

## Construction Softwood Transport Assistance

### FEDERATION FUNDING AGREEMENT - ENVIRONMENT

<b>Table 1: Formalities and operation of schedule</b>																									
Parties	<p>Commonwealth</p> <p>The States of</p> <ul style="list-style-type: none"> <li>• South Australia,</li> <li>• New South Wales.</li> </ul>																								
Duration	This Schedule is expected to expire on 30 June 2023.																								
Purpose	This Schedule will support participating states to deliver transport assistance grants to forestry entities to be used for transporting bushfire-salvaged construction grade softwood salvaged from the 2019-20 Black Summer bushfires to timber mills with capacity to manufacture structural timbers for the domestic building industry. The relevant program is the Construction Softwood Transport Assistance Program.																								
Estimated financial contributions	<p>The Commonwealth will provide an estimated total financial contribution to the States of \$14.6 million in respect of this Schedule.</p> <table border="1"> <thead> <tr> <th>(\$ million)</th> <th>2021-22</th> <th>2022-23</th> <th>Total</th> </tr> </thead> <tbody> <tr> <td><b>Estimated total budget</b></td> <td><b>9.2</b></td> <td><b>20.0</b></td> <td><b>29.2</b></td> </tr> <tr> <td>Less estimated National Partnership Payments</td> <td>4.6</td> <td>10.0</td> <td>14.6</td> </tr> <tr> <td>- South Australia</td> <td>0.35</td> <td>0.65</td> <td>1</td> </tr> <tr> <td>- New South Wales</td> <td>TBC</td> <td>TBC</td> <td>TBC</td> </tr> <tr> <td>Balance of non-Commonwealth contributions</td> <td>4.6</td> <td>10.0</td> <td>14.6</td> </tr> </tbody> </table> <p>Note: Payments will be subject to demand, and must be matched by the State with a financial co-contribution equal to the value of the payment.</p>	(\$ million)	2021-22	2022-23	Total	<b>Estimated total budget</b>	<b>9.2</b>	<b>20.0</b>	<b>29.2</b>	Less estimated National Partnership Payments	4.6	10.0	14.6	- South Australia	0.35	0.65	1	- New South Wales	TBC	TBC	TBC	Balance of non-Commonwealth contributions	4.6	10.0	14.6
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Additional terms	<p>1. The States will be responsible for providing a financial co-contribution that is at least equal to the value of the Commonwealth's payment, to support the implementation of this Schedule.</p>																								

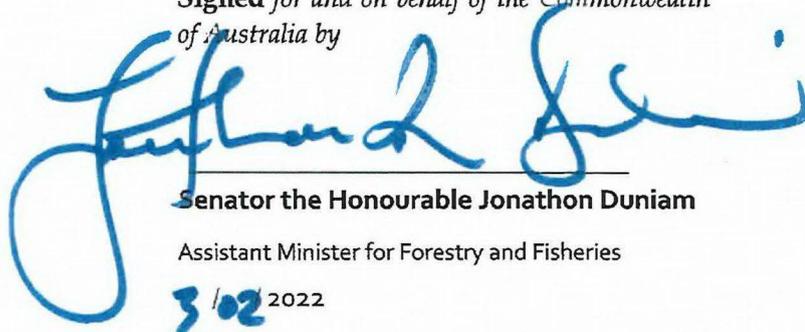
2. As payments are demand driven, clause 31 of the Agreement does not apply to this Schedule.
3. As the program is cost shared, Commonwealth payments will be half the value of the grants up to the maximum amount available.
4. If by 30 November 2022, there are uncommitted funds remaining under the program, all remaining funds may be released for use by another state to deliver the same output under the same matched funding terms. This arrangement shall be progressed through letters signed by the relevant state government ministers and the relevant Commonwealth Government Minister. The transfer of funds will be final and no additional transfers of funds will be permissible. These funds may only be used under the program, and will otherwise be forfeited.

**Table 2A: South Australia – Performance requirements, reporting and payment summary**

Output	Performance milestones	Report due	Payment
<p>1. Delivery of transport assistance grants to private forestry entities for use in transporting bushfire-salvaged construction grade softwood salvaged from the 2019-20 Black Summer bushfires to timber mills with capacity to manufacture structural timbers for the domestic building industry.</p>	<p>1. Evidence of commitment of funds to grant recipients, evidence of state-based matching of funding, and evidence of structural timber processing up to 28 Feb 2022.</p>	18/03/2022	Maximum half value of grants, up to \$0.35 million
	<p>2. Evidence of commitment of funds to grant recipients, and evidence of state-based matching of funding, and evidence of structural timber processing up to 30 April 2022.</p>	13/05/2022	Maximum half value of grants, up to \$0.35 million minus payments made in milestone 1
	<p>3. Evidence of commitment of funds to grant recipients, and evidence of state-based matching of funding, and evidence of structural timber processing up to 31 Oct 2022. Additionally, as per term 4 of this agreement, provide an estimate of the expected demand for grants through to the end of the agreement period and associated advice about uncommitted or additional funding.</p>	18/11/2022	Maximum half value of grants, up to \$0.65 million minus payments made in milestone 1 and 2
	<p>4. Evidence of commitment of funds to grant recipients, and evidence of state-based matching of funding, and evidence of structural timber processing up to 21 April 2023.</p>	1/05/2023	Maximum half value of grants, up to \$0.65 million minus payments made in milestone 1, 2 and 3, subject to any variation made in accordance with additional term 4 of Table 1.
	<p>5. Final Summary Report. The report should document details such as the total funding allocation, the total cost of individual projects, the funding recipients, how much was supplied by the State, Commonwealth and other parties, the amount of softwood processed into structural timbers, the anticipated end date of the project, and any other information or data that may be relevant.</p>	30/09/2023	N/A
		<b>TOTAL</b>	<b>\$ 1 million</b>

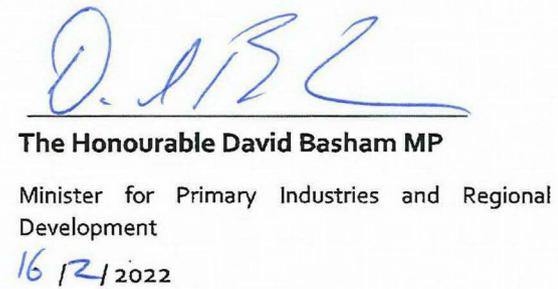
The Parties have confirmed their commitment to this schedule as follows:

Signed for and on behalf of the Commonwealth  
of Australia by



Senator the Honourable Jonathon Duniam  
Assistant Minister for Forestry and Fisheries  
3/02 2022

Signed for and on behalf of the  
State of South Australia by



The Honourable David Basham MP  
Minister for Primary Industries and Regional  
Development  
16/2/2022