

Not Relevant

5 **Other Matters**

Not Relevant

502 DTF039/05CS

Overseas Travel - United States
APPROVED

Not Relevant

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18/4

CABINET COVER SHEET

- 1. **TITLE:** OVERSEAS TRAVEL – UNITED STATES OF AMERICA
- 2. **MINISTER:** Hon Kevin Foley MP, Deputy Premier, Treasurer, Minister Assisting the Premier in Economic Development, Minister for Police, Minister for Federal/State Relations
- 3. **PURPOSE:**

To visit representatives of Northrop Grumman.

To appoint the Acting Deputy Premier, Acting Treasurer, Acting Minister Assisting the Premier in Economic Development, Acting Minister for Police, Acting Minister for Federal/State Relations.
- 4. **IDENTIFY THE RELEVANT GOVERNMENT POLICY/AND OR STATE STRATEGIC PLAN TARGET:**

Consistent with State Strategic Plan targets of sustaining and creating economic and jobs growth (T1.1/T1.5), encouraging interstate and overseas migration (T1.8/T1.9), further consolidating Adelaide as the defence industry capital of Australia (T1.12), and investing in strategic infrastructure (T1.16)

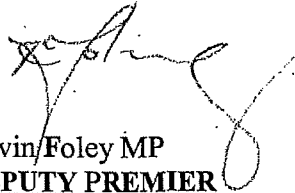
Critical element of the State Defence Sector Plan released in March 2005.
- 5. **RESOURCES REQUIRED FOR IMPLEMENTATION:** The Defence Unit, DTED, will meet costs associated with the visit.
- 6. **COMMUNITY AND ENVIRONMENTAL IMPACT:** N/A
- 7. **RISKS:** N/A
- 8. **CONSULTATION:** N/A
- 9. **COMMUNICATION STRATEGY:** N/A
- 10. **URGENCY:** HIGH

11. RECOMMENDATIONS:

It is recommended that Cabinet:

- 11.1 endorses the Deputy Premier, Treasurer, Minister Assisting the Premier in Economic Development, Minister for Police, Minister for Federal/State Relations' visit to the United States of America from 27 April to 4 May 2005 for the purpose of meeting with representatives of Northrop Grumman to discuss the State's bid for the Air Warfare Destroyer contract.
- 11.2 Notes that this trip is in place of the US trip approved by Cabinet on 7 April 2005, and will form an extension to the Deputy Premier's trip to China commencing on 19 April 2005 for the purposes of developing trade, investment and migration opportunities in key international markets.
- 11.3 Recommend that Her Excellency the Governor appoint the Hon Paul Holloway, MP, Minister for Industry and Trade, Minister for Mineral Resources Development, Minister for Urban Development and Planning to be also Acting Deputy Premier, Acting Treasurer, Acting Minister Assisting the Premier in Economic Development, Acting Minister for Police and Acting Minister for Federal/State Relations for the period 30 April to 4 May 2005 inclusive.

I declare that I have no actual or potential conflict of interest in relation to the proposals contained in this submission.



Kevin Foley MP

DEPUTY PREMIER

TREASURER

MINISTER ASSISTING THE PREMIER IN ECONOMIC DEVELOPMENT

MINISTER FOR POLICE

MINISTER FOR FEDERAL/STATE RELATIONS

TO: PREMIER FOR CABINET & EXECUTIVE COUNCIL

RE: OVERSEAS TRAVEL – UNITED STATES

1. PROPOSAL

- 1.1 That the Deputy Premier, Treasurer, Minister Assisting the Premier in Economic Development, Minister for Police, Minister for Federal/State Relations, the Hon Kevin Foley, MP, travel to the United States of America from 27 April 2005 to 4 May 2005.
- 1.2 That the Hon Paul Holloway, MP, Minister for Industry and Trade, Minister for Mineral Resources Development, Minister for Urban Development and Planning be also appointed as Acting Deputy Premier, Acting Treasurer, Acting Minister Assisting the Premier in Economic Development, Acting Minister for Police, Acting Minister for Federal/State Relations.

2. BACKGROUND

- 2.1 In November 2004 Cabinet approved support packages for ASC and Tenix in support of their respective bids to construct the Air Warfare Destroyers (AWD) at Osborne.
- 2.2 Tender responses were submitted to the Commonwealth on 23 December 2004 and are currently being evaluated by the AWD Project Team prior to them making a recommendation to Federal Cabinet on a preferred shipbuilder in early May 2005.
- 2.3 Three companies submitted tenders – ASC Pty Ltd for construction at Osborne, Tenix Pty Ltd for construction at Williamstown, Victoria, and separately for construction at Osborne. Northrop Grumman also submitted a bid, however, little is known about their proposal.
- 2.4 Northrop Grumman have indicated that their tender includes plans to do initial training management, design and integration in the US before moving the construction and systems integration work rapidly to Australia. Northrop Grumman have not indicated whether if successful in their bid they would plan to locate in South Australia or Victoria.

3. DISCUSSION

- 3.1 The Premier has approved the Deputy Premier's travel for purposes of meeting with key representatives from Northrop Grumman to discuss South Australia's bid for the Air Warfare Destroyer contract.
- 3.2 The Defence Unit has advised that for tactical reasons it is of vital importance that a senior member of Government meets with Northrop Grumman to discuss the possibility of construction work being located in South Australia in circumstances where they were successful in winning the contract.
- 3.3 On 7 April 2005, Cabinet approved the Deputy Premier travelling to the US for this purpose from 9 to 14 April. Because it was not possible to arrange the necessary meetings within that timeframe, this visit will now form an extension to the Deputy Premier's trip to China, which is being undertaken for the purpose of developing trade, investment and migration opportunities.
- 3.4 The China Trip was also approved by Cabinet on 7 April and a recommendation that Hon Paul Holloway be also as Acting Deputy Premier from 19 – 29 April 2005 was by the Governor in Executive Council on 14 April.
- 3.5 The Deputy Premier will be accompanied on the China & US trips by his Ministerial Adviser Ms Emma Lawson and the CE of the SA Government Defence Unit Mr Kevin Scarce.
- 3.6 Finance

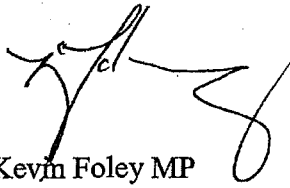
The Defence Unit, Department Trade and Economic Development will meet costs associated with the visit.

4. RECOMMENDATION

It is recommended that Cabinet:

- 4.1 endorses the Deputy Premier, Treasurer, Minister Assisting the Premier in Economic Development, Minister for Police, Minister for Federal/State Relations' visit to the United States of America from 27 April to 4 May 2005 for the purpose of meeting with representatives of Northrop Grumman to discuss the State's bid for the Air Warfare Destroyer contract.
- 4.2 Notes that this trip is in place of the US trip approved by Cabinet on 7 April 2005, and will form an extension to the Deputy Premier's trip to China commencing on 19 April 2005 for the purposes of developing trade, investment and migration opportunities in key international markets.

4.3 Recommend that Her Excellency the Governor appoint the Hon Paul Holloway, MP, Minister for Industry and Trade, Minister for Mineral Resources Development, Minister for Urban Development and Planning to be also Acting Deputy Premier, Acting Treasurer, Acting Minister Assisting the Premier in Economic Development, Acting Minister for Police and Acting Minister for Federal/State Relations for the period 30 April to 4 May 2005 inclusive.



Kevin Foley MP

DEPUTY PREMIER

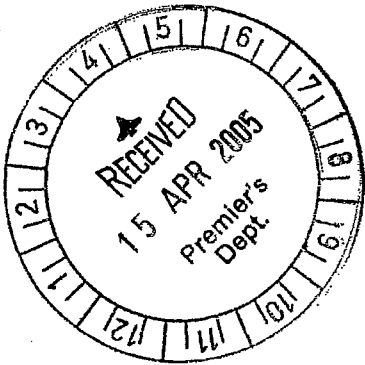
TREASURER

MINISTER ASSISTING THE PREMIER IN ECONOMIC DEVELOPMENT

MINISTER FOR POLICE

MINISTER FOR FEDERAL/STATE RELATIONS

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in Cabinet

18 APR 2005

