ELORRO	PO BOX 65 Newport VIC 3015 Ph: 03 9391 2455 Fox: 03 9391 2477
GENERATING SOLUTIONS	ABN: 54 087 200 995
5 February 2007	Submission No: 192
Committee Secretary House of Representatives Standing Committee on Transport and Regional Services	Date Received: $S - 02 - 07$
PO Box 6021 Parliament House	Secretary:

Sir,

Canberra ACT 2600

Email: Tas.Luttrell.Reps@aph.gov.au

Re: Inquiry into integration road/rail and interface with ports

Thanks for the opportunity to make this last-minute submission to the Standing Committee.

I noted you have received 189 submissions from all quarters except from a niche operator who is keen to provide a regional rail service to the ports.

El Zorro Transport Pty Ltd has conducted a rail operations business in Victoria for 7 years, mostly providing infrastructure maintenance trains used in the upkeep of the Victorian metropolitan rail network. The company intends to expand its business to provide a regional rail service in Victoria and southern New South Wales.

Given the lateness of this submission, may we submit our comment in dot point form? A cursory glance at the submissions received certainly makes it clear we are not alone in our views; nor do we offer unique insights to the issues and/or the solutions to be adopted.

The points we wish to make are:

- The rail network (especially the Victorian grain lines) are in poor condition
- Efficiencies would flow from rail standardisation between the States
- Further efficiencies would be achieved with the standardisation of rail operational systems and rail regulation throughout the nation
- Efficiencies could be achieved with a "one-stop shop" for track access, regulation/management.

1



ABN: 54 (187 200 995

2

• Further efficiencies would flow from a reduction in the scope and nature of regulations to "a meaningful handful" only.

7ORRC

- The Victorian Government cannot achieve its 30% freight target with the present-day infrastructure
- Provision for dedicated freight tracks from Melbourne port to designated intermodal hubs needs to be considered in 2007 and delivered inside next 5-7 years if the freight target is to be met.
- Government needs to consider waiving access and terminal fees on export product in order for rail to compete fairly with road traffic.
- Improving turnaround time on grain trains ought to be a priority (reducing average turnaround from 48 hrs to 36 hrs is not impossible)
- Talk about rail needs to incorporate an understanding that rolling stock needs to be maintained and not all existing maintenance facilities are open to all current and/or potential new operators
- Rail services require infrastructure for loading, unloading, marshalling and parking trains
- Public Liability Insurance has been set at an extraordinarily high level (\$250m) by the regulators and track managers and it is an horrendous barrier to entry for new entrants into the rail transport industry

We trust these insights from a rail operator's perspective might round out your understanding and assist in your deliberations. We wish you well and look forward to release of your report.

Yours faithfully,

Geoff Tighe