

## South Australia - National Flood Mitigation Infrastructure Program

### FEDERATION FUNDING AGREEMENT - ENVIRONMENT

Table 1: Formalities and operation of Schedule													
Parties	Commonwealth South Australia												
Duration	This Schedule is expected to expire 30 June 2024.												
Purpose	<p>This Schedule will support the delivery of projects identified through the <i>National Flood Mitigation Infrastructure Program</i> (Program), which help local communities mitigate their priority flood risks and reduce the impact of flood events.</p> <p>Funding provided under this Schedule will contribute to the delivery of the following projects (Funded Projects):</p> <ul style="list-style-type: none"> <li>• <b>Project 1:</b> Two Wells Township Levee</li> <li>• <b>Project 2:</b> Prospect Drainage Scheme Upgrade – Stage 1</li> </ul> <p>An overview of each project is provided at <b>Attachment A</b>.</p>												
Estimated financial contributions	<p>The Commonwealth will provide to South Australia an estimated total financial contribution of <b>\$3.18m (GST exclusive)</b> in respect of this Schedule (see Table 1).</p> <table border="1"> <thead> <tr> <th>Table 1 (\$m)</th> <th>2020-21</th> <th>Total</th> </tr> </thead> <tbody> <tr> <td>Estimated total budget</td> <td>6.54</td> <td>6.54</td> </tr> <tr> <td>Less estimated National Partnership Payments</td> <td>3.18</td> <td>3.18</td> </tr> <tr> <td>Balance of non-Commonwealth contributions</td> <td>3.36</td> <td>3.36</td> </tr> </tbody> </table>	Table 1 (\$m)	2020-21	Total	Estimated total budget	6.54	6.54	Less estimated National Partnership Payments	3.18	3.18	Balance of non-Commonwealth contributions	3.36	3.36
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Additional terms	<p><b>Allocation of funds</b></p> <p>(1) The parties understand that this Schedule is made in good faith and there is an expectation that funding will be apportioned to projects as determined through the Program, and as shown at <b>Attachment A</b>.</p> <p><b>Resolution of terms</b></p> <p>(2) The Commonwealth and States and Territories will work together to resolve any conflicts arising through the Bilateral Agreements, using the approach set out below.</p> <p>a. The Federal Financial Relations Act and the Emergency Response Fund Act will prevail over any guidelines</p>												

- b. The Emergency Response Fund Guidelines and NFMIP Program Guidelines will prevail over the Schedule, except for matters relating to monitoring and reporting, and auditing and assurance (chapters 7, 8 and Attachment B of the NFMIP Program Guidelines)
- c. Terms relating to monitoring and reporting, and auditing and assurance are set out in this Schedule and the Audit and Reporting Framework
- d. Where items (2)a – (2)d are silent or unclear, the NFMIP FAQs may clarify any matters

#### **Implementation Plan**

- (3) Project specific timeframes will be finalised after the commencement of this Schedule, in the form of an Implementation Plan.
  - a. The requirements of the Implementation Plan are set out in the Audit and Reporting Framework
- (4) The Implementation Plan will be developed by South Australia and provided to the Commonwealth for approval. South Australia must obtain Commonwealth approval (which will not be unreasonably withheld by the Commonwealth) within three months of the time this agreement commences.

#### **Performance monitoring and reporting**

- (5) The parties acknowledge that payments under these agreements would usually be tied to the performance milestones at Table 2 below. In lieu of milestone based payments under this agreement, states and territories commit to honouring these reporting obligations required by this Schedule.
- (6) The frequency and timing of reporting under this Schedule is set out at Table 2: Performance requirements, reporting and payment summary
- (7) The content requirements of reporting under this Schedule are set out in the Audit and Reporting Framework
  - a. This resource supersedes and replaces chapter 7 (Monitoring and reporting), chapter 8 (Audit and assurance) and Attachment B of the NFMIP Program Guideline.

#### **Third parties**

- (8) In line with the NFMIP Program Guidelines, States and Territories may engage a third party to support the delivery of a project under this Schedule.
- (9) While third parties are not signatories to this Schedule, States and Territories are solely responsible for ensuring third party compliance with the Emergency Response Fund Act, the Emergency Response Fund Guideline, NFMIP Program Guidelines and the conditions of this Schedule.

#### **Repayment of amounts to the Commonwealth**

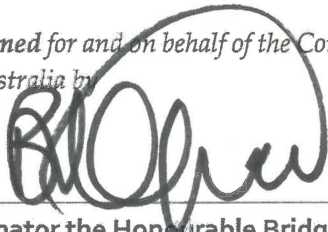
	<p>(10) In accordance with s21(4) of the Emergency Response Fund Act, the Commonwealth reserves the right to recover an amount provided under this Schedule, where</p> <ul style="list-style-type: none"><li>a. A project cannot be delivered according to the specifications in the relevant implementation plan and the project cannot be appropriately scaled, and</li><li>b. the Commonwealth and State and Territory cannot reach an agreement on how to reallocate the funds, or</li><li>c. another condition of this Schedule is not met.</li></ul> <p>(11) The Commonwealth will determine whether an amount should be repaid, and if so, how much should be repaid, with regard to the circumstances of each matter.</p>
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**Table 2: Performance requirements, reporting and payment summary**

Output	Performance milestones	Report due	Payment
Flood mitigation infrastructure projects that assist communities to prepare for future flood events to reduce the risk of flood to, and/or impact of flooding on, local communities	South Australia agrees and signs the Schedule	Upon signature of Schedule	\$3.18m
	South Australia provides the approved Implementation Plan to the Commonwealth	Within three months of the commencement of this Schedule.	N/A
	South Australia submits an Interim Update three months from the date at which the Schedule was signed	After the first Interim Update, six monthly until all projects under this Schedule are complete	N/A
	South Australia submits a Performance Report six months from the date at which the Schedule was signed	After the first Performance Report, six monthly until all projects under this Schedule are complete.	N/A
	South Australia submits End of Project Report	No later than three months from the date that the project was completed.	N/A
	South Australia submits an audit report completed by the state appointed auditor	No later than nine months from the end of the financial year in which the project was completed	N/A

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 Bridget McKenzie**  
Minister for Emergency Management and National Recovery and Resilience

25 10 2021

*Signed for and on behalf of the state of South Australia*



**The Honourable Vincent Tarzia MP**  
Minister for Police, Emergency Services and Correctional Services

28 10 2021



## Attachment A

### Details of South Australia's Funded Projects

#	Project Name	Project Description	Commonwealth funding	Contribution by South Australia
1	Two Wells Township Levee	This project will construct a flood protection levee around the eastern and southern boundaries of the Two Wells township. The levee will provide protection to the township in a 1 in 100 Annual Exceedance Probability event. The works are proposed outcomes from Two Wells Stormwater Management Plan for Two Wells (2017).	\$1,660,000	\$360,000
2	Prospect Drainage Scheme Upgrade – Stage 1	This project will provide a new, high capacity drainage system by upgrade/replacement of sections of the Prospect Outfall Drain. It will also enable future upstream connections to the new outfall drain to further reduce flood risk. The works are proposed outcomes from the Barker Inlet Central Stormwater Management Plan.	\$1,520,000	\$3,000,000
<b>Total funding</b>			<b>\$3,180,000</b>	<b>\$3,360,000</b>

**Variation to Federation Funding Agreement – Environment on Emergency Response Fund National Flood Mitigation Infrastructure Program 2020-21**

The following varied terms to the Emergency Response Fund **National Flood Mitigation Infrastructure Program 2020-21 Federation Funding Agreement – Environment** Schedule are agreed:

**1. Table 1: Duration**

Former clause

This Schedule is expected to expire 30 June 2024

Varied clause

This Schedule is expected to expire on completion of projects or on 31 December 2025.

The Parties have confirmed their commitment to the variation of the Schedule:

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

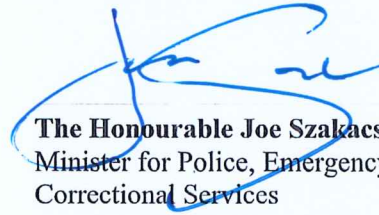


**Senator the Honourable Murray Watt**  
Minister for Emergency Management

Date

27/1/24

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



**The Honourable Joe Szakacs MP**  
Minister for Police, Emergency Services and Correctional Services

Date

22-2-24