

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 30 June 2028, or on completion of final performance reporting and processing of final payments against milestones.
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 border="1" data-bbox="472 478 1341 852"> <thead> <tr> <th>Table 1 (\$ million)</th> <th>2022- 23</th> <th>2023- 24</th> <th>2024- 25</th> <th>2025- 26</th> <th>2026- 27</th> <th>2027- 28</th> <th>Total</th> </tr> </thead> <tbody> <tr> <td>Estimated total budget</td> <td>1.875</td> <td>0</td> <td>0</td> <td>4.875</td> <td>2.750</td> <td>1.750</td> <td>11.250</td> </tr> <tr> <td><i>Less estimated National Partnership Payments</i></td> <td><i>1.125</i></td> <td><i>0</i></td> <td><i>0</i></td> <td><i>2.250</i></td> <td><i>1.375</i></td> <td><i>0.875</i></td> <td><i>5.625</i></td> </tr> <tr> <td>Balance of non-Commonwealth contributions</td> <td>0.750</td> <td>0</td> <td>0</td> <td>2.625</td> <td>1.375</td> <td>0.875</td> <td>5.625</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 third parties such as local governments and Industry Partners.</p>	Table 1 (\$ million)	2022- 23	2023- 24	2024- 25	2025- 26	2026- 27	2027- 28	Total	Estimated total budget	1.875	0	0	4.875	2.750	1.750	11.250	<i>Less estimated National Partnership Payments</i>	<i>1.125</i>	<i>0</i>	<i>0</i>	<i>2.250</i>	<i>1.375</i>	<i>0.875</i>	<i>5.625</i>	Balance of non-Commonwealth contributions	0.750	0	0	2.625	1.375	0.875	5.625
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Additional terms	<p>Financial Contributions</p> <ol style="list-style-type: none"> 1 Western Australia (WA) 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 WA will at least match the Commonwealth's contribution for each project. WA 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 WA 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. A discussion between the parties will occur prior to any decision being made on unspent funding. <p>Reporting</p> <ol style="list-style-type: none"> 5 WA will report annually 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 																																

	<p>(b) a statement of cash and in-kind contributions from Industry Partners</p> <p>(c) details of projects:</p> <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 WA 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 <p>(d) for completed projects:</p> <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 end 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 improved. <p>6 WA will provide project data updates as requested by the Commonwealth (but no more frequently than on a quarterly basis).</p> <p>7 WA 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>
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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 period 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 or expected to be made under this agreement for the period (1 July 2022 – 30 June 2023). (\$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 payment made and expected payments to Industry Partners in 2023-24, reflecting executed funding agreements between Western Australia and its Industry Partners. 	30 April 2024	Equal to: 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). (No Commonwealth payment made)
	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 payment 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 or expected to be made under this agreement for the period (1 July 2024 - 30 June 2025). (No Commonwealth payment made)
	Milestone 4 <ul style="list-style-type: none"> WA has provided project data updates as requested by the Commonwealth (but no more frequently than on a quarterly basis). 	30 April 2026	Equal to: The Commonwealth's co-contributions to payments made or expected to be made under this agreement for the period (1 July 2025 - 30 June 2026).

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	<ul style="list-style-type: none"> Annual Report provided for the period 1 April 2025 - 31 March 2026. The value of payments made or expected to be made to approved Industry Partners consistent with this agreement for the period of (1 July 2025 - 30 June 2026). 		Up to a maximum of \$2,250,000 subject to Additional term 4.
	<p>Milestone 5</p> <ul style="list-style-type: none"> WA has provided project data updates as requested by the Commonwealth (but no more frequently than on a quarterly basis). Annual Report provided for the period 1 April 2026 - 31 March 2027. The value of payments made or expected to be made to approved Industry Partners consistent with this agreement for the period of (1 July 2026 - 30 June 2027). 	30 April 2027	<p>Equal to:</p> <p>The Commonwealth's co-contributions to payments made or expected to be made under this agreement for the period (1 July 2026 - 30 June 2027).</p> <p>Up to a maximum of \$1,375,000 subject to Additional term 4.</p>
	<p>Milestone 6</p> <ul style="list-style-type: none"> WA has provided project data updates as requested by the Commonwealth (but no more frequently than on a quarterly basis). Annual Report provided for the period 1 April 2027 - 31 March 2028. The value of payments made or expected to be made to approved Industry Partners consistent with this agreement for the period of (1 July 2027 - 30 June 2028). 	30 June 2028	<p>Equal to:</p> <p>The Commonwealth's co-contributions to payments made or expected to be made under this agreement for the period (1 July 2027 - 30 June 2028).</p> <p>Up to a maximum of \$875,000 subject to Additional term 4.</p>

Note: If acceptable evidence of a milestone is submitted after 1 May (but no later than 30 June) in any given financial year, this may result in the Commonwealth accruing the expense (rather than making the payment that year), meaning that the Commonwealth payment is made in the subsequent financial year.

Table 3: Projects

Project title and description	Industry partner	Expected project completion date	Commonwealth funding
<p>Boonanarring Composting Facility Expansion project</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 additional equipment to improve processing efficiencies, thereby increasing capacity and reducing contamination to improve the quality of the end market product.</p> <p>The project will increase FOGO waste processing capacity by 74,500 tonnes per annum and create 12 jobs during construction and 12 ongoing jobs following commissioning.</p>	REMONDIS GO Organics Pty Ltd	30 September 2026	\$1,750,000
<p>C-Wise Organic Carbon Recycling Facility project</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 24 jobs during construction and 36 ongoing jobs following commissioning.</p>	C-Wise Holdings Pty Ltd	31 June 2026	\$2,875,000
<p>Eastern Metropolitan Regional Council FOGO Processing Facility project</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> <p>The project will install two new mobile aerated floor (MAF) systems with dome roof structures for odour control.</p>	Eastern Metropolitan Regional Council	30 August 2026	\$1,000,000

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The project will increase waste processing capacity by 20,000 tonnes per annum and create 3 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



Senator the Hon Murray Watt
Minister for the Environment and Water

5 / 3 / 2026

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



The Hon Matthew Swinbourn MLC
Minister for the Environment; Community Services;
Homelessness

26 / 04 / 2026

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