Atmospheric Research, Aspendale, 22pp
- ABS (Australian Bureau of Statistics) (2004), 'Australian Business Register Counts of Single Business Locations, ANZSIC Industry Division by Postcode', ABS Catalogue 8136.0.55.001
- ABS (Australian Bureau of Statistics) (2007), Census of Population and Housing 2006, ABS, Canberra.
- ABS (Australian Bureau of Statistics) (2007b), *National Volunteer Survey* 2006, Australian Bureau of Statistics, Canberra
- AGO (Australian Greenhouse Office) (2000), *Impacts of Minimum Performance Requirements for Class 1 Buildings in Victoria*. Department of the Environment and Heritage, Canberra, ACT.
- Allen Consulting (2005), *Climate Change Risk and Vulnerability*. Australian Greenhouse Office, Department of the Environment and Heritage, Canberra, Australia, 159 pp.
- Australian Standards (1999), *Construction of Buildings in Bushfire Prone Areas, AS* 3959-1999, Standards Australia International, Sydney, Australia, 30 pp.
- Blamey, R., Gordon, J. & Chapman, R. (1999). 'Choice Modelling: Assessing the Environmental Values of Water Supply Options', *The Australian Journal of Agricultural and Resources Economics*, 43-3, pp. 337-357.
- BoM (Bureau of Meteorology), (2007), *Climate Education*:, 'The December 1934 Floods in Melbourne', www.bom.gov.au, accessed 21 October 2007.
- Bradstock, R.A., Gill, A.M., Kenny, B.J., and Scott, J. (1998), 'Bushfire risk at the urban interface estimated from historical weather records: consequences for the use of prescribed fire in the Sydney region of south-eastern Australia.' *Journal of Environmental Management* 52, 259-271.
- Branz (2007), An Assessment of the Need to Adapt Buildings for the Unavoidable Consequences of Climate Change. Report to the Australian Greenhouse Office, Branz Limited, Porirua, New Zealand.
- Bridgman, H., Warner, R., and Dodson, J. (1995), *Urban Biophysical Environments*. Oxford University Press, Oxford, UK, 152 pp.
- Broadleaf Capital International and Marsden Jacob Associates (2006), *Climate Change Impacts and Risk Management: A Guide for Business and Government*, Australian Greenhouse Office, Canberra.
- Bronstert, A., Niehoff, D., and Bürger, G. (2002), 'Effects of climate and land-use change on storm runoff generation: present knowledge and modelling capabilities.' *Hydrological Processes* 16, 509-529.
- Brooke, C. and Kinrade. P. (2006), *Climate Change Impacts in Western Port*, Report prepared for the Western Port Greenhouse Alliance, Climate Impacts and Risk Group CSIRO Marine and Atmospheric Research, Marsden Jacob Associates.

- Brooks, M.L. and Esque, T.C.. (2002), 'Alien annual plants and wildfire in desert tortoise habitat: Status, ecological effects, and management.' *Chelonian Conservation and Biology* 4, 330-340.
- Brooks, M., Matchett, J., Wallace, C., and Esque, T. (2004), 'Fuels mapping and fire hazard assessment in a desert ecosystem.' *Arid Lands*, May/June.
- Brown, T.J., Hall, B.L. and Westerling, A.L. (2004). 'The impacts of 21st century climate change on wildland fire danger in the western United States: an application perspective.' *Climatic Change* 62, 365-388.
- Brumby, J., (2008), *The current planning and policy environment delivering for Victoria: Annual Statement of Government Intentions*, the Honourable John Brumby MP, Premier of Victoria, February, 2008.
- BTE (Bureau of Transport Economics) (2001), *Economic Costs of Natural Disasters in Australia*. Report 103, Bureau of Transport Economics, Commonwealth of Australia, Canberra.
- Buechley, R.W., Van Bruggen, J., and Truppi, L.E. (1972), 'Heat island equals death island?' *Environmental Research*. 5, 85–92.
- Centers for Disease Control (1981), Heatstroke United States: 1980. MMWR 30, 277-279.
- Carlson, T.N. and Arthur, S.T. (2000), 'The impact of land use land cover changes due to urbanization on surface microclimate and hydrology: a satellite perspective'. *Global and Planetary Change* 26: 49-65.
- CFA (2007), CFA Annual Report 2007, CFA, Mt Waverley, Victoria.
- CFA (2007b): 'About Ash Wednesday', www.cfa.vic.gov.au/about/history/about, accessed 21 October 2007.
- Chen, K., Hunter, L., Leigh, R., and Blong, R. and Yeo, S. (2004), 'Are the Poor more at Risk in Flood-prone Communities?', Risk Frontiers, Macquarie University, Sydney.
- Chen, K. and McAneney, J. (2005), 'The bushfire threat in urban areas', *Australasian Science* 26(1):14-16.
- Chen, X.-L., Zhao, H.-M., Li, P.-X., and Yin, Z.-Y (2006), 'Remote sensing image-based analysis of the relationship between urban heat island and land use/cover changes'. *Remote Sensing of Environment* 104: 133–146
- Chen, W. and Zhou, G. (2004), 'Comparison of the effects of selected variables on urban surface temperature'. *IEEE International Geoscience and Remote Sensing Symposium*, Anchorage, Alaska, USA.
- Church, J.A., Hunter, J.R., McInnes, K.L., and White, N.J. (2006), Sea-level rise around the Australian coastline and the changing frequency of extreme sea-level events. *Australian Meteorological Magazine* 55: 253-260.
- Church, J.A. and White, N.J. (2006), 'A 20<sup>th</sup> century acceleration of sea-level rise'. *Geophysical Research Letters* 33: L01602, doi:10.1029/2005GL024826
- Clarke., J. & Brown, R. (2006), 'Understanding the factors that influence domestic water consumption within Melbourne', (conference paper), Monash University, Melbourne.
- Clarke, J.F. (1972), 'Some effects of the urban structure on heat mortality'. *Environmental Research* 5, 93–104.
- COAG (2004), *Natural Disasters in Australia: Reforming mitigation, relief and recovery arrangements*, A report to the Council of Australian Governments by a high level officials' group, Department of Transport and Regional Services, Canberra.

- Cole, V. (1974), Western Port Pioneers and Preachers, Hawthorn Press, Melbourne.
- Coleman, T. (2002), *The Impacts of Climate Change on Insurance against Disasters*. Insurance Australia Group, Sydney, NSW.
- Cooper, J.A.G. and Pilkey, O.H. (2004), 'Sea-level rise and shoreline retreat: time to abandon the Bruun Rule'. *Global and Planetary Change* 43, 157-171.
- Coutis, A.M., Beringer, J., and Tapper, N.J. (2007), 'Impact of increasing urban density on local climate: spatial and temporal variations in the surface energy balance in Melbourne', Australia. *Journal of Applied Meteorology and Climatology* 46, 477-493.
- Cowell, P.J., Thom, B.G., Jones, R.A., Everts, C.H., and Simanovic, D. (2006), 'Management of uncertainty in predicting climate-change impacts on beaches.' *Journal of Coastal Research* 22, 232-245.
- CSIRO and Bureau of Meteorology (2007), *Climate Change in Australia Technical Report 2007*, CSIRO, Melbourne.
- CSIRO, Maunsell, and Phillips Fox (2007), *Infrastructure Climate Change Risk Assessment for Victoria*. Report to the Victorian Government, CSIRO Marine and Atmospheric Research, Aspendale, VIC.
- Davis, R.E., Knappenberger, P.C., Michaels, P.J., and Novicoff, W. (2003), 'Changing heat-related mortality in the United States'. *Environmental Health Perspectives*, 111, 1712-1718.
- Department of Sustainability and Environment, Victoria (2006), *OWOF Central Region Sustainable Water Strategy*, Victorian Government, Melbourne.
- Department of Sustainability and Environment, Victoria (2007), *State Water Report* 2007. Victorian Government, Melbourne.
- Department of Sustainability and Environment, Victoria (2007b), *Our Water Our Future The Next Stage of the Government's Water Plan.* Victorian Government,
  Melbourne.
- Department for Victorian Communities (2007), *Indicators of community strength at the Local Government Area level in Victoria*, Victorian Government, Melbourne.
- Dixon, P.G., Brommer, D.M., Hedquist, B.C., Kalkstein, A.J., and Goodrich, G.B., et al (2005), 'Heat mortality vs. cold mortality: a study of conflicting databases in the United States.' *Bulletin of the American Meteorological Society* 7: 937-943.
- Dromana Foreshore Committee of Management (2003), *Dromana Foreshore Reserve Management and Business Plan*, December 2003.
- Dwyer, A., Zoppou, C., Nielsen, O., Day, S. & Roberts, S. (2004), *Quantifying Social Vulnerability: A methodology for identifying those at risk to natural hazards*. Geoscience Australia, Canberra.
- Emergency Management Australia (2004), Emergency Risk Management Applications Guide, Manual 5, EMA, Attorney General's Department, Canberra.
- Emergency Management Australia (2007), *Bushfires*: database, www.ema.gov.au/ema/emadistaers.nsf/, accessed 21 October 2007.
- Erten, E., Kurgun, V., and Musaoglu, N. (2004), 'Forest fire risk zone mapping from satellite imagery and GIS. A case study. International Society for Photogrammetry and Remote Sensing,' XXth ISPRS Congress, Istanbul, Turkey, 12-23 July 2004.

- Fowler, H.J. and Kilsby, C.G. (2003), Implications of changes in seasonal and annual extreme rainfall. *Geophysical Research Letters* 30, NO. 13, 1720, doi:10.1029/2003GL017327
- Gallucci, J., Tryhorn, L., Lynch, A., and Parkyn, K. (2007), 'On the meteorological and hydrological mechanisms resulting in the 2003 post-fire flood event in Alpine Shire, Victoria.' *Australian Meteorological Magazine*, in review.
- Goldammer, J.G. and Price, C. (1998), 'Potential impacts of climate change on fire regimes in the tropics based on MAGICC and a GISS GCM-derived lightning model.' *Climatic Change* 39: 273-296.
- Graeme Butler and Associates (1997b), 'The Southern Cliffs and Hills', *City of Frankston Heritage Study: Volume Two*, City of Frankston.
- Graeme Butler and Associates (1997b), *City of Frankston Heritage Study: Volume Three*, City of Frankston.
- Graeme Butler and Associates (2001), *Hastings District Heritage: Study Stage Two Environmental History*.
- Guest, C.S., Wilson, K., Woodward, A.J., Hennessy, K., Kalkstein, L.S., et al. (1999), Climate and mortality in Australia: retrospective study, 1979-1990, and predicted impacts in five major cities in 2030. *Climate Research* 13: 1-5.
- Handmer, J., (2003), 'The chimera of precision: Inherent uncertainties in disaster loss assessment', *The Australian Journal of Emergency Management*, Vol. 18 No. 2: 88-97.
- Hansen, J., Sato, M., Ruedy, R., Lo, K., Lea, D.W., and Medina-Elizade, M. (2006), Global temperature change. *Proceedings of the National Academies of Science*, USA 103: 14288-14293.
- Hennecke, W.G. (2004),GIS modelling of sea-level rise induced shoreline changes inside coastal re-entrants two examples from southeastern Australia. *Natural Hazards* 31: 253-276.
- Hennessy, K.J. Lucas, C., Nicholls, N., Bathols, J., Suppiah, R., and Ricketts, J. (2005), *Climate Change Impacts on Fire-Weather in Southeast Australia*. CSIRO Atmospheric Research. Consultancy report jointly funded by the Commonwealth of Australia and the governments of New South Wales, Victoria, Tasmania, and the Australian Capital Territory, 91 pp.
- Hensher, D., Shore, N. & Train, K. (2006), 'Water Supply Security and Willingness to Pay to Avoid Drought Restrictions', *The Economic Record*, 82: 56-66.
- IPCC (Intergovernmental Panel on Climate Change) (2001), *Climate Change 2001: The Scientific Basis*. Contribution of working group I to the Third Assessment Report of the Intergovernmental Panel on Climate Change. Cambridge University Press, Cambridge, UK and New York, NY, USA, 881 pp.
- IPCC (Intergovernmental Panel on Climate Change) (2007a), *Climate Change 2007: The Physical Science Basis. Summary for Policymakers*. Contribution of Working Group I to the Third Assessment Report of the Intergovernmental Panel on Climate Change. IPCC Secretariat, Geneva, Switzerland, 21 pp.
- IPCC (Intergovernmental Panel on Climate Change) (2007b), Climate Change 2007: The Physical Science Basis. Contribution of Working Group I to the Fourth Assessment Report of the Intergovernmental Panel on Climate Change. S. Solomon, D. Qin, M. Manning, Z. Chen, M. Marquis, K.B. Averyt, M. Tignor and H.L. Miller (eds.), Cambridge University Press, Cambridge, United Kingdom and New York, NY, USA, 996 pp.

- Intergovernmental Panel on Climate Change (IPCC) (2007c), Working Group II

  Contribution to the Intergovernmental Panel on Climate Change Fourth Assessment
  Report Climate Change 2007: Climate Change Impacts, Adaptation and
  Vulnerability, Summary for Policy Makers, IPCC, Geneva.
- Jarvis, A., Rubiano, J., Nelson, A., Farrow, A., and Mulligan, M. (2004), *Practical Use of SRTM Data in the Tropics: Comparisons with Digital Elevation Models Generated from Cartographic Data*. Centro Internacional de Agricultura Tropical, Cali, Colombia, 32 p.
- Jones, R. N., and Durack, P. J. (2005). Estimating the impacts of climate change on Victoria's runoff using a hydrological sensitivity model, CSIRO Atmospheric Research, Aspendale.
- Jones, A.T. and Hayne, M. (2002), Modelling coastal erosion at Perth due to long-term sea level rise. *Proceedings of Australia's National Coastal Conference (Coast to Coast) Source to Sea*, Tweed Heads, pp. 225–28.
- Kalkstein, L.S. and Greene, J.S. (1997), An evaluation of climate/mortality relationships in large U.S. cities and the possible impacts of a climate change. *Environmental Health Perspectives* 105: 84-93.
- Kamermans, P., Hemminga, M., Tack, J., Mateo, M., Marbà, N., Mtolera, M., Stapel J. and A. Verheyden, A. (2002), 'Groundwater effects on diversity and abundance of lagoonal seagrasses in Kenya and on Zanzibar Island (East Africa). *Marine Ecology Progress Series*, 231:75-83.
- Li, Y., Cai, W. and Campbell, E.P. (2005), Statistical modeling of extreme rainfall in southwest Western Australia. *Journal of Climate* 18: 852-863.
- Liu, Z. and Todini, E. (2002), Towards a comprehensive physically-based rainfall-runoff model. *Hydrology and Earth System Sciences* 6: 859-881.
- Lucas, C., Hennessy, K., Mills, G., and Bathols, J. (2007), Bushfire Weather in Southeast Australia: Recent Trends and Projected Climate Change Impacts. Consultancy report prepared for the Climate Institute by the Bushfire CRC, Australian Bureau of Meteorology, and CSIRO Marine and Atmospheric Research, Melbourne, VIC, Australia.
- Luke, R.H. and McArthur, A.G., (1978), *Bushfires in Australia*, Australian Government Publishing Services, Canberra.
- Macadam, I., O'Grady, J., Ricketts, J. (2008), *General climate change projections for the Western Port Region*, A Report Prepared for the study "Impacts of Climate Change on Human Settlements in the Western Port Region", CSIRO CSIRO Marine and Atmospheric Research, Aspendale, VIC, 32 pp.
- McAneney, J. (2006), 'Australian Bushfire: Quantifying and Pricing the Risk to Residential Properties', Risk Frontiers, Macquarie University.
- Marsden Jacob Associates (2004), *Committees of Management for Crown Land Reserves*, A report prepared for the Department of Sustainability and Environment, Victoria, March 2004.
- Marsden Jacob Associates (2004b), *Economic Analysis of the Value of Public Land in Victoria*, A report prepared for the Department of Sustainability and Environment, Victoria, June 2004.

- Martens, W.J.M. (1998), Climate change, thermal stress and mortality changes. *Social Science and Medicine* 46: 331-344.
- McInnes, K.L., Macadam, I. and O'Grady, J. (2008), *The Effect of Climate Change on Extreme Sea Levels in Western Port Region*, A Report Prepared for the study "Impacts of Climate Change on Human Settlements in the Western Port Region", CSIRO Marine and Atmospheric Research, Aspendale, VIC, 26 pp.
- McMichael, A., Woodruff, R., Whetton, P.H., Hennessy, K., Nicholls, N., Hales, S., Woodward, A., and Kjellstrom, T. (2003), *Human Health and Climate Change in Oceania: A Risk Assessment*. Commonwealth Department of Health and Ageing, Canberra, Australia.
- Meier, M.F., Dyurgerov, M.B., Rick, U.K., O'Neel, S., Pfeffer, W.T., Anderson, R.S., Anderson, S.P., Glazovsky, A.F. (2007), Glaciers Dominate Eustatic Sea-Level Rise in the 21st Century. *Science* 307: 1064-1067.
- Melbourne Water (2003), Guidelines for Development within the Koo Wee Rup Flood Protection District, Melbourne Water Corporation, Melbourne.
- Middelmann, M.H. (ed.), (2007), *Natural Hazards in Australia: Identifying Risk Analysis Requirements*, Geoscience Australia, Canberra.
- Mills, B. and Andrey, J. (2002), Climate change and transportation: potential interactions and impacts. In *The Potential Impacts of Climate Change on Transportation, Federal Research Partnership Workshop, October 1-2, 2002, Summary and Discussion Papers.* DOT Centre for Climate Change and Environmental Forecasting, Washington DC, USA, pp. 77-87.
- Minnery, J.R. and Smith, D.I. (1994), Climate change, flooding and urban infrastructure. Australian-New Zealand Conference on Climate Change, Wellington, New Zealand.
- Minnery, J.R. and Smith, D.I. (1996), Climate change, flooding and urban infrastructure. In W.J. Bouma, G.I. Pearman, and M.R. Manning (eds), *Greenhouse: Coping with Climate Change*. CSIRO Publishing, Collingwood, Victoria, Australia, pp. 235-247.
- National Economics (2005), YourPlace, accessed on 2 August, 2007.
- National Tidal Centre (2007), *The Australian Baseline Sea Level Monitoring Project:* Annual Sea Level Data Summary Report, July 2006 June 2007. Bureau of Meteorology, Kent Town, SA, 40 pp.
- Nicholls, R.J., P.P. Wong, V.R. Burkett, J.O. Codignotto, J.E. Hay, R.F. McLean, S. Ragoonaden and C.D. Woodroffe (2007), 'Coastal systems and low-lying areas'. *Climate Change 2007: Impacts, Adaptation and Vulnerability. Contribution of Working Group II to the Fourth Assessment Report of the Intergovernmental Panel on Climate Change*, M.L. Parry, O.F. Canziani, J.P. Palutikof, P.J. van der Linden and C.E. Hanson, Eds., Cambridge University Press, Cambridge, UK, 315-356.
- NOAA (2007), For monthly updates of atmospheric carbon dioxide concentrations, visit the website of the U.S. National Oceanographic and Atmospheric Administration's *Global Monitoring Division*, at <a href="http://www.cmdl.noaa.gov/ccgg/trends/index.php#global">http://www.cmdl.noaa.gov/ccgg/trends/index.php#global</a>
- Office of the Premier (2007), 'Reform of Melbourne's Water Industry' Media Release, 14 August 2007.
- Office of the Prime Minister (2003), Statistical Evidence to Support the Housing Health and Safety Rating System. Volume II Summary of Results. University of Warwick, London School of Hygiene & Tropical Medicine, London, UK, 75 pp.

- Patz, J.A., McGeehin, M.A., Bernard, S.M., Ebi, K.L., Epstein, P.R. (2001), Potential consequences of climate variability and change for human health in the United States. Chapter 15 in *US National Assessment of the Potential Consequences of Climate Variability and Change*. U.S. Global Change Research Program, Washington, DC.
- Pearce, G., Mullan, A.B., Salinger, M.J., Opperman, T.W., Woods, D. and Moore, J.R. (2005), *Impact of Climate Variability and Change on Long-Term Fire Danger*. Report to the New Zealand Fire Service Commission, 75 pp.
- Pickering, C.M., Good, R., and Green, K. (2004), *Potential Effects of Global Warming on the Biota of the Australian Alps*. A report for the Australia Greenhouse Office.
- Port of Melbourne Authority (1992), *Victorian Coastal Vulnerability Study*. Coastal Investigations Unit, Port of Melbourne Authority, Port Melbourne, VIC.
- Preston, B.L. and Jones, R.N. (2008), Evaluating sources of uncertainty in Australian runoff projections. *Advances in Water Resources* 31(5), 758-775.
- Queensland Government (2002), *Guidance on the Assessment of Tangible Flood Damages*, Queensland Government, Brisbane.
- Rahmstorf, S. (2006), A semi-empirical approach to projecting future sea-level rise. *Science* 315: 368-370.
- Read Sturgess & Associates (2000), *Rapid Appraisal Method (RAM) for Floodplain Management*, Department of Natural Resources & Environment, Melbourne.
- Roberts, D. (1985), From Swampland To Farmland A History of the Koo-Wee-Rup Flood Protection District. Rural Water Commission of Victoria.
- Rossetti, M.A. (2002), Potential impacts of climate change on railroads. In *The Potential Impacts of Climate Change on Transportation, Federal Research Partnership Workshop, October 1-2, 2002, Summary and Discussion Papers.* DOT Centre for Climate Change and Environmental Forecasting, Washington DC, USA, pp. 209-221.
- SAI Global (2005), New Guidelines for Building in Bushfire-Prone Areas, Second Public Comment Draft. SAI International, Sydney, Australia.
- Scheers-Masters, J.R., Schootman, M., Thach, B.T. (2004), Heat stress and sudden infant death syndrome incidence: A United States population epidemiologic study. *Paediatrics* 113: e586-e592.
- Schreider, S.Y., Smith, D.I., and Jakeman, A.J. (2000), Climate change impacts on urban flooding. *Climatic Change* 47: 91-115.
- Semenza, J.C., McCullough, J.E., Flanders, W.D., McGeehin, M.A., Lumpkin, J.R. (1999), Excess hospital admissions during July 1995 heat wave in Chicago. *American Journal of Preventive Medicine* 16, 269-277.
- Semenza, J.C., Rubin, C.H., Falter, K.H., Selanikio, J.D., Flanders, W.D., Howe, H.L., and Wilhelm, J.L. (1996), Heat-related deaths during the July 1996 heat wave in Chicago. *New England Journal of Medicine* 335(2): 84-90.
- Sharples, C. (2004), *Indicative Mapping of Tasmania Coastal Vulnerability to Climate Change and Sea Level Rise: Explanatory Report*. Department of Primary Industries, Water & Environment (Tasmania), 126 pp.
- Siegenthaler, U., Stocker, T.F., Monnin, E., Luthi, D., Schwander, J., Stauffer, B., Raynaud, D., Barnola, J.-M., Fisher, H., Masson-Delmotte, V., and Jouzel, J. (2005), Stable carbon cycle–climate relationship during the late Pleistocene. *Science* 310: 1313-1317.

- Slott, J. (2003), *Shoreline Response to Sea-Level Rise: Examining the Bruun Rule*. Nicholas School of the Environment and Earth Science, Department of Earth and Ocean Sciences, Duke University, November 25.
- Smith, D.I. (1998), Urban flood damage under greenhouse conditions: what does it mean for policy? *Australian Journal of Emergency Management* 13(2): 56-61.
- Smoyer, K.E. (1998), Putting risk in its place: methodological consideration for investigating extreme event health risk. *Social Science and Medicine* 47(11): 1809-1824.
- Spahni, R., Chappellaz, J., Stocker, T.F., Loulergue, L., Hausammann, G., Kawamura, K., Fluckiger, J., Schwander, J., Raynaud, D., Masson-Delmotte, V., and Jouzel, J. (2005), Atmospheric methane and nitrous oxide of the late Pleistocene from Antarctic ice cores. *Science* 310: 1317-1321.
- State of Victoria (2004), Figure obtained from: *Adapting to Climate Change: Enhancing Victoria's Capacity*. Victoria Department of Sustainability and Environment, East Melbourne, Victoria, Australia. Available at: <a href="http://www.greenhouse.vic.gov.au/impacts/Consultation">http://www.greenhouse.vic.gov.au/impacts/Consultation</a> Paper 14 07.pdf
- Steffen, W., Sanderson, A., Tyson, P., Jäger, J., Matson, P., Moore, B., III, Oldfield, F., Richardson, K., Schellnhuber, H-J., Turner, BL., II, and Wasson, R. (2004), *Global Change and the Earth System: A Planet Under Pressure*. IGBP Global Change Series. Springer-Verlag, Berlin, Heidelburg, New York.
- Stern, N. (2006), *Stern Review on the Economics of Climate Change*, HM Treasury, London.
- Stive, M.J.F. (2004), How important is global warming for coastal erosion? *Climatic Change* 64: 27-39.
- Stocks, B.J., Fosberg, M.A., Lynham, T.J., Mearns, L., Wooton, B.M. *et al* (1998), Climate change and forest fire potential in Russian and Canadian boreal forests. *Climatic Change*, 38: 1-13.
- Toll Group (2001), Draft Environmental Management Plan for the Port of Hastings. Toll Group, Western Port, September.
- Thompson, P. & Handmer, J. (1996), *Economic Assessment of Disaster Mitigation: An Australian Guide*, Centre for Resource Environmental Studies, ANU and Flood Hazard Research Centre, Middlesex University for the Australian IDNDR Committee.
- Tourism Victoria (2006a), 'Phillip Island Market Pro f i l e Year Ending June 2006'.
- Tourism Victoria (2006b), 'Mornington Peninsula Market Pro f i l e Year Ending June 2006'.
- Troy, P., Holloway, D., & Randolph, W. (2005), Water use in the Built Environment: Patterns of Water Consumption in Sydney, UNSW, Sydney.
- UK NHS (United Kingdom National Health Service) (2005), *Heatwave Plan for England: Protecting Health and Reducing Harm from Extreme Heat and Heatwaves*. National Health Service, London, UK.
- URS (2004), *Portsea Foreshore Reserve Coastal Management Plan*, Mornington Peninsula Shire, Rosebud.

- Vandentorren, S., Bretin, P., Zeghnoun, A. Mandereau-Bruno, L. Croisier, A. *et al* (2006), August 2003 heat wave in France: risk factors for death of elderly people living at home. *European Journal of Public Health* 16: 583-591.
- Vivès, B. and Jones, R. (2005), *Detection of Abrupt Changes in Australian Decadal Rainfall Variability* (1890–1989). CSIRO Atmospheric Research Technical Paper No. 73, 54 pp.
- Victorian Government (2008), A Climate of Opportunity: Victorian Climate Change Summit Paper, Victorian Government, Melbourne.
- Voice, M., Harvey, N. and Walsh, K. (Editors) (2006), Vulnerability to Climate Change of Australia's Coastal Zone: Analysis of Gaps in Methods, Data and System Thresholds. Report to the Australian Greenhouse Office, Canberra, Australia.
- Walkden, M. and Dickson, M. (2006), *The Response of Soft Rock Shore Profiles to Increased Sea-Level Rise*. Working Paper #105, Tyndall Centre for Climate Change Research, Norwich, UK.
- Webster, J. (2000), *The Complete Bushfire Safety Book*, Random House Australia, Sydney.
- Woodruff, R., Hales, S., Butler, C., and McMichael, A. (2005), *Climate Change Health Effects in Australia: Effects of Dramatic CO2 Emission Reductions*. Report for the Australian Conservation Foundation and the Australian Medical Association, Canberra, Australia, 44 pp.
- Wotton, B.M., Martell, D.L. and Logan, K.A. (2003), Climate change and people-caused fire occurrence in Ontario. *Climatic Change* 60: 275-295.
- Young, M., McColl, J. & Fisher, T. (2007), *Urban water pricing: How might an urban water trading scheme work?* University of Adelaide, Adelaide.
- Zhang, K., Douglas, B., and Leatherman, S. (2004), Global warming and coastal erosion. Climatic Change 64: 41-58.

#### **ABBREVIATIONS**

ABARE – Australian Bureau of Agricultural and Resource Economics

**ABS** – Australian Bureau of Statistics

**AGO** – Australian Greenhouse Office

**AR4** – Fourth Assessment Report (IPCC)

ARI – Annual return interval

**BoM** – Bureau of Meteorology

**BRS** – Bureau of Rural Sciences

**BTRE** – Bureau of Transport and Regional Economics

°C – degrees Celsius

CAD – Central activity district

**CBD** – Central business district

**CCD** – Census collection district

**CFA** – Country fire authority

 $CH_4$  – methane

CIV – Capital improved value

cm – centimetre

CMA – Catchment management authority

CO<sub>2</sub> – Carbon dioxide

**COAG** – Council of Australian Governments

CSIRO - Commonwealth Scientific and Industrial Research Organisation

**DCC** – Department of Climate Change

**DEM** – Digital Elevation Model

**DEWR** – Department of Environment and Water Resources

**DJF** – December, January, February

**DSE** – Department of Sustainability and Environment

ENSO - El Niño Southern Oscillation

GCM - Global Climate Model

**GIS** – Geographic information system

**GL** – Gigalitre (1 billion litres)

GDP – Gross domestic product

**GRP** – Gross regional product

HMAS – Her Majesty's Australian Ship

IOCI - Indian Ocean Climate Initiative

**IPCC** – Intergovernmental Panel on Climate Change

**IPO** – Interdecadal Pacific Oscillation

**ISO** – International Organisation for Standardization

JJA - June, July, August

**km** – kilometres

**kL** – kilolitres (1 thousand litres)

kv – kilovolt

LGA – Local government area

**LSIO** – Land subject to inundation

m - metre

MAM - March, April, May

**MJA** – Marsden Jacob Associates

ML – Megalitre (1 million litres)

mm - Millimetres

**MPS** – Mornington Peninsula Shire

 $N_2O$  – nitrous oxide

**NHT** – National Heritage Trust

NatHERS - Nationwide House Energy Rating Scheme

NLWRA - National Land and Water Resource Australia

**NSW** – New South Wales

**NWI** – National Water Initiative

OzClim – Australian Climate Scenario Generator

**SD** – statistical division

**SES** – State emergency services

**SIV** – Site improved value

**SoE** – State of the Environment

**SON** – September, October, November

**SRTM** – Shuttle radar tomography mission

**SWMA** – Surface water management area

TAR – Third Assessment Report

**WPGA** – Western Port Greenhouse Alliance

WSAA – Water Services Association of Australia

# APPENDICES: OVERVIEW OF CLIMATE CHANGE IMPACTS IN THE WESTERN PORT REGION BY LOCAL GOVERNMENT AREA

#### **Bass Coast Shire**

Climate variable*	Indicative change**		Exposed people***	Exposed property and infrastructure***	Most sensitive locations	Economic and social impacts	Vulnerable sectors	Vulnerable groups
Temperature	2030	2070		<ul> <li>most roads</li> <li>most railways lines</li> <li>some building materials</li> <li>buildings or services that require cooling</li> <li>municipal parks and gardens</li> <li>playing fields</li> <li>water &amp; wastewater</li> </ul>	<ul> <li>inland areas (particularly urban)</li> <li>areas with high concentrations of elderly and infants (esp. Wonthaggi, Inverloch)</li> <li>areas not connected to mains supply</li> <li>high water requirement sites</li> </ul>	<ul> <li>increased mortality and morbidity in vulnerable groups</li> <li>increased infrastructure maintenance costs</li> <li>disruptions to transport networks</li> <li>increased risk of food and water born disease outbreaks</li> <li>increased summer peak demand</li> <li>increased cooling costs</li> <li>increased water prices</li> <li>increased reliance on non-traditional supply sources</li> <li>access to water for some activities</li> <li>viability of some water dependent businesses and activities</li> </ul>	<ul><li>transport</li><li>construction</li></ul>	<ul> <li>elderly (6,000)</li> <li>infants (1,300)</li> <li>residents in low quality housing (e.g. rental) or low income households</li> <li>households not connected to mains supply</li> <li>low income households</li> </ul>
Average annual temperature	↑ 0.5-1.3°C	↑ 1-3.5°C	entire population, especially 6,000 elderly					
Days per yr > 30 °C (16 current)	1 - 5	↑ 4 - 16					<ul> <li>local government services such as child</li> </ul>	
Days per yr > 40 °C (0 current)	↑ 1 · · · · · · · · · · · · · · · · · ·	↑ 2					care, environmental health  nurseries, garden services, etc	
,	·							
Average rainfall	2030	2070						
Average annual	↓ 0-8 %	↓ 0-23 %	<ul> <li>entire population</li> </ul>				<ul> <li>local government services such as</li> </ul>	
Catchment stream flows	↓ 25 %	↓ >50 %		infrastructure  other infrastructure on	<ul> <li>wetlands, heritage gardens and other</li> </ul>		parks, recreation water suppliers and	
Droughts	† frequency	& severity		clay soils	reserves	<ul> <li>increased maintenance costs, some infrastructure</li> </ul>	retailers	(possibly)
Extreme rainfall	2030	2070					<ul><li>local government</li><li>transport</li></ul>	<ul> <li>low income households</li> <li>businesses and properties without adequate insurance</li> </ul>
2 hour	<b>↑ 22 %</b>	<b>↑ 59 %</b>	■ 150 people	<ul> <li>55 residences, principally rural</li> <li>11 commercial and other properties</li> <li>16 km of roads including Bass Highway and Korumburra-Wonthaggi Rd, 9 bridges</li> </ul>	■ Bass River flood plain	<ul> <li>increased flood damage to public infrastructure, especially roads and bridges</li> <li>increased flood damage costs to residential and commercial buildings (minimal)</li> <li>disruption to transport</li> <li>increased emergency services demand and costs</li> </ul>		
12 hour	<b>17 %</b>	<b>↑ 41 %</b>						
24 hour	<b>↑ 14 %</b>	↑ 39 %						
72 hour	↓ 2 %	↑ 39 %					• rural	<ul> <li>residences with limited freeboard above 1:100</li> </ul>
Maximum flood heights	<b>↑</b>	<b>↑</b>						year flood (e.g. <300 mm clearance)
Flood return intervals (ARI)	↓ flash	↓ flash						
1 1000 return intervals (Arti)		↓ riverine						
Sea level rise / storm surge	2030	2070		<ul> <li>261 residences</li> <li>approx. 30 commercial and other properties</li> <li>most beaches and foreshore reserves including at Cowes and Inverloch</li> <li>most boating facilities</li> <li>15km of roads including Bass Highway</li> </ul>	<ul> <li>Cowes, Rhyll, Cape Woolamai</li> <li>Bass River</li> <li>Grantville, Coronet Bay</li> <li>Possibly in vicinity of Inverloch</li> </ul>	<ul> <li>partial or (in worst case) complete loss of land values in affected areas</li> <li>major amenity impacts associated with damage to beaches and foreshore reserves</li> <li>impacts on businesses dependent on beach related tourism, especially Phillip Island and Inverloch</li> <li>increased insurance costs or lack of access to insurance</li> <li>costs associated with beach and foreshore maintenance (e.g. beach renourishment)</li> </ul>	<ul> <li>tourism</li> <li>recreation and boating</li> <li>local government</li> </ul>	<ul> <li>low income households</li> <li>elderly households</li> </ul>
Sea level rise	↑ 0.17 m	↑ 0.49 m						
Storm tide – max. height, 1:100 year ARI (current 2.10m, Cowes)	2.29 m	2.74 m	<ul><li>560 people</li><li>possibly additional people and</li></ul>					
Storm surge – change to 1:100 year ARI	↓ to 1:50 - 1:20	↓ to 1:20 - 1:4	properties in the vicinity of Inverloch					
Inundation area Phillip Island (1:100 year storm surge)	2.2 sq km	2.8 sq km	iii Gilgari					
Inundation area mainland**** (1:100 year storm surge)	2.5 sq km	4.5 sq km						
Fire weather	2030	2050		<ul> <li>1,280 residences</li> <li>50 commercial and industrial</li> <li>240 public use and unspecified including schools, medical facilities and numerous reserves</li> <li>87 km of roads</li> </ul>	<ul> <li>Phillip Island around Cowes and Rhyll</li> <li>a large area in the north of the shire to the east and south of Grantville</li> <li>north and south of Wonthaggi</li> </ul>	<ul> <li>increased damage costs to residential properties</li> <li>health impacts including loss of life and air quality</li> <li>increased emergency service costs</li> <li>stress, social disruption</li> </ul>	<ul> <li>residential</li> <li>emergency services</li> <li>local government</li> <li>transport</li> </ul>	<ul> <li>people living in older housing (in exposed areas)</li> <li>properties that have not been adequately prepared</li> <li>low income households</li> </ul>
No. of very high and extreme forest fire risk days (~ 9 days current)	↑ 1 - 2	↑ 2 - 5	up to 2,800 people, mostly adjacent to bushland					
No. of very high and extreme grass fire risk days (~ 95 days current)	↑ 7 - 15	<b>†</b> 9 - 30						

<sup>\*</sup> Note, information on windiness and storms is the same for all LGA. It is summarised in Table A, Executive summary.

<sup>\*\*</sup> Key to climate changes:  $\uparrow$  increase;  $\downarrow$  decrease;  $\leftrightarrow$  no significant change. Absence of number next to arrow indicates magnitude of change has not been quantified.

<sup>\*\*\*</sup> Based on current (2006) population and projected changes to 2070. \*\*\*\* Does not include area around Inverloch, where further analysis is required.

#### **Cardinia Shire**

Climate variable	Climate variable Indicative change*		Exposed land and people**  Exposed property and infrastructure**		Most sensitive locations	Economic and social impacts	Vulnerable sectors	Vulnerable groups
Temperature	2030	2070	рооріо			increased mortality and morbidity in		
Average annual temperature	↑ 0.5-1.3°C	↑ 1-3.5°C		<ul><li>most roads</li></ul>	<ul> <li>inland areas         (particularly urban         e.g. Pakenham)</li> <li>areas with high         concentrations of         elderly and infants         (e.g. Pakenham)</li> </ul>	vulnerable groups  increased infrastructure maintenance costs  disruptions to transport networks  increased risk of food and water born disease outbreaks  increased summer peak demand  increased cooling costs	<ul> <li>transport</li> <li>construction</li> <li>local government services such as child care, environmental health</li> </ul>	<ul> <li>elderly (5,600)</li> <li>infants (4,300)</li> <li>low income households and / or residents in low quality housing (e.g. rental)</li> </ul>
Days per yr > 30 °C (30 current)	↑ 3-6	↑ 6-25	<ul> <li>entire population, especially 5,600</li> </ul>	<ul> <li>most railways lines</li> <li>some building materials</li> <li>buildings or services that require cooling</li> </ul>				
Days per yr > 30 °C (30 current)	'	'	elderly					
Days per yr > 40 °C (1 current)	<b>↑</b> 1	↑ 5						
Average rainfall	2030	2070		<ul> <li>municipal parks and gardens</li> <li>playing fields</li> <li>water &amp; wastewater infrastructure</li> <li>other infrastructure on clay soils</li> </ul>	<ul> <li>areas not connected to mains supply</li> <li>high water requirement sites</li> <li>wetlands, heritage gardens and other reserves</li> </ul>	<ul> <li>increased water prices</li> <li>increased reliance on non-traditional supply sources</li> <li>access to water for some activities (possibly)</li> <li>viability of some water dependent businesses and activities</li> <li>increased maintenance costs, some infrastructure</li> </ul>	<ul><li>nurseries, garden services, etc</li><li>local government</li></ul>	<ul> <li>households not connected to mains supply</li> <li>low income households (possibly)</li> </ul>
Average annual	↓ 0-8 %	↓ 0-23 %						
Catchment stream flows	↓ 25 %	↓ >50 %	<ul> <li>entire population</li> </ul>				services such as parks, recreation	
Droughts	† frequency	& severity					<ul> <li>water suppliers and retailers</li> </ul>	
Extreme rainfall	2030	2070		<ul> <li>3,100 residential properties (~1,400</li> </ul>	<ul> <li>all of southern section of Shire / Koo Wee Rup Swamp</li> </ul>	<ul> <li>increased flood damage to public infrastructure, especially roads</li> <li>increased flood damage costs to residential and commercial buildings</li> <li>disruption to transport</li> <li>increased emergency services demand and costs</li> <li>lost agricultural production</li> </ul>	<ul> <li>local government</li> <li>transport</li> <li>agriculture</li> <li>residential</li> <li>utilities (drainage)</li> </ul>	<ul> <li>low income households</li> <li>businesses and properties without adequate insurance</li> <li>residences with limited freeboard above 1:100 year flood (e.g. &lt;300 mm clearance)</li> </ul>
2 hour	<b>↑ 16 %</b>	<b>↑ 35 %</b>		dwellings)  650 industrial and commercial properties  public infrastructure including schools, health care facilities, halls  numerous reserves and parks  at least 270 rural properties  up to 942 km of roads including Princes and South Gippsland Highways  extensive drainage infrastructure –				
12 hour	<b>↑8%</b>	<b>↑ 25 %</b>	<ul> <li>up to 8,800 people</li> <li>up to 480 km<sup>2</sup> of land</li> </ul>					
24 hour	<b>1%</b>	<b>↑ 25 %</b>						
72 hour	↓ 6 %	<b>↑ 28 %</b>						
Maximum flood heights	<b>1</b>	<b>↑</b>						
Flood raturn intervals (ADI)	↓ flash	↓ flash						
Flood return intervals (ARI)	← riverine	↓ riverine		channels, pipes and pits				
Sea level rise / storm surge	2030	2070		<ul> <li>24 rural and semi rural properties</li> <li>5 reserves or other public use properties</li> <li>most foreshore reserves and coastal wetlands</li> <li>most boating facilities</li> <li>17km of roads including possibly South Gippsland Highway</li> </ul>	■ no major settlements	<ul> <li>partial or (in worst case) complete loss of land values in affected areas</li> <li>amenity impacts associated with damage to foreshore reserves</li> <li>increased insurance costs or lack of access to insurance</li> </ul>	<ul><li>recreation and boating</li><li>local government</li></ul>	<ul> <li>low income households</li> </ul>
Sea level rise	↑ 0.17 m	↑ 0.49 m						
Storm tide – max. height, 1:100 year ARI (current 1.98m)	2.17 m	2.61 m	up to 70 people					
Storm surge – change to 1:100 year ARI	↓ to 1:50 - 1:20	↓ to 1:20 - 1:3						
Inundation area (1:100 year storm surge – current 2.1 sq. km)	2.4 sq km	3.4 sq km		<ul> <li>some drainage infrastructure</li> </ul>				
Fire weather	2030	2050		<ul> <li>5,500 residential and semi-rural properties</li> </ul>				
No. of very high and extreme forest fire risk days (~ 12 days current)	↑ 1 - 2	↑ 5 - 7	<ul> <li>up to 22,300 people, mostly adjacent to bushland</li> </ul>	<ul> <li>1,900 rural properties</li> <li>150 commercial and industrial properties</li> <li>110 public use facilities including schools, medical facilities</li> </ul>	<ul> <li>bushland settlements in urban rural fringe including Emerald, Cockatoo, Gembrook,</li> </ul>	properties <ul><li>health impacts including loss of life</li></ul>	<ul> <li>residential</li> <li>emergency services</li> <li>local government</li> <li>transport</li> </ul>	<ul> <li>people living in older housing (in exposed areas)</li> <li>properties that have not been adequately prepared</li> <li>low income households</li> </ul>
No. of very high and extreme grass fire risk days (~ 95 days current)	↑ 7-15	† 9 - 30	up to 445 km <sup>2</sup> of land	<ul> <li>220 reserves and parks</li> <li>674 km of roads</li> <li>42 km of rail</li> <li>electricity transmission lines</li> <li>Cardinia Reservoir</li> </ul>	Upper Pakenham, Upper Beaconsfield			

Final Report
Page 179.

### **City of Casey**

Climate variable	Indicative	e change*	Exposed land and people**			Most sensitive Economic locations and social impacts		Vulnerable groups
Temperature  Average annual temperature  Days per yr > 30 °C (30 current)  Days per yr > 40 °C (1 current)	2030 ↑ 0.5-1.3°C ↑ 3-6 ↑ 1	2070 ↑ 1-3.5°C ↑ 6-25 ↑ 5	<ul> <li>entire population, especially 17,000 elderly</li> </ul>	<ul> <li>most roads</li> <li>most railways lines</li> <li>some building materials</li> <li>buildings or services that require cooling</li> </ul>	<ul> <li>inland areas         (particularly urban         e.g. Narre Warren)</li> <li>areas with high         concentrations of         elderly and infants         (e.g. Cranbourne,         Narre Warren)</li> </ul>	<ul> <li>increased mortality and morbidity in vulnerable groups</li> <li>increased infrastructure maintenance costs</li> <li>disruptions to transport networks</li> <li>increased risk of food and water born disease outbreaks</li> <li>increased summer peak demand</li> <li>increased cooling costs</li> </ul>	<ul> <li>transport</li> <li>construction</li> <li>local government services such as child care, environmental health</li> </ul>	<ul> <li>elderly (17,000)</li> <li>infants (17,000)</li> <li>low income households and / or residents in low quality housing (e.g. rental)</li> </ul>
Average rainfall  Average annual  Catchment stream flows (worst case)  Droughts	2030 ↓ 0-8 % ↓ 25 % ↑ frequency	2070 ↓ 0-23 % ↓ >50 % & severity	<ul><li>entire population</li></ul>	<ul> <li>municipal parks and gardens</li> <li>playing fields</li> <li>water &amp; wastewater infrastructure</li> <li>other infrastructure on clay soils</li> </ul>	<ul> <li>high water requirement sites</li> <li>wetlands, heritage gardens and other reserves</li> </ul>	<ul> <li>increased water prices</li> <li>increased reliance on non-traditional supply sources</li> <li>access to water for some activities (possibly)</li> <li>viability of some water dependent businesses and activities</li> <li>increased maintenance costs, some infrastructure</li> </ul>	<ul> <li>nurseries, garden services, etc</li> <li>local government services such as parks, recreation</li> <li>water suppliers and retailers</li> </ul>	<ul> <li>low income households (possibly)</li> <li>new urban developments (possibly)</li> </ul>
Extreme rainfall  2 hour  12 hour  24 hour  72 hour  Maximum flood heights  Flood return intervals (ARI)	2030  ↑ 15 %  ↑ 3 %  ↓ 2 %  ↓ 8 %  ↑  ↓ flash  ↔ riverine	2070  † 20 %  † 17 %  † 16 %  † 19 %  †  ↓ flash  ↓ riverine	<ul> <li>up to 11,000 people</li> <li>up to 100 km<sup>2</sup> of land</li> </ul>	<ul> <li>3,800 residential properties (~1,700 dwellings)</li> <li>210 industrial and commercial properties</li> <li>950 unspecified but including public infrastructure - schools, health care facilities, halls</li> <li>numerous reserves and parks</li> <li>260 rural properties</li> <li>up to 310 km of roads including Princes and South Gippsland Highways</li> <li>railway lines</li> <li>extensive drainage infrastructure – channels, pipes and pits</li> </ul>	<ul> <li>much of eastern and southern sections of City</li> <li>significant pockets around Hallam, Narre Warren, Berwick (e.g. Hallam Main drain) and Cranbourne</li> </ul>	<ul> <li>increased flood damage to public infrastructure, especially roads</li> <li>increased flood damage costs to residential and commercial buildings</li> <li>disruption to transport</li> <li>increased emergency services demand and costs</li> <li>lost agricultural production</li> </ul>	<ul> <li>local government</li> <li>residential</li> <li>transport</li> <li>agriculture</li> <li>utilities (drainage)</li> </ul>	<ul> <li>low income households</li> <li>businesses and properties without adequate insurance</li> <li>residences with limited freeboard above 1:100 year flood (e.g. &lt;300 mm clearance)</li> </ul>
Sea level rise / storm surge Sea level rise Storm tide – max. height, 1:100 year ARI (current 1.98 m, Tooradin) Storm surge – change to 1:100 year ARI Inundation area (1:100 year storm surge – current 2.7 sq. km)	2030  † 0.17 m  2.17 m  ↓ to  1:50 - 1:20  2.9 sq km	2070  ↑ 0.49 m  2.61 m  ↓ to 1:20 - 1:3  3.7 sq km	up to 240 people directly exposed	<ul> <li>110 residential properties</li> <li>31 unspecified including reserves and other public use</li> <li>most foreshore reserves and coastal wetlands</li> <li>most boating facilities</li> <li>10km of roads including possibly South Gippsland Highway east of Tooradin</li> <li>some drainage infrastructure</li> </ul>	■ Warneet, Tooradin	<ul> <li>partial or (in worst case) complete loss of land values in affected areas</li> <li>amenity impacts associated with damage to foreshore reserves</li> <li>increased insurance costs or lack of access to insurance</li> </ul>	<ul><li>recreation and boating</li><li>local government</li></ul>	<ul> <li>low income households</li> </ul>
Fire weather  No. of very high and extreme forest fire risk days (~ 12 days current)  No. of very high and extreme grass fire risk days (~ 95 days current)	2020 ↑ 1 - 2 ↑ 7-15	2050 ↑ 5 - 7 ↑ 9 - 30	<ul> <li>up to 520 people, mostly adjacent to bushland</li> <li>up to 23 km² of land</li> </ul>	<ul> <li>240 residential and semi-rural properties</li> <li>23 rural properties</li> <li>8 commercial and industrial properties</li> <li>71 unspecified including reserves</li> <li>up to 47 km of roads</li> </ul>	Ilimited areas, principally bushland settlements in urban rural fringe around Narre Warren North & East	<ul> <li>increased damage costs to residential properties</li> <li>health impacts including loss of life and air quality</li> <li>increased emergency service costs</li> <li>stress, social disruption</li> </ul>	<ul><li>residential</li><li>emergency services</li><li>local government</li><li>transport</li></ul>	<ul> <li>people living in older housing (in exposed areas)</li> <li>properties that have not been adequately prepared</li> <li>low income households</li> </ul>

<sup>\*</sup> Key to climate changes: ↑ increase; ↓ decrease; ↔ no significant change. Absence of number next to arrow indicates magnitude of change has not been quantified.

<sup>\*</sup> Key to climate changes: ↑ increase; ↓ decrease; ↔ no significant change. Absence of number next to arrow indicates magnitude of change has not been quantified. \*\* Based on current (2006) population and projected changes to 2070.

<sup>\*\*</sup> Based on current (2006) population and projected changes to 2070.

## Frankston City

Climate variable	Indicative change*		Exposed people**	Exposed property and infrastructure**	Most sensitive locations	Economic	Vulnerable sectors	Vulnerable groups
				imastractare	IOCALIOTIS	and social impacts		
Temperature	2030	2070		<ul> <li>most roads</li> <li>most railways lines</li> <li>some building materials</li> <li>buildings or services that require cooling</li> </ul>	<ul> <li>inland areas         (particularly urban)</li> <li>areas with high         concentrations of         elderly and infants         (esp. NW and SW         corners)</li> </ul>	<ul> <li>increased mortality and morbidity in vulnerable groups</li> <li>increased infrastructure maintenance costs</li> <li>disruptions to transport networks</li> <li>increased risk of food and water born disease outbreaks</li> <li>increased summer peak demand</li> <li>increased cooling costs</li> </ul>	<ul> <li>transport</li> <li>construction</li> <li>local government services such as child care, environmental health</li> </ul>	<ul> <li>elderly (15,000)</li> <li>Infants (7,000)</li> <li>residents in low quality housing (e.g. rental) or low income households</li> </ul>
Average annual temperature	↑ 0.5-1.3°C	↑ 1-3.5°C	<ul> <li>entire population, especially 15,000 elderly</li> </ul>					
Days per yr > 30 °C (20 current)	↑ 3-6	↑ 6-25						
Days per yr > 40 °C (0 current)	↑1-2	<b>1</b> 2 - 5	·					
Average rainfall	2030	2070		<ul><li>municipal parks and gardens</li></ul>	<ul> <li>greenfield development sites (possibly)</li> <li>high water requirement sites</li> <li>wetlands, heritage gardens and other reserves</li> </ul>	<ul> <li>increased water prices</li> <li>increased reliance on non-traditional supply sources</li> <li>access to water for some activities (possibly)</li> <li>viability of some water dependent businesses and activities</li> <li>increased maintenance costs, some infrastructure</li> </ul>	<ul><li>nurseries, garden services, etc</li><li>local government</li></ul>	<ul> <li>householders in new developments (possibly)</li> <li>low income households (possibly)</li> </ul>
Average annual	↓ 0-8 %	↓ 0-23 %						
Catchment stream flows	↓ 25 %	↓ >50 %	<ul> <li>entire population</li> </ul>	<ul><li>playing fields</li><li>water &amp; wastewater infrastructure</li></ul>			services such as parks, recreation	
Droughts	↑ frequency	& severity		other infrastructure on clay soils			<ul> <li>water suppliers and retailers</li> </ul>	
Extreme rainfall	2030	2070			<ul> <li>most of central and northern coastal hinterland</li> <li>Frankston CAD</li> <li>Seaford wetlands and surrounds</li> </ul>	<ul> <li>increased flood damage costs to residential and commercial buildings</li> <li>increased flood damage to public infrastructure, especially roads and bridges</li> <li>health impacts related to disruption to water and sewerage services</li> <li>stress, social disruption</li> <li>disruption to transport</li> <li>increased emergency services demand and costs</li> </ul>	<ul> <li>residential</li> <li>commercial (Frankston CAD)</li> <li>water and wastewater</li> <li>local government</li> <li>emergency services</li> </ul>	<ul> <li>low income households</li> <li>businesses and properties without adequate insurance</li> <li>properties not adequately prepared or maintained</li> </ul>
2 hour	<b>↑ 15 %</b>	↑ 37 %	■ up to 19,000 people	<ul> <li>5,700 residential properties</li> <li>1,150 commercial properties</li> <li>130 public properties - schools, emergency services, reserves</li> <li>water and drainage infrastructure</li> <li>16 km of roads including Nepean Highway, 9 bridges</li> </ul>				
12 hour	<b>↑4%</b>	<b>↑ 26 %</b>						
24 hour	↓ 2 %	<b>↑ 24 %</b>						
72 hour	↓ 16 %	<b>† 20 %</b>						
Maximum flood heights	1	<b>↑</b>						
Flood notions into male (ADI)	↓ flash	↓ flash						
Flood return intervals (ARI)	← riverine	↓ riverine						
Sea level rise / storm surge	2030	2070	<ul> <li>minimal number</li> </ul>	<ul> <li>most boating facilities</li> </ul>	<ul> <li>most of central and northern coastline</li> <li>Kananook Creek and surrounds, including potentially Frankston CAD and Seaford wetlands and surrounds</li> <li>Oliver's Hill (erosion, possibly)</li> </ul>	<ul> <li>partial or (in worst case) complete loss of land values in affected areas</li> <li>major amenity impacts associated with damage to beaches and foreshore reserves</li> <li>impacts on businesses dependent on beach related tourism</li> <li>increased insurance costs or lack of</li> </ul>	<ul><li>tourism</li><li>recreation and boating</li><li>local government</li></ul>	<ul> <li>no specific groups identified</li> </ul>
Sea level rise	↑ 0.17 m	↑ 0.49 m	based on current modelling, however data may be too					
Storm tide – max. height, 1:100 year ARI (current 1.16m)	1.37 m	1.80 m	coarse to adequately capture Kananook					
Storm surge – change to 1:100	↓ to	↓ to	Creek mouth  historical evidence	<ul> <li>historical evidence suggests potentially many residences and</li> </ul>				
year ARI	1:40 - 1:6	1:20 - 1:1	suggests potentially a significant number	commercial properties, as well as the Nepean Highway		access to insurance costs associated with beach and		
Inundation area (1:100 year storm surge)	under review	under review	of people			foreshore maintenance (e.g. beach renourishment)		
Fire weather	2030	2050		<ul> <li>6,000 residential properties</li> <li>66 businesses</li> <li>160 public use areas including schools, medical facilities and numerous reserves</li> <li>245 km of roads and 7 kms of rail</li> </ul>	<ul> <li>central areas around Langwarrin</li> <li>southern boundary around Frankston South, Langwarrin South</li> </ul>	<ul> <li>increased damage costs to residential properties</li> <li>health impacts including loss of life and air quality</li> <li>increased emergency services demand and costs</li> <li>stress, social disruption</li> </ul>	<ul> <li>residential</li> <li>emergency services</li> <li>local government</li> <li>transport</li> </ul>	<ul> <li>people living in older housing (in exposed areas)</li> <li>properties that have not been adequately prepared</li> <li>low income households</li> </ul>
No. of very high and extreme forest fire risk days (~ 12 days current)	↑ 1 - 2	<b>↑5-7</b>	<ul> <li>up to 14,000 people</li> </ul>					
No. of very high and extreme grass fire risk days (~ 95 days current)	↑ 7 - 15	<b>† 9 - 30</b>						

<sup>\*</sup> Key to climate changes: ↑ increase; ↓ decrease; ↔ no significant change. Absence of number next to arrow indicates magnitude of change has not been quantified.
\*\* Based on current (2006) population and projected changes to 2070.

Final Report Page 181.

## **Mornington Peninsula Shire**

Climate variable	Indicative change*		Exposed people**	Exposed property and infrastructure**	Most sensitive locations	Economic and social impacts	Vulnerable sectors	Vulnerable groups
Temperature  Average annual temperature  Days per yr > 30 °C (16 current)  Days per yr > 40 °C (0 current)	2030  ↑ 0.5-1.3°C  ↑ 1 - 5  ↑ 1	2070  ↑ 1-3.5°C  ↑ 4 - 16  ↑ 2	entire population, especially 27,000 elderly	<ul> <li>most roads</li> <li>most railways lines</li> <li>some building materials</li> <li>buildings or services that require cooling</li> </ul>	<ul> <li>inland areas         (particularly         urban)</li> <li>areas with high         concentrations of         elderly and infants         (eg. West         Rosebud)</li> </ul>	<ul> <li>increased mortality and morbidity in vulnerable groups</li> <li>increased infrastructure maintenance costs</li> <li>disruptions to transport networks</li> <li>increased risk of food and water born disease outbreaks</li> <li>increased summer peak demand</li> <li>increased cooling costs</li> </ul>	<ul> <li>transport</li> <li>construction</li> <li>local government services such as child care, environmental health</li> </ul>	<ul> <li>elderly (27,000)</li> <li>infants (8,000)</li> <li>residents in low quality housing (e.g. rental) or low income households</li> </ul>
Average rainfall  Average annual  Catchment stream flows (worst case)  Droughts	2030	2070 ↓ 0-23 % ↓ >50 % & severity	<ul><li>entire population</li></ul>	<ul> <li>municipal parks and gardens</li> <li>playing fields</li> <li>water &amp; wastewater infrastructure</li> <li>other infrastructure on clay soils</li> </ul>	<ul> <li>areas not connected to mains supply</li> <li>high water requirement sites</li> <li>wetlands, heritage gardens and other reserves</li> </ul>	<ul> <li>increased water prices</li> <li>increased reliance on non-traditional supply sources</li> <li>access to water for some activities (possibly)</li> <li>viability of some water dependent businesses and activities</li> <li>increased maintenance costs, some infrastructure</li> </ul>	<ul> <li>nurseries, garden services, etc</li> <li>local government services such as parks, recreation</li> <li>water suppliers and retailers</li> </ul>	<ul> <li>households not connected to mains supply</li> <li>low income households (possibly)</li> </ul>
Extreme rainfall  2 hour  12 hour  24 hour  72 hour  Maximum flood heights  Flood return intervals (ARI)	2030  ↑ 25 %  ↑ 22 %  ↑ 17 %  ↓ 2 %  ↑  ↓ flash  ↔ riverine	2070  ↑ 70 %  ↑ 61 %  ↑ 50 %  ↑ 48 %  ↑  ↓ flash  ↓ riverine	<ul> <li>up to 530         people</li> <li>does not         include most         areas on Port         Phillip Bay side         due to gaps in         flood hazard         mapping</li> </ul>	<ul> <li>204 residential properties (~ 100 dwellings)</li> <li>50 commercial and industrial properties</li> <li>public infrastructure including schools,, halls</li> <li>reserves and parks</li> <li>128 km of roads, 8 bridges</li> <li>water and drainage infrastructure</li> </ul>	Western Port Bay  Crib Point, Hastings, Shoreham and Stony Point  Port Phillip Bay data incomplete	<ul> <li>increased flood damage to public infrastructure, especially roads and bridges</li> <li>increased flood damage costs to residential and commercial buildings</li> <li>disruption to transport</li> <li>increased emergency services demand and costs</li> </ul>	<ul><li>local government</li><li>transport</li><li>residential</li></ul>	<ul> <li>low income households</li> <li>businesses and properties without adequate insurance</li> <li>residences with limited freeboard above 1:100 year flood (e.g. &lt;300 mm clearance)</li> </ul>
Sea level rise / storm surge  Sea level rise  Storm tide – max. height, 1:100 year ARI (current 1.14m, Rosebud)  Storm tide – max. height, 1:100 year ARI (current 2.09m, Somers)  Storm surge – change to 1:100 year ARI  Inundation area Port Phillip*** (1:100 year storm surge)  Inundation area Western Port (1:100 year storm surge)	2030  ↑ 0.17 m  1.35 m  2.28 m  ↓ to  1:40 - 1:10  0.8 sq km  2.6 sq km	2070  ↑ 0.49 m  1.78 m  2.74 m  ↓ to  1:20 - 1:2  1.5 sq km  3.3 sq km	<ul> <li>1,400 people</li> <li>due to coarse resolution of models, people and properties exposed to inundation may be understated, particularly on Port Phillip Bay</li> </ul>	<ul> <li>637 residential properties</li> <li>approx. 30 commercial and other properties</li> <li>most beaches and foreshore reserves including Mt Eliza, Rosebud, Rye, Somers</li> <li>most boating facilities</li> <li>45km of roads including sections of Nepean Highway</li> </ul>	Western Port Bay  Hastings, Stony Point, Crib Point Shoreham, Balnarring  Port Phillip Bay Balcombe Creek, Dromana Bay, Safety Beach, Dunns Creek, West Rosebud	<ul> <li>partial or (in worst case) complete loss of land values in affected areas</li> <li>major amenity impacts associated with damage to or loss of beaches and foreshore reserves</li> <li>impacts on businesses dependent on beach related tourism</li> <li>increased insurance costs or lack of access to insurance</li> <li>costs associated with beach and foreshore maintenance (e.g. beach renourishment)</li> </ul>	<ul> <li>tourism</li> <li>recreation and boating</li> <li>local government</li> </ul>	<ul> <li>low income households</li> <li>elderly households</li> </ul>
Fire weather  No. of very high and extreme forest fire risk days (~ 9 days current)  No. of very high and extreme grass fire risk days (~ 95 days current)	2030 ↑ 1 - 2 ↑ 7 - 15	2050 ↑ 5 - 7 ↑ 9 - 30	up to 34,000 people, mostly in urban fringe, semi-rural areas adjacent to bushland	<ul> <li>13,500 residences</li> <li>185 commercial and industrial properties</li> <li>4,500 public use and unspecified including schools, medical facilities and numerous reserves</li> <li>568 km of roads</li> </ul>	urban fringe, semi-rural and rural areas scattered throughout Shire, especially bushland and adjacent areas	<ul> <li>increased damage costs to residential properties</li> <li>health impacts including loss of life and air quality</li> <li>increased emergency service costs</li> <li>stress, social disruption</li> </ul>	<ul> <li>residential</li> <li>emergency services</li> <li>local government</li> <li>transport</li> </ul>	<ul> <li>people living in older housing (in exposed areas)</li> <li>properties that have not been adequately prepared</li> <li>low income households</li> </ul>

<sup>\*</sup> Key to climate changes:  $\uparrow$  increase;  $\downarrow$  decrease;  $\leftrightarrow$  no significant change. Absence of number next to arrow indicates magnitude of change has not been quantified. \*\* Based on current (2006) population and projected changes to 2070. \*\*\* Subject to uncertainty.

Final Report

