

Murray-Darling Basin Regional Economic Diversification Programme – Victoria

PART 1 – PROJECTS

1. The projects covered by this Schedule, and the Commonwealth's estimated financial contribution to those projects, are as follows:
 - (a) Project 1 – the supply of natural gas to Victorian communities impacted by the Murray-Darling Basin Plan (\$15.000 million); and
 - (b) Project 2 – a range of initiatives designed to strengthen and diversify the local economies of Victorian communities impacted by the Murray-Darling Basin Plan (\$10.028 million).
2. Initiatives in Project 2 will be agreed between the Commonwealth and Victoria following an application and assessment process, and will be reflected in the Project Plan in accordance with clause 10(c) of the Agreement and Table 1 of this Schedule.

PART 2 – ROLES AND RESPONSIBILITIES OF EACH PARTY

3. There are no additional roles and responsibilities under this Schedule.

PART 3 – PERFORMANCE REQUIREMENTS, REPORTING AND PAYMENTS

Performance requirements

4. Table 1 below summarises the requirements for the two projects in clause 1, relevant reporting dates and expected payments to be made. Payments will be made in arrears subject to progress reports demonstrating that the milestones have been met.

Reporting

5. The State will provide annual progress reports with each report covering all of the projects in clause 1, during the operation of the Agreement up to June 2019.

Table 1: Performance requirements, reporting and payment summary

Outputs	Milestones	Date due	Payment
N/A	Initial contribution to support implementation of projects	Both parties signing the Agreement	\$2.561 million
Projects 1-2 as listed in clause 1 of this Schedule	Agreement to a consolidated Project Plan with details for each project including estimated Commonwealth and where relevant, State funding contributions, the delivery method, scope, stages and associated project milestones, completion date and risks associated with each stage of the project.	1 December 2014	Up to \$4.160 million
	Demonstration, through provision of a progress report, that scheduled stages for each project have been completed in accordance with the agreed Project Plan.	1 May 2015	up to \$4.161 million
	Demonstration, through provision of a progress report, that scheduled stages for each project have been completed in accordance with the agreed Project Plan.	1 May 2016	up to \$7.815 million
	Demonstration, through provision of a progress report, that scheduled stages for each project have been completed in accordance with the agreed Project Plan.	1 May 2018	up to \$3.165 million
	Demonstration, through provision of a final report, that all projects have been completed* in accordance with the agreed Project Plan.	31 May 2019	Up to \$3.166 million

* the following Project 2 completion definitions apply:

Dried Vine Fruit Diversification and Sustainability Initiative - demonstration by the State, through the provision of evidence by the project proponent, that all the plantings (Seasons 1, 2 & 3), including the installation of all the required project infrastructure, such as vines, posts, end assemblies, trellis heads and wire cordons, have been completed by 31 May 2019.

Plan2Farm - demonstration by the State, through the provision of evidence by the project proponent, that a minimum of 162 Workbooks (out of a total 600 workbooks) have been completed by 31 May 2019.

PART 4 - FINANCIAL ARRANGEMENTS

6. The Commonwealth will provide a total financial contribution to Victoria of \$25.028 million in respect of this Schedule. All payments are GST exclusive.
7. The Commonwealth's estimated financial contribution to the operation of this Agreement, including through National Partnership payments to Victoria paid in accordance with *Schedule D – Payment Arrangements* of the Intergovernmental Agreement on Federal Financial Relations, are shown in Table 2.

Table 2: Financial contributions

(\$ million)	2013-14 (actual)	2014-15 (actual)	2015-16 (actual)	2016-17 (actual)	2017-18 (estimated)	2018-19 (estimated)	Total
Total budget	2.561	8.754	9.469	12.076	7.805	5.130	45.795
Less National Partnership Payments	2.561	8.321	7.815	0.0	3.165	3.166	25.028
Balance of non-Commonwealth contributions	0.0	0.433	1.654	12.076	4.640	1.964	20.767

Sign off

The Parties have confirmed their commitment to this Schedule as follows:

Signed for and on behalf of the Commonwealth of Australia by


The Honourable Dr John McVeigh MP
 Minister for Regional Development, Territories and Local Government

Date: 19/1/18

Signed for and on behalf of the State of Victoria by


The Honourable Jaala Pulford MP
 Minister for Agriculture, Minister for Regional Development

Date: 28/3/18