

South Australia

PROJECT AGREEMENT FOR AN ON-FARM EMERGENCY WATER INFRASTRUCTURE REBATE SCHEME

PART 1: PRELIMINARIES

1. This bilateral schedule to the Project Agreement for an On-farm Emergency Water Infrastructure Rebate Scheme should be read in conjunction with that Agreement. The Schedule has been developed in accordance with clause 11 of the Agreement.

PART 2: FORMALITIES

2. This Schedule will commence as soon as it is agreed between the Commonwealth and South Australia and expire on 30 June 2021 or on completion of the project, including final performance reporting and processing of final payments against milestones.

PART 3: DELIVERY OF THE ON-FARM EMERGENCY WATER INFRASTRUCTURE REBATE SCHEME IN SOUTH AUSTRALIA

3. Under this Schedule, South Australia agrees to deliver a rebate scheme, funded by the Commonwealth of up to \$5 million over the life of the agreement, to drought affected primary producers in South Australia over 2018-19 to 2020-21.
4. In providing rebates to primary producers, South Australia must be satisfied that the primary producer has demonstrated that they are from the grazing industry and drought affected.
5. Drought affected will be defined in South Australia program guidelines for the rebate scheme, to be published in early 2019.

6. PART 4: FINANCIAL ARRANGEMENTS

7. The Commonwealth will provide a maximum estimated financial contribution of \$5,000,000 to South Australia. All payments are exclusive of GST.
8. The estimated financial contributions to be provided by the Commonwealth are outlined in Table 1.

Table 1. Estimated financial contributions

\$	2018-19	2019-20	2020-21	Total
Estimated total budget	2,000,000	2,000,000	1,000,000	5,000,000
Less estimated National Partnership Payments	2,000,000	2,000,000	1,000,000	5,000,000
Balance of non-Commonwealth contributions	0	0	0	0

PART 5: PROJECT MILESTONES, REPORTING AND PAYMENTS

9. Table 2 summarises the milestones for the project, their relationship to the outputs, expected completion dates, relevant reporting dates and expected payments to be made. The Commonwealth will make payments subject to South Australia demonstrating that the relevant milestone has been met.

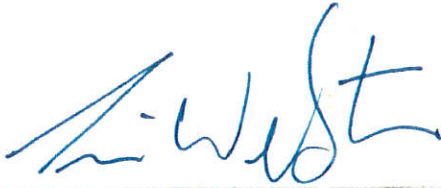
Table 2: Milestones, reporting and payment summary

Output	Performance milestone	Report due	Payment
<u>Year 1, 2018-19</u> New infrastructure to water livestock for drought affected farm businesses	<i>Milestone 1</i> Establishment of administration arrangements for the delivery of a South Australian On-farm Emergency Water Infrastructure Rebate Scheme in accordance with Part 3 of this schedule	30 March 2019	\$250,000
	<i>Milestone 2</i> Payments made to eligible primary producers consistent with this agreement for the period 1 July 2018 to 30 April 2019	1 May 2019	Value of rebates paid to 30 April 2019, up to \$1.75 million
<u>Year 2, 2019-20</u> New infrastructure to water livestock for drought affected farm businesses	<i>Milestone 3</i> Payments made to eligible primary producers consistent with this agreement South Australia for the period 1 May 2019 to 30 April 2020.	1 May 2020	Value of rebates paid from 1 May 2019 to 30 April 2020 up to \$2 million
<u>Year 3, 2020-21</u> New infrastructure to water livestock for drought affected farm businesses	<i>Milestone 4</i> Payments made to eligible primary producers consistent with this agreement for the period 1 May 2020 to 30 April 2021.	1 April 2021	Value of rebates paid from 1 May 2020 to 30 April 2021 up to \$1 million

10. The State will provide performance reports in accordance with Table 2 during the operation of the Agreement. Each performance report is to contain a description of:
 - a. total rebate applications received
 - b. rebate applications processed
 - c. total funding disbursed
 - d. activities funded
 - e. location of activities
 - f. expected rebate applications over the next milestone period
 - g. other parameters as agreed between the Commonwealth and South Australia.
11. In addition to performance reports, South Australia will provide quarterly status reports or as requested over the life of the agreement.
12. Status reports will include data on rebate applications received, processed and total funding disbursed and total funding per eligible activity.

PART 6: SIGN OFF

13. The Parties have confirmed their commitment to this agreement as follows:

Signature  **Date** 31/1/19
[By State Minister]

 **Date** 5.2.19
Signature
[By Commonwealth Minister]
