

## National Khapra Beetle Eradication Program

FEDERATION FUNDING AGREEMENT - ENVIRONMENT

Parties	Commonwealth New South Wales Victoria Queensland South Australia Western Australia
Duration	This Schedule is expected to expire on 30 June 2024 or upon completion or termination of the National Khapra Beetle Eradication Program as determined by the National Management Group (NMG), unless otherwise agreed in writing by the Parties.
Purpose	<p>The purpose of this schedule is to outline the delivery of agreed activities for the National Khapra Beetle Eradication Program from 2021-2022 to 2022-2023 to facilitate the Commonwealth's cost-shared contributions to the Queensland, New South Wales, Victoria, South Australia, and Western Australia Governments, the combatant jurisdictions for this eradication program</p> <p>The National Khapra Beetle Eradication Program is being conducted under the Emergency Plant Pest Response Deed (EPPRD) as agreed by the NMG in 2021.</p> <p>Khapra beetles found in imported highchairs and domestic bagged malt was being responded to under the Khapra Beetle (<i>Trogoderma granarium</i>) National Response Plan 2020-2021 (the Response Plan) version 1.0, approved by the NMG 16 December 2020.</p> <p>The National Khapra Beetle (<i>Trogoderma granarium</i>) Response Plan v2.0 (Response Plan) and associated 2021-22 to 2022-23 budget was approved by the NMG in accordance with the EPPRD on 14 May 2021 and revised on 1 April 2022.</p> <p>The NMG agreed to set an upper limit on expenditure of \$27 million for eligible Shared Costs incurred in implementing the Response Plan and agreed that the upper limit on expenditure applies to all versions of the Response Plan, including expenditure detailed under version 1.0 between December 16 2020 and May 13 2021.</p>
	On 1 April 2022, the NMG agreed that response costs for Khapra beetles found in mixed retail items can be accommodated within the Response Plan indicative budget.

	<p>If required, this schedule will be reviewed in conjunction with reviews of the National Khapra Beetle Eradication Program in accordance with the provisions of the EPPRD.</p> <p>The project elements for the National Khapra Beetle Eradication Program are described in the Response Plan. Combatant jurisdictions are responsible for delivery of the following four stages in accordance with the Response Plan:</p> <ul style="list-style-type: none"> <li>• Delimit extent of the incident and identify risk premises: Tracing infested goods and conveyances to receiving properties and undertaking surveillance.</li> <li>• Control Action: Removal of infested material and containment. Treating infested containers, goods, and commercial and residential premises to kill the pest.</li> <li>• Evaluation Monitoring: Monitoring infested sites to verify treatment efficacy.</li> <li>• Proof of Freedom Surveillance: Undertaking surveillance, including sweeping, visual assessments, and trapping, to verify ongoing absence of khapra beetles.</li> </ul>																											
<p>Estimated financial contributions</p>	<p>The Commonwealth will provide an estimated total financial contribution to the States of \$15.81m in respect of this Schedule.</p> <table border="1" data-bbox="399 1025 1476 1473"> <thead> <tr> <th colspan="3"><b>Table 1</b></th> </tr> <tr> <th><b>(\$ million)</b></th> <th><b>FY2022/23</b></th> <th><b>Total</b></th> </tr> </thead> <tbody> <tr> <td><b>Estimated total budget</b></td> <td><b>15.81</b></td> <td><b>15.81</b></td> </tr> <tr> <td><i>Less estimated National Partnership Payments</i></td> <td><b>0.0</b></td> <td><b>0.0</b></td> </tr> <tr> <td>- NSW</td> <td>4.92</td> <td>4.92</td> </tr> <tr> <td>- VIC</td> <td>3.97</td> <td>3.97</td> </tr> <tr> <td>- QLD</td> <td>2.60</td> <td>2.60</td> </tr> <tr> <td>- SA</td> <td>0.41</td> <td>0.41</td> </tr> <tr> <td>- WA</td> <td>3.91</td> <td>3.91</td> </tr> </tbody> </table>	<b>Table 1</b>			<b>(\$ million)</b>	<b>FY2022/23</b>	<b>Total</b>	<b>Estimated total budget</b>	<b>15.81</b>	<b>15.81</b>	<i>Less estimated National Partnership Payments</i>	<b>0.0</b>	<b>0.0</b>	- NSW	4.92	4.92	- VIC	3.97	3.97	- QLD	2.60	2.60	- SA	0.41	0.41	- WA	3.91	3.91
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<p>Additional terms</p>	<p>The Commonwealth's agreed financial contributions for the National Khapra Beetle Eradication Program are outlined in Table 1, and are payable in accordance with the milestones set out below. All payments are exclusive of GST.</p> <p>Where the Industry Party is not able to meet its cost sharing obligations either directly, or from funds held on its behalf, the Commonwealth will initially meet that Industry Party's Cost Sharing obligations as set out in section 10.4.2 of the EPPRD. The Commonwealth's agreed financial underwriting is outlined in Table 3. Each Industry Party will subsequently meet its cost sharing obligations to the Commonwealth, arising as a consequence of the Commonwealth meeting Industry Party obligations pursuant to clause 10.4.2, as set out in Part 1 of Schedule 7 of the EPPRD (Section 10.4.3).</p>																											

Breakdown of estimated contributions between industry and government		2022-23
	Commonwealth	\$10,626,337.42
	Almond Board of Australia	\$217,839.92
	Australian Walnut Industry Association	\$18,163.99
	Cotton Australia	\$21,252.67
	Grain Producers Australia	\$4,854,948.36
	Pistachio Growers Association	\$10,379.37
	Ricegrowers' Association of Australia	\$72,655.56

Table 2A: New South Wales – Performance requirements, reporting and payment summary			
Output	Performance milestones	Report due	Payment
Progress Report 2021-22	Progress report for 3rd quarter (Jan-Mar 2022) endorsed by the CCEPP as demonstrating satisfactory progress towards the above project elements of the Response Plan.	July 2022	\$1,434,469.89
Final report	Final report endorsed by the CCEPP demonstrating satisfactory completion of the Response Plan for the eradication program.	January 2023	\$3,489,491.07
Total			\$4,923,960.96

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

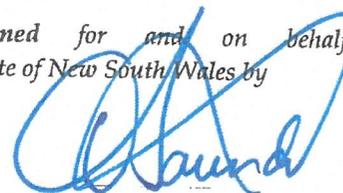
*Signed for and on behalf of the Commonwealth of Australia by*



**Senator The Honourable Murray Watt**  
Minister for Agriculture, Fisheries and Forestry

13 September 2022

*Signed for and on behalf of the State of New South Wales by*



**The Honourable Dugald Saunders MP**  
Minister for Agriculture and Western New South Wales

2022

<b>Table 2B: Victoria – Performance requirements, reporting and payment summary</b>			
<b>Output</b>	<b>Performance milestones</b>	<b>Report due</b>	<b>Payment</b>
Progress Report 2021-22	Progress report for 3rd quarter (Jan-Mar 2022) endorsed by the CCEPP as demonstrating satisfactory progress towards the above project elements of the Response Plan.	July 2022	\$838,492.72
Final report	Final report endorsed by the CCEPP demonstrating satisfactory completion of the Response Plan for the eradication program.	January 2023	\$3,135,473.93
<b>Total</b>			<b>\$3,973,966.65</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 Murray Watt**  
Minister for Agriculture, Fisheries and Forestry

13 September 2022

*Signed for and on behalf of the  
State of Victoria by*



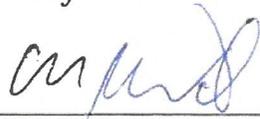
**The Honourable Gayle Tierney MP**  
Minister for Agriculture

13 October 2022

<b>Table 2C: Queensland – Performance requirements, reporting and payment summary</b>			
<b>Output</b>	<b>Performance milestones</b>	<b>Report due</b>	<b>Payment</b>
Progress Report 2021-22	Progress report for 3rd quarter (Jan-Mar 2022) endorsed by the CCEPP as demonstrating satisfactory progress towards the above project elements of the Response Plan.	July 2022	\$595,493.66
Final report	Final report endorsed by the CCEPP demonstrating satisfactory completion of the Response Plan for the eradication program.	January 2023	\$2,003,864.59
<b>Total</b>			<b>\$2,599,358.25</b>

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

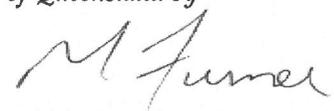
*Signed for and on behalf of the Commonwealth of  
Australia by*



**Senator The Honourable Murray Watt**  
Minister for Agriculture, Fisheries and Forestry

13 September 2022

*Signed for and on behalf of the  
State of Queensland by*



**The Honourable Mark Furner MP**  
Minister for Agricultural Industry Development

6 October 2022

Table 2D: Western Australia – Performance requirements, reporting and payment summary			
Output	Performance milestones	Report due	Payment
Progress Report 2021-22	Progress report for 3rd quarter (Jan-Mar 2022) endorsed by the CCEPP as demonstrating satisfactory progress towards the above project elements of the Response Plan.	July 2022	\$1,142,139.20
Final report	Final report endorsed by the CCEPP demonstrating satisfactory completion of the Response Plan for the eradication program.	January 2023	\$2,769,727.60
Total			\$3,911,866.80

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 Murray Watt**  
Minister for Agriculture, Fisheries and Forestry

13 September 2022

*Signed for and on behalf of the  
State of Western Australia by*



**The Honourable Alannah MacTiernan MP**  
Minister for Agriculture and Food

10 December 2022