

Building Resilience to Manage Fruit Fly

FEDERATION FUNDING AGREEMENT – ENVIRONMENT

Table 1: Formalities and operation of schedule																										
Parties	Commonwealth South Australia																									
Duration	This Schedule is expected to expire on 30 June 2025.																									
Purpose	<p>This Schedule will support the delivery of the Building Resilience to Manage Fruit Fly Package in South Australia, including:</p> <ul style="list-style-type: none"> a. Essential work to improve interstate quarantine controls to stop the spread of fruit fly and maintain the integrity of Pest Free Areas and the East-West distribution profile. b. Consolidation and expansion of Sterile Insect Technique (SIT) capability to drive down pest pressure in vulnerable areas and respond to fruit fly outbreaks. c. Critical post-harvest infrastructure, including treatment facilities, in key production areas nationally to grow exports and provide contingency options in the event of exotic pest incursions. <p>Initiatives under this Agreement support horticultural producers and exporters to reduce biosecurity barriers related to fruit fly, to meet importing country requirements and promote access to international markets.</p>																									
Estimated financial contributions	<p>The Commonwealth will provide an estimated total financial contribution to South Australia of \$20 million in respect of this Schedule.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Table 1 (\$ million)</th> <th style="text-align: center;">2022-23</th> <th style="text-align: center;">2023-24</th> <th style="text-align: center;">2024-25</th> <th style="text-align: center;">Total</th> </tr> </thead> <tbody> <tr> <td>Estimated total budget</td> <td style="text-align: center;">0.0</td> <td style="text-align: center;">11.50</td> <td style="text-align: center;">8.50</td> <td style="text-align: center;">20.0</td> </tr> <tr> <td><i>Less estimated National Partnership Payments</i></td> <td style="text-align: center;">0.0</td> <td style="text-align: center;">0.0</td> <td style="text-align: center;">0.0</td> <td style="text-align: center;">0.0</td> </tr> <tr> <td style="padding-left: 20px;">- South Australia</td> <td style="text-align: center;">0.0</td> <td style="text-align: center;">11.50</td> <td style="text-align: center;">8.50</td> <td style="text-align: center;">20.0</td> </tr> <tr> <td>Balance of non-Commonwealth contributions</td> <td style="text-align: center;">0.0</td> <td style="text-align: center;">0.0</td> <td style="text-align: center;">0.0</td> <td style="text-align: center;">0.0</td> </tr> </tbody> </table>	Table 1 (\$ million)	2022-23	2023-24	2024-25	Total	Estimated total budget	0.0	11.50	8.50	20.0	<i>Less estimated National Partnership Payments</i>	0.0	0.0	0.0	0.0	- South Australia	0.0	11.50	8.50	20.0	Balance of non-Commonwealth contributions	0.0	0.0	0.0	0.0
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<p>Additional terms</p>	<p><i>Project Plans (Plans)</i></p> <ol style="list-style-type: none"> 1. The South Australian government will be responsible for delivering the activities under the Building Resilience to Manage Fruit Fly Package in accordance with a project plan agreed between senior Commonwealth and South Australian officials. 2. The Plans should address: the project scope, a project schedule, budget information, project stakeholders, governance arrangements, a communication plan, high-level design plans and a risk management plan. The Commonwealth acknowledges that South Australia may address the items above by incorporating relevant existing information or documents prepared for other purposes. 3. The Plans are expected to be flexible documents that may be varied over time to accommodate changed circumstances. Variations to Plans that directly affect the outputs and timeframes for the project are subject to written agreement between senior Commonwealth and South Australian officials. <p><i>Additional expenses</i></p> <ol style="list-style-type: none"> 4. The Commonwealth's funding contribution does not cover ongoing operational costs of operating or maintaining the facilities or other outputs developed with funding under the Building Resilience to Manage Fruit Fly Package. 5. The South Australian government, or other named parties specified in this agreement, will be responsible for the implementation and ongoing operation of infrastructure which is developed with funding from this package. This includes providing or securing ongoing operation, staffing, facility maintenance and future upgrades of facilities that it is responsible for. <p><i>Reporting</i></p> <ol style="list-style-type: none"> 6. Progress reports should include details of progress against the Plan, key achievements (including but not limited to - signing agreements with relevant sub-contractor/s and land acquisitions), key risks and mitigations, and an outline of the next periods activities. 7. Progress reports provided at Performance milestones must be certified by a South Australian senior official as being a true and accurate representation of the progress of the project for the relevant reporting period. 8. A final report is required on completion of each project. The final report should contain details that can be used for public information and dissemination purposes, in addition to evaluating the Project from South Australia's perspective. 9. A Financial Report outlining total resourcing provided and expenditure should be submitted as part of the Final Report under this Schedule, with detail provided at the sub-project level. <p><i>National cooperation</i></p> <ol style="list-style-type: none"> 10. To the extent possible, South Australia will ensure that initiatives under this Agreement support national coordination between states and territories. This will aid in reducing biosecurity barriers related to fruit fly and will support meeting importing country requirements and promoting access to international markets. 11. National coordination is a core component to support the successful delivery of sub-projects relating to national processes and systems, including ePHAC and Interstate Certification Assurance (ICA) Protocols.
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Table 2: South Australia - Performance requirements, reporting and payment summary

Output	Performance milestones	Report due	Payment (\$m)
Subproject 1: Qfly SIT Port Augusta expansion	1.1 Submission and acceptance of an all of project plan and associated budget detailing the delivery of this output.	16/10/2023	\$0.50
	1.2 All of project progress report 1 demonstrating progress against the project plan. Including a summary of all completed and anticipated sub-contracts for the delivery of necessary materials and services to build and fit out the new facility.	30/11/2023	\$0.75
	1.3 All of project progress report 2 demonstrating progress against the project plan.	31/05/2024	\$0.25
	1.4 All of project progress report 3 demonstrating progress against the project plan.	29/11/2024	\$0.25
	1.5 Sub-project final report – confirming achievement of build certification and operational usability and including a description of the conduct, benefits and outcomes of the sub-project.	30/05/2025	\$1.32
	Sub total		\$3.07
Subproject 2: Medfly SIT facility	2.1 Submission and acceptance of an all of project plan and associated budget detailing the delivery of this output.	16/10/2023	\$1.00
	2.2 All of project progress report 1 demonstrating progress against the project plan. Including a summary of all completed and anticipated sub-contracts for the delivery of necessary materials and services to build and fit out the new facility.	30/11/2023	\$1.25
	2.3 All of project progress report 2 demonstrating progress against the project plan.	31/05/2024	\$1.25
	2.4 All of project progress report 3 demonstrating progress against the project plan.	29/11/2024	\$0.50
	2.5 Sub-project final report – confirming achievement of build certification and operational usability.	30/05/2025	\$2.00
	Sub total		\$6.00
Subproject 3: Roadblocks to maintain the integrity of Pest Free Areas and the East-West distribution profile	3.1 Submission and acceptance of an all of project plan and associated budget detailing the delivery of this output.	16/10/2023	\$0.05
	3.2 All of project progress report 1 demonstrating progress against the project plan.	30/11/2023	\$0.05
	3.3 All of project progress report 2 demonstrating progress against the project plan.	31/05/2024	\$0.05

	3.4 All of project progress report 3 demonstrating progress against the project plan.	29/11/2024	\$0.05
	3.5 Sub-project – end of project report demonstrating delivery of Subproject 3.	30/05/2025	\$0.05
	Sub total		\$0.25
Subproject 4: ePHAC National Rollout	4.1 Submission and acceptance of a project plan and associated budget detailing the delivery of this output.	16/10/2023	\$0.06
	4.2 All of project progress report 1 demonstrating progress against the project plan.	30/11/2023	\$0.06
	4.3 All of project progress report 2 demonstrating progress against the project plan.	31/05/2024	\$0.06
	4.4 All of project progress report 3 demonstrating progress against the project plan.	29/11/2024	\$0.06
	4.5 Sub-project final report – including evidence that the ePHAC system has been rolled out nationally and is in use in at least 2 jurisdictions.	30/05/2025	\$0.16
	Sub total		\$0.40
Subproject 5: Updated Interstate Certification Assurance (ICA) Protocols	5.1 Submission and acceptance of an all of project plan and associated budget detailing the delivery of this output.	16/10/2023	\$0.05
	5.2 All of project progress report 1 demonstrating progress against the project plan.	30/11/2023	\$0.06
	5.3 All of project progress report 2 demonstrating progress against the project plan.	31/05/2024	\$0.06
	5.4 All of project progress report 3 demonstrating progress against the project plan.	29/11/2024	\$0.06
	5.5 Sub-project final report – including evidence that at least two interstate certification assurance protocols have been validated and updated.	30/05/2025	\$0.25
	Sub total		\$0.48
Subproject 6: Post-Harvest Treatment Infrastructure delivered by South Australian Produce Market Limited	6.1 Submission and acceptance of an all of project plan and associated budget detailing the delivery of this output.	16/10/2023	\$3.50
	6.2 All of project progress report 1 demonstrating progress against the project plan.	30/11/2023	\$0.75
	6.3 Evidence of contractual agreement with South Australian Produce Market Limited for the construction of post-harvest treatment infrastructure.	30/12/2023	\$1.00
	6.4 All of project progress report 2 demonstrating progress against the project plan.	30/05/2024	\$0.75
	6.5 All of project progress report 3 demonstrating progress against the project plan.	29/11/2024	\$1.75

	6.6 Sub-project final report – confirming achievement of build certification and operational usability.	30/05/2025	\$2.05
	Sub total		\$9.80
	Total		\$20.00

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

[Day] [Month] [Year]

14/9/23

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



The Honourable Clare Scriven MLC
Minister for Primary Industries and Regional
Development

Minister for Forest Industries

[Day] [Month] [Year]

22/9/2023