# Application of High Value High Risk (HVHR) Project Assurance Framework

| Market-led Proposals Guideline | HVHR Project Assurance  Framework | | | Gateway  review process[[1]](#footnote-1) | Government  decision |
| --- | --- | --- | --- | --- | --- |
| **Stage one** –  Proposal filtering and due diligence | HVHR classification  At the end of stage one, DTF will advise the Government on whether the proposal  should be classified as HVHR. | | |  | Seek government approval of strategic assessment, including HVHR classification and the Project Assurance Plan. |
| Government proceeds | | | | | |
| **Stage two –** Investment case and negotiation | *Business case approval*  DTF will apply elements of a Business Case Deliverability Assessment including assessment of ability to deliver on time, to budget and achieve stated benefits, risk management approach, project management strategies as well as procurement approach and documentation.  DTF will monitor projects and report to Government consistent with existing quarterly reporting processes. | | *Project tendering*  Consistent with the HVHR framework, DTF will assess and seek the Treasurer’s approval of relevant procurement documentation, the preferred bid and contracts before finalisation. | Gate 1 – Concept and Feasibility | Seek the Government’s approval of procurement approach and funding availability incorporating elements of HVHR assessments and consideration of Gateway Review recommendations. |
| Gate 2 – Business Case |
| Gate 3 –  Readiness  for market |
| **Stage three –**  Exclusive negotiation | Gate 4 –  Tender decision | Seek the Government’s approval of final binding offer, funding requirement and contract including consideration of Gateway Review recommendations. |
| Government proceeds and market-led proposal process concludes | | | | | |
| Contract award and delivery | Project implementation  Lead department will seek Treasurer approval before any material contract variations consistent with the HVHR Framework.  DTF will monitor projects and report  to the Government consistent with existing quarterly reporting processes. |  | | Gate 5 –  Readiness  for service | Seek the Government’s approval for any material contract variations. |
| Project Assurance Review |
|  |  | | | Gate 6 –  Benefits realisation |  |

1. The application of the Gateway review process to market-led proposals will be tailored and gates combined as appropriate. This will be recorded in the proposal’s Project Assurance Plan. [↑](#footnote-ref-1)