

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 2026 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">• infrastructure upgrades and developments that support the diversion of organic waste from landfill• 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• development of sustainable markets for high-value nutrient rich compost and soil conditioners.																								
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><tr><th>Table 1 (\$ million)</th><th>2022-23</th><th>2023-24</th><th>2024-25</th><th>2025-26</th><th>Total</th></tr><tr><td>Estimated total budget</td><td>1.875</td><td>0</td><td>5.625</td><td>3.750</td><td>11.250</td></tr><tr><td>Less estimated National Partnership Payments</td><td>1.125</td><td>0</td><td>2.625</td><td>1.875</td><td>5.625</td></tr><tr><td>Balance of non-Commonwealth contributions</td><td>0.750</td><td>0</td><td>3.00</td><td>1.875</td><td>5.625</td></tr></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	2025-26	Total	Estimated total budget	1.875	0	5.625	3.750	11.250	Less estimated National Partnership Payments	1.125	0	2.625	1.875	5.625	Balance of non-Commonwealth contributions	0.750	0	3.00	1.875	5.625
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Estimated total budget	1.875	0	5.625	3.750	11.250																				
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Balance of non-Commonwealth contributions	0.750	0	3.00	1.875	5.625																				

Additional terms	<p>Financial Contributions</p> <ol style="list-style-type: none"> 1 Western Australia 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 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. <p>Payments</p> <ol style="list-style-type: none"> 3 The Commonwealth will make payments subject to Western Australia 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. <p>Reporting</p> <ol style="list-style-type: none"> 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"> (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: <ol style="list-style-type: none"> 1 progress made in delivering the project including: <ol style="list-style-type: none"> i) progress made to finalise funding arrangements between Western Australia 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: <ol style="list-style-type: none"> 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
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	5	project benefits realised including how the quality, safety and consistency of recycled organic products has been improved.
	6	Western Australia will provide project data to the Commonwealth on a quarterly basis.
	7	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.

Table 2: Milestones, reporting and payment summary

Output	Performance milestones	Report due	Payment
Delivery of projects listed in Table 3.	Milestone 1 <ul style="list-style-type: none"> Quarterly project data provided for the periods ending 31 March. 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. 	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. (\$1,125,000 PAID)
	Milestone 2 <ul style="list-style-type: none"> Quarterly project data provided for the periods ending 30 June, 30 September, 31 December, and 31 March. 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. 	30 April 2025	Equal to: The Commonwealth's co-contributions to payments made and expected payments in 2024-25 Up to a maximum of \$2,625,000.
	Milestone 3 <ul style="list-style-type: none"> Quarterly project data provided for the periods ending 30 June, 30 September, 31 December, and 31 March. Confirmation of the value of payments made and expected payments to Industry Partners in 2025-26, reflecting executed funding agreements between Western Australia and its Industry Partners. 	30 April 2026	Equal to: The Commonwealth's co-contributions to payments made and expected payments in 2025-26 Up to a maximum of \$1,875,000 subject to additional term 4.
	Milestone 4	31 October 2026	NA

	<ul style="list-style-type: none"> Quarterly project data provided for the period ending 30 September. 		
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Table 3: Projects

Project title and description	Industry partner	Expected project duration	Commonwealth funding
Boonanarring Composting Facility Expansion project The project will expand the existing facility to increase processing capacity to support FOGO rollout in the region north of Perth. The project will install enclosed bunker technology and expanded open windrow processing. The project will increase waste processing capacity by 74,500 tonnes per annum and create 12 jobs during construction and 12 ongoing jobs following commissioning.	Go Organics	February 2026	\$1,750,000
C-Wise Organic Carbon Recycling Facility project The project will build a new Organic Carbon Recycling Facility in East Keralup in Western Australia. The facility is designed as modules, each capable of processing 50,000 tonnes of blended inputs per year. 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.	C-Wise Holdings Pty Ltd	March 2026	\$2,875,000
Eastern Metropolitan Regional Council FOGO Processing Facility project 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.	Eastern Metropolitan Regional Council	March 2026	\$1,000,000

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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.			
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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

27 / 3 / 2025

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



The Honourable Matthew Swinbourn MLC
Minister for Environment; Community Services;
Homelessness

16 / 6 / 2025

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