WATER SECURITY OUTLOOK

NOVEMBER 2016

South Gippsland Water

Lance Creek Water Supply System supplies water to the townships of:

- Wonthaggi
- Cape Paterson
- Inverloch

The Lance Creek Supply System includes the following water sources:

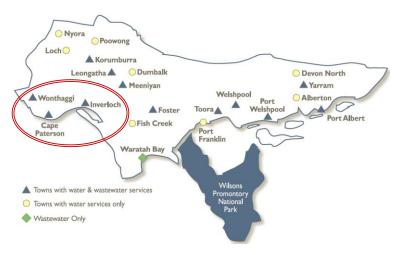
- Lance Creek
 Reservoir: 4200ML
 capacity
- Melbourne Supply System: Back-up Supply

South Gippsland Water

1300 851 636

www.sgwater.com.au

Lance Creek Water Supply System



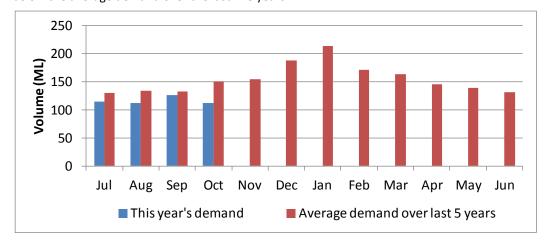
Water Supply Information

Water resources held by South Gippsland Water for the Lance Creek Water Supply System are shown below. Only 12% of the available annual entitlement has been used from Lance Creek Reservoir in the current year to date (Jul-Oct 2016), with no use from the Melbourne Supply System. These entitlements are a legal right to access water, subject to availability.

Water Component	Maximum Annual Entitlement	Volume Extracted 2016-17	Volume Remaining 2016-17
Lance Creek Reservoir	3,800 ML	464 ML	3,336 ML
Melbourne Supply System	1,000 ML	0 ML	1,000 ML

Water Consumption

Monthly water consumption for the Lance Creek Water Supply System in the year to date has been below the average demand over the last five years.



South Gippsland Water

WATER SECURITY OUTLOOK

NOVEMBER 2016

Further Information:

- Lance Creek Reservoir was 100% full at the end of October.
- Volumes shown in the storage outlook are start of month values in megalitres (ML), where 1 ML is equivalent to 1 million litres (or roughly one Olympic sized swimming

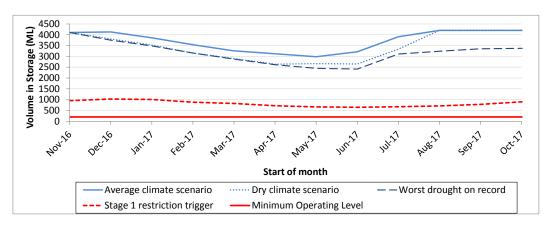
Climate Conditions

Forecast climate conditions for the coming three months have considered the Bureau of Meteorology's seasonal climate forecast for the region and local climate conditions in the year to date. The Bureau's climate outlook indicates that rainfall over the next three months is likely to be similar to the long-term average. Winter/spring rainfall in the year to date has been average to slightly below average, however rainfall in the most recent month (October) was more than 25% above average across much of South Gippsland. Air temperature is forecast over the next three months to be higher than the long-term average for this time of year, but any increase in demands from these higher temperatures is likely to be moderated by the anticipated rainfall. After taking these factors into account, South Gippsland Water is forecasting on the basis of an average climate scenario, which is characterised by streamflows into Lance Creek Reservoir that are similar to long-term average values.

Chance of Exceeding	Chance of Exceeding Median	This Year's	Likely Outlook
Median Rainfall	Maximum Temperature	Spring Rainfall	Scenario
50-55%	65-70 %	Average	Average

Urban Water Restrictions Outlook

The volume in storage outlook for Lance Creek Reservoir for the period November 2016 to October 2017 indicates that storage levels are expected to remain high relative to water restriction triggers over the coming year.



Based on the volume in storage outlook and the Bureau of Meteorology climate forecast, no water restrictions are anticipated for the remainder of the year at the current time. South Gippsland Water's Permanent Water Savings Plan applies to all customers over the outlook period.

Climate Scenario	Outlook		
	1 Jan 2017	1 Apr 2017	1 Jul 2017
Wet	PWSP	PWSP	PWSP
Average	PWSP	PWSP	PWSP
Dry	PWSP	PWSP	PWSP

South Gippsland Water

1300 851 636

PWSP

Permanent Water Savings Plan



WATER SECURITY OUTLOOK

NOVEMBER 2016

Action Plan

A list of priority actions for this supply system prior to the next update of the Urban Water Strategy is presented below. Further information on actions can be found in the previous Urban Water Strategy (Water Supply Demand Strategy 2011) and Water Plan 3 publications on our website.

Action Name	Timing
Demand management	Ongoing
Reduce leaks and wastage	Ongoing
Update water security outlook	Every November

The information provided in this water security outlook is intended as a guide only. An update will be issued if conditions change during the outlook period.

South Gippsland Water

1300 851 636

www.sgwater.com.au