

## Schedule

# National Water Grid Fund

## FEDERATION FUNDING AGREEMENT – INFRASTRUCTURE

Table 1: Formalities and operation of schedule	
Parties	Commonwealth New South Wales Victoria Queensland Western Australia South Australia Tasmania Northern Territory Australian Capital Territory
Duration	This Schedule will commence as soon as the Commonwealth and one other Party sign it and will expire on 30 June 2031.
Purpose	<p>This Schedule will support the development and delivery of nationally important water infrastructure projects that support primary industries and unlock potential, promote the growth and sustainability of regional economies, and build resilience.</p> <p>In entering into this Schedule, the Commonwealth and the States and Territories (the States) recognise they have a mutual interest in improving outcomes through national water infrastructure development and need to work together to achieve those outcomes.</p>
Related Documents	This Schedule must also be read in conjunction with the National Water Grid Investment Framework (the Framework) and the National Water Grid Authority's Science Strategy.
Estimated financial contributions	<p>Details of the Commonwealth and the States' estimated financial contributions to the operation of this Schedule are set out in the tables below and the relevant appendices to this Schedule.</p> <p>State funding contributions may include contributions from third parties including local governments and other non-government organisations.</p> <p>Commonwealth contributions will be provided upon the achievement of agreed project milestones by the relevant State.</p>

Funding arrangements	<p><i>Capital works</i></p> <p>The Commonwealth may offer a combination of funding and finance of up to 50 per cent of the project's total capital costs for delivery.</p> <p><i>Development funding</i></p> <p>The Commonwealth will seek a financial co-contribution for all project proposals. However, the Commonwealth may agree to provide up to 100 per cent of funds for elements of business case development and science projects, at its discretion.</p> <p><i>Project cost savings</i></p> <p>Where projects are delivered for less than the agreed estimated costs, States should work with the Commonwealth to agree a reallocation of the remaining Commonwealth contribution to other water infrastructure projects within their jurisdiction, consistent with the principles of the Framework and the objectives of this Schedule.</p>
Project milestones	<p>The States will deliver the water infrastructure projects set out in this Schedule and its Appendices, based on project milestones which have been jointly agreed and which may, by written agreement, be varied by the relevant parties from time to time.</p>
Commonwealth Funding Recognition	<p>In addition to the requirements set out in clause 21 of the Federation Funding Agreement for Infrastructure, States agree to:</p> <ul style="list-style-type: none"> <li>(a) recognise the Commonwealth's funding contribution to projects in all publications, promotional and advertising materials, including project signage, and public announcements and activities in relation to a project as appropriate, and must consult the Commonwealth prior to release of all promotional-related materials concerning projects funded through this Schedule;</li> <li>(b) provide reasonable opportunity for the Commonwealth to contribute to developing communications strategies for projects with a Commonwealth funding contribution;</li> <li>(c) provide the Commonwealth with equal access to products that they obtain for use in the development of promotional material including but not limited to project data, footage and images; and</li> <li>(d) where the Commonwealth is a majority funder of a project, promotional material and public recognition should provide major prominence to the Commonwealth's contribution, with the Parties to agree the content and timing.</li> </ul>
Variations and Delegations	<p>Senior Commonwealth and State Officials are authorised to make non-material changes to project milestones as set out in the Appendices to this Schedule, as agreed in writing by both parties, having due regard to financial and policy risks.</p>

Table 7A: Tasmania – Projects and payment summary				
Outputs (Projects)	Project scope	Total Commonwealth contribution	Total non-Commonwealth contribution	
South East Integration Detailed Business Case	The Detailed Business Case will assess the benefits to constructing new trunk pipelines and pumping infrastructure to better connect the existing South East Irrigation Scheme. It will also investigate construction of an additional distribution network to enable new irrigation. The proposed project would provide an additional 12GL of summer water and 18GL of winter water into the region. It would also integrate existing scheme elements to improve water trading opportunities.	\$4,650,000	\$1,550,000	
TAS Connections Funding Pathway Package	Construction of the following projects: <ul style="list-style-type: none"> <li>• South Arm Recycled Water Pipeline</li> <li>• Greater Meander Irrigation Scheme Augmentation</li> <li>• Penna Recycled Water Scheme Expansion</li> <li>• Shellfish Lease Water Quality Improvement Program.</li> </ul>	\$20,000,000	\$32,142,455	

Signed for and on behalf of the Commonwealth of Australia by



The Honourable Barnaby Joyce MP  
Deputy Prime Minister and Minister for Infrastructure, Transport and Regional Development

24/9/2021

Signed for and on behalf of the State of Tasmania by



The Honourable Guy Barnett MP  
Minister for Primary Industries and Water

28/10/2021

# National Water Grid Fund

## FEDERATION FUNDING AGREEMENT – INFRASTRUCTURE

**Table F1: Formalities and operation of schedule**

Parties	Commonwealth Tasmania
Purpose	This Appendix has been developed in accordance with the National Water Grid Fund Schedule (the Schedule), to set out the Commonwealth and Tasmania's estimated expenditure profile and performance milestones to support the operation of the Schedule.

Estimated financial contributions

**Table F2**

<b>(\$)</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>Total</b>
<b>Estimated total budget</b>	<b>25,241,227</b>	<b>28,101,228</b>	<b>5,000,000</b>	<b>0</b>	<b>58,342,455</b>
Less estimated National Partnership Payments					
South East Integration Project Detailed Business Case	3,650,000	1,000,000	0	0	4,650,000
Connections Funding Pathway	5,000,000	10,000,000	5,000,000		20,000,000
Balance of non-Commonwealth contributions	16,591,227	17,101,228	0	0	33,692,455

Table F3: Tasmania - Performance requirements, reporting and payment summary			
Output (Project)	Performance milestones	Milestone due	Payment
South East Integration Project Detailed Business Case	Milestone 1 – Acceptance of Project Plan including key deliverables and timelines.	31 July 2021	\$650,000
	Milestone 2 – Development of Preferred Option and commencement of Detailed Business Case.	31 October 2021	\$1,000,000
	Milestone 3 – Submission of a draft Detailed Business Case and Concept Designs (Parts 1 and 2).	31 March 2022	\$2,000,000
	Milestone 4 – Acceptance of a final Detailed Business Case and Concept Designs (Parts 1 and 2).	31 July 2022	\$1,000,000
Connections Funding Pathway	Milestone 1 – Written confirmation of the details of the TAS Connections Package, including: <ul style="list-style-type: none"> <li>• Projects to be delivered</li> <li>• Expected costs of each project and confirmation of funding partner contributions</li> <li>• Construction timing for each project.</li> </ul>	31 October 2021	\$5,000,000
	Milestone 2 – Submission and acceptance of a Progress Report detailing the status of delivery of the TAS Connections Package, including: <ul style="list-style-type: none"> <li>• Current status of each project</li> <li>• Advice on any changes to construction timing</li> <li>• Advice on cost amendments (if any) for each project, including amendments to funding partner contributions</li> <li>• Challenges or issues in delivery of the package.</li> </ul>	31 August 2022	\$10,000,000
	Milestone 3 – Submission and acceptance of a Post Completion Report, including confirmation that all projects have been completed and advice on final costs of each project in the package.	31 August 2023	\$5,000,000