

# Food Waste for Healthy Soils Fund

## FEDERATION FUNDING AGREEMENT - ENVIRONMENT

Table 1: Formalities and operation of schedule																								
Parties	Commonwealth Western Australia																							
Duration	This Schedule is expected to expire on 31 October 2025 or on completion of final performance reporting.																							
Purpose	<p>This Schedule supports the delivery of projects funded under the Food Waste for Healthy Soils Fund that include:</p> <ul style="list-style-type: none"> <li>• infrastructure upgrades and developments that support the diversion of organic waste from landfill</li> <li>• an increase in the quantity and improvement to the quality, safety and consistency of recycled organic waste, especially for use in the agricultural industry and</li> <li>• development of sustainable markets for high-value nutrient rich compost and soil conditioners.</li> </ul>																							
Estimated financial contributions	<p>The Commonwealth will provide a maximum estimated total financial contribution of \$5.625 million to Western Australia. All payments are GST exclusive.</p> <p>The estimated financial contribution to be provided by the Commonwealth is outlined in Table 1.</p> <table border="1"> <thead> <tr> <th>Table 1 (\$ million)</th> <th>2022-23</th> <th>2023-24</th> <th>2024-25</th> <th>Total</th> </tr> </thead> <tbody> <tr> <td><b>Estimated total budget</b></td> <td><b>4.250</b></td> <td><b>3.750</b></td> <td><b>3.250</b></td> <td><b>11.250</b></td> </tr> <tr> <td><i>Less estimated National Partnership Payments</i></td> <td>2.125</td> <td>1.875</td> <td>1.625</td> <td>5.625</td> </tr> <tr> <td><b>Balance of non-Commonwealth contributions</b></td> <td><b>2.125</b></td> <td><b>1.875</b></td> <td><b>1.625</b></td> <td><b>5.625</b></td> </tr> </tbody> </table> <p>Note: Balance of non-Commonwealth contributions includes contributions from Western Australia to at least match the Commonwealth's contribution but does not include contributions from Industry Partners.</p>				Table 1 (\$ million)	2022-23	2023-24	2024-25	Total	<b>Estimated total budget</b>	<b>4.250</b>	<b>3.750</b>	<b>3.250</b>	<b>11.250</b>	<i>Less estimated National Partnership Payments</i>	2.125	1.875	1.625	5.625	<b>Balance of non-Commonwealth contributions</b>	<b>2.125</b>	<b>1.875</b>	<b>1.625</b>	<b>5.625</b>
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<p>Additional terms</p>	<p><b>Financial Contributions</b></p> <ol style="list-style-type: none"> <li>1 Western Australia is responsible for provision of funds to industry partners and reporting on the implementation of the projects listed in Table 3.</li> <li>2 The Commonwealth will contribute up to one third of the cost of each project listed in Table 3 and Western Australia will at least match the Commonwealth's contribution for each project. Western Australia will ensure each Industry Partner provides the remaining funding for each project.</li> </ol> <p><b>Payments</b></p> <ol style="list-style-type: none"> <li>3 The Commonwealth will make payments subject to Western Australia demonstrating that relevant milestones have been met.</li> <li>4 If the maximum Commonwealth payment shown in Table 2 is not made in a given financial year the Commonwealth may move funds into a later year at its discretion. The Commonwealth makes no guarantee that unspent funding (if any) will be carried into later years.</li> </ol> <p><b>Reporting</b></p> <ol style="list-style-type: none"> <li>5 Western Australia will report annually by 30 April of each year to demonstrate performance against indicators a – d below and that Commonwealth funding has been matched. These reports will include:       <ol style="list-style-type: none"> <li>(a) a statement of funds paid to Industry Partners</li> <li>(b) a statement of cash and in-kind contributions from Industry Partners</li> <li>(c) details of projects:           <ol style="list-style-type: none"> <li>1 progress made in delivering the project including:               <ol style="list-style-type: none"> <li>i) progress made to finalise funding arrangements between Western Australia and its Industry Partners</li> <li>ii) progress made to obtain appropriate regulatory approvals to conduct the project</li> <li>iii) construction/installation progress</li> </ol> </li> <li>2 the number of full-time equivalent (FTE) jobs created during the construction phase of the project</li> </ol> </li> <li>(d) for completed projects:           <ol style="list-style-type: none"> <li>1 the volume of additional organic waste each facility is able to process each year (total additional capacity)</li> <li>2 the volume of additional organic waste actually being processed following project commissioning (actual used capacity)</li> <li>3 the markets that have been/are being developed for recycled organic products produced by each facility</li> <li>4 the number of ongoing FTE jobs created as a result of the project</li> </ol> </li> </ol> </li> </ol>
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	<p>5 project benefits realised including how the quality, safety and consistency of recycled organic products has been improved.</p>
6	<p>Western Australia will provide project data to the Commonwealth on a quarterly basis.</p>
7	<p>Western Australia is responsible for providing early advice to the Commonwealth on projects that are unlikely to progress or if issues arise that will impact project completion.</p>

**Table 2: Milestones, reporting and payment summary**

Output	Performance milestones	Report due	Payment
Delivery of projects listed in Table 3.	<p>Milestone 1</p> <ul style="list-style-type: none"> <li>Quarterly project data provided for the periods ending 31 March.</li> <li>Confirmation of the value of payment made and expected payments to Industry Partners in 2022-23, reflecting executed funding agreements between Western Australia and its Industry Partners.</li> </ul>	30 April 2023	Equal to: The Commonwealth's co-contributions to payments made and expected payments in 2022-23  Up to a maximum of \$2,125,000.
	<p>Milestone 2</p> <ul style="list-style-type: none"> <li>Quarterly project data provided for the periods ending 30 June, 30 September, 31 December, and 31 March.</li> <li>Confirmation of the value of payments made and expected payments to Industry Partners in 2023-24, reflecting executed funding agreements between Western Australia and its Industry Partners.</li> </ul>	30 April 2024	Equal to: The Commonwealth's co-contributions to payments made and expected payments in 2023-24  Up to a maximum of \$1,875,000, subject to additional term 4.
	<p>Milestone 3</p> <ul style="list-style-type: none"> <li>Quarterly project data provided for the periods ending 30 June, 30 September, 31 December, and 31 March.</li> <li>Confirmation of the value of payments made and expected payments to Industry Partners in 2024-25, reflecting executed funding agreements between Western Australia and its Industry Partners.</li> </ul>	30 April 2025	Equal to: The Commonwealth's co-contributions to payments made and expected payments in 2024-25  Up to a maximum of \$1,625,000 subject to additional term 4.
	Milestone 4	31 October 2025	NA

	<ul style="list-style-type: none"> <li>Quarterly project data provided for the period ending 30 September.</li> </ul>	
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Table 3: Projects			
Project title and description	Industry partner	Expected project duration	Commonwealth funding
<p><b>Boonanarring Composting Facility Expansion project</b></p> <p>The project will expand the existing facility to increase processing capacity to support FOGO rollout in the region north of Perth.</p> <p>The project will install enclosed bunker technology and expanded open windrow processing.</p> <p>The project will increase waste processing capacity by 74,500 tonnes per annum and create 2 jobs during construction and 12 ongoing jobs following commissioning.</p>	Go Organics	December 2024	\$1,750,000
<p><b>C-Wise Organic Carbon Recycling Facility project</b></p> <p>The project will build a new Organic Carbon Recycling Facility in East Keralup in Western Australia.</p> <p>The facility is designed as modules, each capable of processing 50,000 tonnes of blended inputs per year.</p> <p>The project will increase waste processing capacity by 100,000 tonnes per annum and create 6 jobs during construction and 6 ongoing jobs following commissioning.</p>	C-Wise Holdings Pty Ltd	June 2024	\$2,875,000
<p><b>Eastern Metropolitan Regional Council FOGO Processing Facility project</b></p> <p>The project will build a new FOGO processing facility at the Red Hill Waste Management Facility to expand the interim facility to process organic waste sourced from five councils in the region.</p>	Eastern Metropolitan Regional Council	March 2025	\$1,000,000

<p>The project will increase waste processing capacity by 65,000 tonnes per annum and create 110 jobs during construction and 66 ongoing jobs following commissioning.</p>			
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The Parties have confirmed their commitment to this schedule as follows:

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



**The Honourable Tanya Plibersek MP**  
Minister for the Environment and Water

15/12/2022

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



**The Honourable Reece Whitby MLA**  
Minister for Environment; Climate Action

01 / 03 / 2022