

# Food Waste for Healthy Soils Fund

## FEDERATION FUNDING AGREEMENT - ENVIRONMENT

| Table 1: Formalities and operation of schedule      |  |                         |            |            |         |       |                               |            |            |            |            |   |     |     |     |     |  |            |            |            |            |
|---|--|-------------------------|------------|------------|---------|-------|-------------------------------|------------|------------|------------|------------|---|-----|-----|-----|-----|--|------------|------------|------------|------------|
| Parties   | Commonwealth<br>Tasmania   |                         |            |            |         |       |                               |            |            |            |            |   |     |     |     |     |  |            |            |            |            |
| Duration  | This Schedule is expected to expire on 31 October 2025   |                         |            |            |         |       |                               |            |            |            |            |   |     |     |     |     |  |            |            |            |            |
| 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 \$3 million to Tasmania. All payments are GST exclusive. The estimated financial contribution to be provided by the Commonwealth is outlined in Table 1.</p> <table border="1"> <thead> <tr> <th>Table 1<br/>(\$ 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>3.0</b></td> <td><b>2.0</b></td> <td><b>1.0</b></td> <td><b>6.0</b></td> </tr> <tr> <td><i>Less estimated National Partnership Payments</i></td> <td>1.5</td> <td>1.0</td> <td>0.5</td> <td>3.0</td> </tr> <tr> <td><b>Balance of non-Commonwealth contributions</b></td> <td><b>1.5</b></td> <td><b>1.0</b></td> <td><b>0.5</b></td> <td><b>3.0</b></td> </tr> </tbody> </table> <p>Note: Balance of non-Commonwealth contributions includes contributions from Tasmania to at least match the Commonwealth's contribution but does not include contributions from Industry Partners.</p> | Table 1<br>(\$ million) | 2022-23    | 2023-24    | 2024-25 | Total | <b>Estimated total budget</b> | <b>3.0</b> | <b>2.0</b> | <b>1.0</b> | <b>6.0</b> | <i>Less estimated National Partnership Payments</i> | 1.5 | 1.0 | 0.5 | 3.0 | <b>Balance of non-Commonwealth contributions</b> | <b>1.5</b> | <b>1.0</b> | <b>0.5</b> | <b>3.0</b> |
| Table 1<br>(\$ million)                             | 2022-23  | 2023-24                 | 2024-25    | Total      |         |       |                               |            |            |            |            |   |     |     |     |     |  |            |            |            |            |
| <b>Estimated total budget</b>                       | <b>3.0</b>   | <b>2.0</b>              | <b>1.0</b> | <b>6.0</b> |         |       |                               |            |            |            |            |   |     |     |     |     |  |            |            |            |            |
| <i>Less estimated National Partnership Payments</i> | 1.5  | 1.0                     | 0.5        | 3.0        |         |       |                               |            |            |            |            |   |     |     |     |     |  |            |            |            |            |
| <b>Balance of non-Commonwealth contributions</b>    | <b>1.5</b>   | <b>1.0</b>              | <b>0.5</b> | <b>3.0</b> |         |       |                               |            |            |            |            |   |     |     |     |     |  |            |            |            |            |
| Additional terms                                    | <b>Financial Contributions</b>   |                         |            |            |         |       |                               |            |            |            |            |   |     |     |     |     |  |            |            |            |            |

- 1 Tasmania is responsible for provision of funds to industry partners and reporting on the implementation of the projects listed in Table 3.
- 2 The Commonwealth will contribute up to one third of the cost of each project listed in Table 3 and Tasmania will at least match the Commonwealth's contribution for each project. Tasmania will ensure each Industry Partner provides the remaining funding for each project.

#### **Payments**

- 3 The Commonwealth will make payments subject to Tasmania demonstrating that relevant milestones have been met.
- 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.

#### **Reporting**

- 5 Tasmania will report annually to demonstrate performance against indicators a – d below and that Commonwealth funding has been matched. These reports will include:
  - (a) a statement of funds paid to Industry Partners
  - (b) a statement of cash and in-kind contributions from Industry Partners
  - (c) details of projects:
    - 1 progress made in delivering the project including:
      - i) progress made to finalise funding arrangements between Tasmania and its Industry Partners
      - ii) progress made to obtain appropriate regulatory approvals to conduct the project
      - iii) construction/installation progress
    - 2 the number of full-time equivalent (FTE) jobs created during the construction phase of the project.
  - (d) for completed projects:
    - 1 the volume of additional organic waste each facility is able to process each year (total additional capacity)
    - 2 the volume of additional organic waste actually being processed following project commissioning (actual used capacity)
    - 3 the markets that have been/are being developed for recycled organic products produced by each facility
    - 4 the number of ongoing FTE jobs created as a result of the project
    - 5 project benefits realised including how the quality, safety and consistency of recycled organic products has been improved.

|  |   |
|--|---|
|  | <p>6 Tasmania will provide project data to the Commonwealth on a quarterly basis.</p> <p>7 Tasmania 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. | <b>Milestone 1</b> <ul style="list-style-type: none"> <li>Quarterly project data provided for the periods ending 31 December and 31 March.</li> <li>The value of payments made or expected to be made to approved project proponents consistent with this agreement for the period of (1 October 2022 – 30 June 2023)</li> </ul>                      | 30 April 2023   | Equal to:<br>The Commonwealth’s co-contributions to payments made or expected to be made under this agreement for the period (1 July 2022 – 30 June 2023)<br><br>Up to a maximum of \$1,500,000.                               |
|   | <b>Milestone 2</b> <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>The value of payments made or expected to be made to approved project proponents consistent with this agreement for the period of (1 July 2023 – 30 June 2024)</li> </ul> | 30 April 2024   | Equal to:<br>The Commonwealth’s co-contributions to payments made or expected to be made under this agreement for the period (1 July 2023 – 30 June 2024)<br><br>Up to a maximum of \$1,000,000, subject to additional term 4. |
|   | <b>Milestone 3</b> <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>The value of payments made or expected to be made to approved project proponents consistent with this agreement for the period of (1 July 2024 – 30 June 2025)</li> </ul> | 30 April 2025   | Equal to:<br>The Commonwealth’s co-contributions to payments made or expected to be made under this agreement for the period (1 July 2024 – 30 June 2025)<br><br>Up to a maximum of \$500,000, subject to additional term 4.   |
|   | <b>Milestone 4</b> <ul style="list-style-type: none"> <li>Quarterly project data provided for the period ending 30 September.</li> </ul>  | 31 October 2025 | NA   |

**Table 3: Projects**

| Project title and description   | Industry partner        | Expected project duration | Commonwealth funding |
|---|-------------------------|---------------------------|----------------------|
| <p><b>New In-Vessel Composting Facility at Boyer, Southern Tasmania</b></p> <p>The project will build a new in-vessel organic processing facility in Boyer to service Southern Tasmania.</p> <p>The project will install three composting tunnels, a pre-treatment facility, a bio-filter, a leachate screening room and custom air curtains to prevent contaminant air escape.</p> <p>The project will increase waste processing capacity by 52,000 tonnes per annum and create 30 jobs during construction and 15 ongoing jobs following commissioning.</p> | BG & JM Barwick Pty Ltd | 30 June 2025              | \$3,000,000          |

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

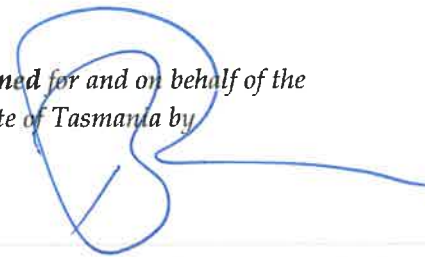
*Signed for and on behalf of the Commonwealth of Australia by*



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

27/10/2022

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



**The Honourable Roger Jaensch MP**  
Minister for Environment and Climate Change

27/2/2023 