Schedule

Variation #1 - Support for Victorian Renewable Energy Zone Development Plan Stage 1 Projects

FEDERATION FUNDING AGREEMENT – ENVIRONMENT

Table 1: Formalities and operation of schedule	
Parties	Commonwealth of Australia (Commonwealth) State of Victoria
Background	On 1 August 2025 the Parties confirmed their commitment to the following Schedule to the Federation Funding Agreement – Environment: Support for Victorian Renewable Energy Zone Development Plan Stage 1 Projects (**Original FFA**) The Parties agree to vary the terms of the Original FFA as set out in this Variation #1.
Variation	**Delete from** Appendix A: Vic Renewable Energy Zone Development Plan – Stage 1 Projects the words that are crossed through below:

Appendix A: VIC Renewable Energy Zone Development Plan – Stage 1 Projects			
Program	**Included projects**	**Additional capacity unlocked**	**Indicative Timing**
Murray River REZ augmentations	~~Red Cliffs Terminal Station – Kiamal Terminal Station – Murrawarra Terminal Station – Horsham Terminal Station – Bulgana Termination Station thermal loading control scheme~~	Average time of day increase in renewable energy generation 112 MW	December 2025
	Red Cliffs Terminal Station – Kiamal Terminal Station – Murrawarra Terminal Station – Horsham Terminal Station – Bulgana Terminal Station MurrayLink runback control scheme for MurrayLink import		
	Ararat Terminal Station, Waubra Terminal Station, Ballarat Terminal Station, Bulgana Terminal Station and possibly Kiamal Terminal Station station interplant upgrades		
South West REZ augmentations	Ballarat Terminal Station – Terang Terminal Station – Moorabool Terminal Station thermal loading control scheme	Average time of day increase in renewable generation of up to 81 MW	July 2026
	Heywood Terminal Station – Moorabool Terminal Station uprating (substation / auxiliary upgrade and dynamic line rating		
	Sydenham Terminal Station – Keilor Terminal Station line uprating (station upgrade)		
	Moorabool Terminal Station 220 kV transformer (station upgrade)		
Murray River REZ	A non-network service provided with respect to the Bendigo Terminal Station-	300 MW of	July 2025

non-network service	Kerang Terminal Station-Wemen Terminal Station -Red Cliffs Terminal Station-Kiamal Terminal Station segment of the declared transmission system.	additional generation capacity	
Western Victoria REZ non-network service	A non-network service provided to AEMO for or with respect to the Ballarat Terminal Station-Waubra Terminal Station-Ararat Terminal Station-Crowlands Terminal Station-Horsham Terminal Station-Murrawarra Terminal Station segment of the declared transmission	600 MW of additional generation capacity	February 2026

The Parties confirm their commitment to this Schedule as varied:

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

The Honourable Chris Bowen MP

Minister for Climate Change and Energy

[Day] [Month] [Year]

12/06/26

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

Jaclyn Symes MP

~~**The Honourable Lily D'Ambrosio MP**~~

Minister for Energy and Resources

[Day] [Month] [Year]

28/10/2026