

Regional Recovery Partnership – Kangaroo Island

FEDERATION FUNDING AGREEMENT – INFRASTRUCTURE

Table 1: Formalities and operation of schedule

Parties	Commonwealth South Australia
Duration	This Schedule will commence as soon as the Commonwealth and the South Australian Governments sign it and will expire on 31 December 2023 or on completion of the projects, including final performance reports, unless terminated earlier or extended as agreed in writing by the Parties.
Purpose	This Schedule will support the delivery of the Regional Recovery Partnership in the Kangaroo Island region. This Partnership supports existing state and regional recovery plans with a package of targeted initiatives to deliver jobs, economic recovery and economic diversification.
Partnership project purposes	<p>The projects under the Partnerships are:</p> <ul style="list-style-type: none"> – Kangaroo Island Workforce Accommodation –this initiative will deliver a workforce accommodation solution of 20 self-contained units to address the significant current challenges of sourcing workforce on the Island. The project will also increase capacity of Government (including Commonwealth Government/Australian Defence Force) to deploy emergency responders to the Island in the event of a natural disaster or other emergency. The new facility will provide centralised, secure and comfortable workforce accommodation, co-located with the Island’s health service. – Cape Willoughby – Visitor Experience Hub and Stage 1 East End Multiday Walk - The project will upgrade the day visitor precinct and will include a fully accessible walk to a ground viewing area at Devil’s Kitchen, the construction of a new café and visitor information facility and will complete Stage 1 of the east end multi-day walk nodes. Completed detailed designs for 30km East End multiday walk – Penneshaw to Cape Willoughby and Stage 1 construction which would include 2 visitor nodes and 15km of trail. – Kangaroo Island AgTech Hub – The project will ensure that AgTech is fully utilised to create step change to the profitability and sustainability of primary production on Kangaroo Island, including the establishment of AgTech demonstration farms and hosting of AgTech demonstration field days and tours.

<p>Estimated financial contributions</p>	<p>The Commonwealth will provide a total financial contribution to South Australia of \$10.0 m on commencement of the Schedule.</p> <p>South Australia will provide contributions set out in Table 1.</p> <hr/> <p>Table 1</p> <table border="1"> <thead> <tr> <th>(\$ million)</th> <th>2020-21</th> <th>2021-22</th> <th>2022-23</th> <th>2023-24</th> <th>Total</th> </tr> </thead> <tbody> <tr> <td>Estimated total budget</td> <td>3.0</td> <td>12.5</td> <td>0.0</td> <td>0.0</td> <td>15.5</td> </tr> <tr> <td>Less National Partnership Payments</td> <td>0.0</td> <td>10.0</td> <td>0.0</td> <td>0.0</td> <td>10.0</td> </tr> <tr> <td>Balance of non-Commonwealth contributions</td> <td>3.0</td> <td>2.5</td> <td>0.0</td> <td>0.0</td> <td>5.5</td> </tr> </tbody> </table> <p>* South Australia is not required to provide financial and/or in-kind contributions under the terms of this Agreement, however it allocates its own source funding and provides in-kind contributions to support achievement of the outputs of this Agreement.</p> <p>**Non-commonwealth contributions breakdown - \$1.5 million to Workforce Accommodation project and \$4.0 million to Cape Willoughby.</p>	(\$ million)	2020-21	2021-22	2022-23	2023-24	Total	Estimated total budget	3.0	12.5	0.0	0.0	15.5	Less National Partnership Payments	0.0	10.0	0.0	0.0	10.0	Balance of non-Commonwealth contributions	3.0	2.5	0.0	0.0	5.5
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<p>Reporting arrangements</p>	<p>Tables 2 A-C summarises the milestones for the projects, their relationships to the outputs, expected completion dates, relevant reporting dates and expected payments to be made.</p> <p>The South Australian Government will provide performance reports in accordance with Tables 2 A-C during the operation of the Schedule. Each performance report is to contain tracking of actual performance in the period to date against project milestones across all regions and advice on any broader policy issues impacting on Partnership delivery. The reports, as appropriate, should also explain how projects have contributed to Partnership objectives in particular creating jobs, economic growth and economic diversification in each location, and how the project's impact has been amplified by other partners' efforts.</p>																								
<p>Evaluation</p>	<p>The Commonwealth will be responsible for conducting an evaluation of the Partnerships and initiatives delivered under this Agreement in 2022-23. South Australia and other project proponents will be responsible for participating in the evaluation.</p> <p>South Australia is to provide a summary of initiatives implemented under each Partnership, and outcomes they have and are expected to achieve, including a statement on the completion of all capital works for these projects.</p>																								
<p>Shared roles</p>	<p>All Parties will continue to broker solutions between their different governments to help align efforts to assist economic recovery in the different regions.</p> <p>All parties will commit to best practice governance arrangements in order to deliver the reports and Partnerships in a timely manner.</p> <p>In addition, Schedule E, Clause 26 of the IGA FFR outcomes will be applicable to projects funded under Partnerships.</p>																								

Table 2A: Performance requirements, reporting and payment summary – Kangaroo Island Workforce Accommodation

Performance milestones	Progress Report due	Payment
Commencement of Schedule	n/a	\$5 million
Tender invite to professional services contractors (PSC's) to lead design work	01/11/2021	n/a
Completion of concept design for Barossa Hills Fleurieu Local Health Network (BHFLHN) endorsement	07/03/2022	n/a
Completion of construction documentation and issue of construction tender to market	06/06/2022	n/a
Commencement of site works, as evidenced by Development Approval certificate, and handover of site to construction contractor	05/09/2022	n/a
Practical completion of site works, occupancy by BHFLHN as evidenced by Certificate of Occupancy	12/06/2023	n/a
Completion Report for works funded under the Regional Recovery Partnerships	26/06/2023	n/a

Table 2B: Performance requirements, reporting and payment summary: Cape Willoughby – Visitor Experience Hub and Stage 1 East End Multiday Walk

Performance milestones	Progress Report due	Payment
Commencement of Schedule	n/a	\$4 million
Finalise designs for café/information centre and visitor experience enhancements Finalise designs & costings for East End multiday walk – Penneshaw to Cape Willoughby	20/02/2023	n/a
Commence construction of café/information centre and visitor experience enhancements Commence construction of stage 1 east end multi-day walk nodes	01/06/2023	n/a
Commission and launch of new visitor precinct & walking nodes	30/12/2023	n/a
Completion Report for works funded under the Regional Recovery Partnerships	30/12/2023	n/a

Table 2C: Performance requirements, reporting and payment summary – Kangaroo Island AgTech Hub

Performance milestones	Progress Report due	Payment
Commencement of Schedule	n/a	\$1.0 million
Engagement of a Kangaroo Island focused AgTech Liaison Officer and delivery of project plan for the AgTech start-up support services that assist entrepreneurs to develop entrepreneurship and technology capabilities to solve critical Kangaroo Island industry challenges	31/12/2021	n/a
Delivery of reports on applied AgTech research projects, proof-of-concept assessments and validation of innovative AgTech solutions with commercial potential for Kangaroo Island primary production systems.	30/6/2022	n/a
AgTech demonstration farms established and first AgTech demonstration field days and tours held.	31/12/2022	n/a
Completion Report for works funded under the Regional Recovery Partnerships	31/12/2023	n/a

The Parties have confirmed their commitment to this schedule as follows:

Signed for and on behalf of the Commonwealth of Australia by



The Hon Catherine King MP
Minister for Infrastructure, Transport, Regional Development and Local Government

19.12 2022

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



The Hon Clare Scriven MLC
Minister for Primary Industries and Regional Development of the State of South Australia

11.3.2023