

## PART 2: PAYMENTS FOR SPECIFIC PURPOSES

### OVERVIEW

The Commonwealth provides payments to the States for specific purposes in policy areas for which the States have primary responsibility. These payments cover most functional areas of State and local government activity, including health, education, skills and workforce development, community services, housing, Indigenous affairs, infrastructure and the environment.

The Commonwealth currently supports the States in certain service delivery sectors through three National Specific Purpose Payments (National SPPs) – Skills and Workforce Development, Disability Services and Affordable Housing. The States are required to spend each National SPP in the relevant sector.

The National SPPs are ongoing and are indexed each year by growth factors specified in the *Intergovernmental Agreement on Federal Financial Relations* (the Intergovernmental Agreement). They are distributed among the States in accordance with population shares based on the Australian Statistician's determination as at 31 December of the relevant year.

The Commonwealth also supports the States through the provision of public hospitals funding. This funding is currently calculated by reference to the level of estimated efficient growth in hospital activity in each State. At the 1 April 2016 Council of Australian Governments (COAG) meeting, the Commonwealth and the States signed a three year Heads of Agreement for public hospitals ahead of consideration of longer-term funding arrangements. The Commonwealth will provide an estimated additional \$2.9 billion over three years for public hospital services with growth capped at 6.5 per cent per year. Further details are included in the Health section of this Part.

Between 2018 and 2020, the Commonwealth will also provide \$1.2 billion in additional funding for government and non-government schools. Funding, which will grow by 3.56 per cent and enrolments each year, will be contingent on reform efforts by the States and non-government schools sector to improve education outcomes.

These funding arrangements for schools and hospitals provide an opportunity to develop longer-term funding arrangements and further reforms that focus on quality and sustainability into the future.

Under the Intergovernmental Agreement, National Partnership payments to the States are the key vehicle to facilitate reforms or support the delivery of projects and services. National Partnerships are typically entered into for a fixed period of time, reflecting the nature of the project or reform involved.

To the fullest extent possible, payments are aligned with the achievement of milestones and are made after the States have achieved the outcomes or outputs specified in the relevant National Partnership.

National Partnerships are publicly available on the Federal Financial Relations website at: [www.federalfinancialrelations.gov.au](http://www.federalfinancialrelations.gov.au).

### Total payments for specific purposes

Total payments for specific purposes by category are shown in Table 2.1.

**Table 2.1: Total payments for specific purposes by category, 2015-16 to 2019-20**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
<b>2015-16</b>									
National Specific Purpose									
Payments	1,353	1,056	847	460	300	91	69	43	4,220
National Health Reform funding	5,552	4,175	3,525	1,822	1,224	375	325	199	17,196
Students First funding	4,809	3,915	3,301	1,561	1,129	368	265	284	15,636
National Partnership payments(b)	3,478	2,107	2,476	1,726	661	276	106	724	12,908
Total payments for specific purposes	15,192	11,253	10,150	5,569	3,315	1,111	765	1,250	49,958
<b>2016-17</b>									
National Specific Purpose									
Payments	1,379	1,080	864	471	305	92	71	44	4,306
National Health Reform funding	5,717	4,373	3,630	2,012	1,268	365	341	206	17,912
Students First funding	5,242	4,240	3,651	1,673	1,194	397	280	319	16,996
National Partnership payments(b)	4,897	2,068	3,346	1,763	1,158	379	182	623	16,068
Total payments for specific purposes	17,235	11,760	11,491	5,918	3,925	1,233	874	1,191	55,280
<b>2017-18</b>									
National Specific Purpose									
Payments	1,410	1,107	883	484	310	93	47	44	4,377
National Health Reform funding	6,022	4,596	3,853	2,155	1,326	378	365	229	18,923
Students First funding	5,552	4,469	3,833	1,857	1,265	410	294	316	17,997
National Partnership payments(b)	4,130	1,910	3,491	1,836	1,294	256	142	465	14,727
Total payments for specific purposes	17,114	12,081	12,060	6,332	4,195	1,136	848	1,055	56,025
<b>2018-19</b>									
National Specific Purpose									
Payments	930	1,135	903	497	203	94	47	45	3,855
National Health Reform funding	6,340	4,829	4,089	2,307	1,387	390	392	253	19,987
Students First funding	5,747	4,690	3,971	2,050	1,337	417	313	308	18,833
National Partnership payments(b)	3,464	2,228	3,057	1,644	1,011	325	114	225	12,616
Total payments for specific purposes	16,482	12,883	12,019	6,498	3,937	1,225	866	830	55,291

**Table 2.1: Total payments for specific purposes by category, 2015-16 to 2019-20 (continued)**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
<b>2019-20</b>									
National Specific Purpose									
Payments	945	746	591	513	205	60	48	29	3,138
National Health Reform funding	6,674	5,074	4,337	2,470	1,449	403	420	278	21,106
Students First funding	5,996	4,933	4,209	2,157	1,395	430	331	325	19,777
National Partnership payments(b)	2,378	1,570	2,249	1,095	575	207	120	218	8,959
Total payments for specific purposes	15,993	12,322	11,386	6,235	3,624	1,101	919	851	52,981

(a) As State allocations for a small number of programmes have yet to be determined, these payments are not included in State totals. As a result, total payments may not equal the sum of State totals.

(b) Includes financial assistance grants for local government and payments direct to local government.

Total payments for specific purposes by sector are shown in Table 2.2.

**Table 2.2: Total payments for specific purposes by sector, 2015-16 to 2019-20**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
Health	17,906	18,723	19,552	20,598	21,712
Education	16,260	17,574	18,429	18,873	19,817
Skills and workforce development	1,852	1,992	1,499	1,522	1,548
Community services	2,981	2,558	2,854	4,885	1,530
Affordable housing	1,883	1,936	1,759	1,387	1,409
Infrastructure	6,999	9,178	8,754	5,046	3,956
Environment	590	692	491	228	150
Contingent	49	28	11	..	..
Other(a)	1,438	2,601	2,676	2,752	2,859
<b>Total payments for specific purposes</b>	<b>49,958</b>	<b>55,280</b>	<b>56,025</b>	<b>55,291</b>	<b>52,981</b>

(a) Includes financial assistance grants for local government.

Total payments for specific purposes by sector and category are shown in Table 2.3.

**Table 2.3: Total payments for specific purposes by sector and category, 2015-16 to 2019-20**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<i>Health</i>					
National Health Reform funding	17,196	17,912	18,923	19,987	21,106
National Partnerships	710	811	629	611	606
<b>Total health payments</b>	<b>17,906</b>	<b>18,723</b>	<b>19,552</b>	<b>20,598</b>	<b>21,712</b>
<i>Education</i>					
Students First funding	15,636	16,996	17,997	18,833	19,777
National Partnerships	624	578	432	40	40
<b>Total education payments</b>	<b>16,260</b>	<b>17,574</b>	<b>18,429</b>	<b>18,873</b>	<b>19,817</b>
<i>Skills and workforce development</i>					
National Skills and Workforce					
Development SPP	1,455	1,476	1,499	1,522	1,548
National Partnerships	397	516	-	-	-
<b>Total skills and workforce development payments</b>	<b>1,852</b>	<b>1,992</b>	<b>1,499</b>	<b>1,522</b>	<b>1,548</b>
<i>Community services</i>					
National Disability SPP	1,440	1,487	1,516	949	185
National Partnerships	1,541	1,071	1,338	3,936	1,344
<b>Total community services payments</b>	<b>2,981</b>	<b>2,558</b>	<b>2,854</b>	<b>4,885</b>	<b>1,530</b>
<i>Affordable housing</i>					
National Affordable Housing SPP	1,324	1,343	1,363	1,383	1,405
National Partnerships	559	593	397	4	4
<b>Total affordable housing payments</b>	<b>1,883</b>	<b>1,936</b>	<b>1,759</b>	<b>1,387</b>	<b>1,409</b>
<i>Infrastructure</i>					
National Partnerships	6,999	9,178	8,754	5,046	3,956
<i>Environment</i>					
National Partnerships	590	692	491	228	150
<i>Contingent payments</i>					
National Partnerships	49	28	11	..	..
<i>Other</i>					
National Partnerships(a)	1,438	2,601	2,676	2,752	2,859
<b>Total payments for specific purposes</b>	<b>49,958</b>	<b>55,280</b>	<b>56,025</b>	<b>55,291</b>	<b>52,981</b>

(a) Includes financial assistance grants for local government.

Further information on each of these payments is contained in this Part. New measures associated with payments to the States are included in Budget Paper No. 2, *Budget Measures 2016-17*.

Total payments to the States for specific purposes, as categorised by Government Finance Statistics functions, are set out in Appendix B, which is available online.

## HEALTH

In 2016-17, the Commonwealth will provide funding of \$18.7 billion to support State health services, including \$17.9 billion in National Health Reform funding and \$811.5 million in National Partnership payments, as detailed in Table 2.4.

**Table 2.4: Payments to support State health services**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Health Reform funding</b>	17,195.9	17,911.6	18,922.8	19,986.7	21,105.8
<b>National Partnership payments</b>					
Health services	88.3	79.7	31.5	27.5	13.5
Health infrastructure	237.4	156.2	31.1	10.2	-
Indigenous health	16.4	17.4	7.3	7.6	7.9
Other health payments	367.6	558.2	559.4	565.7	584.4
<b>Total</b>	<b>17,905.7</b>	<b>18,723.1</b>	<b>19,552.1</b>	<b>20,597.6</b>	<b>21,711.6</b>

### National Health Reform funding

In 2016-17, National Health Reform funding is estimated to be \$17.9 billion. This is an increase of \$1.0 billion, or 6.2 per cent, from 2015-16, excluding an adjustment for 2014-15 outcomes.

#### National Health Reform funding<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
<b>2015-16</b>									
Hospital services	5,438.8	4,086.3	3,454.5	1,783.3	1,198.9	367.3	318.9	195.1	16,843.2
Public health	113.1	88.3	70.8	38.4	25.1	7.6	5.8	3.6	352.8
Total(b)	5,551.8	4,174.6	3,525.3	1,821.8	1,224.0	375.0	324.7	198.7	17,195.9
<b>2016-17</b>									
Hospital services	5,597.8	4,279.4	3,555.7	1,970.9	1,241.6	357.4	334.7	202.5	17,540.0
Public health	119.0	93.2	74.6	40.7	26.3	7.9	6.1	3.8	371.6
Total	5,716.9	4,372.7	3,630.3	2,011.5	1,267.9	365.3	340.8	206.2	17,911.6
<b>2017-18</b>									
Hospital services	5,896.3	4,497.3	3,774.7	2,111.6	1,298.6	369.4	359.0	224.7	18,531.5
Public health	125.3	98.4	78.5	43.0	27.5	8.2	6.4	3.9	391.4
Total	6,021.6	4,595.7	3,853.2	2,154.6	1,326.1	377.6	365.4	228.7	18,922.8
<b>2018-19</b>									
Hospital services	6,208.4	4,725.3	4,005.9	2,261.9	1,357.7	381.7	384.9	248.6	19,574.4
Public health	132.0	103.9	82.6	45.5	28.8	8.6	6.7	4.1	412.3
Total	6,340.4	4,829.2	4,088.5	2,307.4	1,386.5	390.3	391.6	252.7	19,986.7
<b>2019-20</b>									
Hospital services	6,534.9	4,963.8	4,250.2	2,422.3	1,419.1	394.4	412.6	274.0	20,671.4
Public health	139.0	109.7	86.9	48.2	30.2	8.9	7.1	4.3	434.4
Total	6,673.9	5,073.5	4,337.1	2,470.5	1,449.3	403.3	419.7	278.4	21,105.8

(a) The efficient growth funding component of National Health Reform funding is indicative only. The distribution of efficient growth funding will be determined by the actual efficient growth in activity in each of the States

(b) National Health Reform funding in 2015-16 includes an adjustment of \$327.8 million related to services provided in 2014-15.

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From July 2014 to June 2017, National Health Reform funding is linked to the level of services delivered by public hospitals as provided under the National Health Reform Agreement. During this period, each State's entitlement is directly linked to the growth in public hospital activity provided in that jurisdiction and the national efficient price determined by the Independent Hospital Pricing Authority.

At the April 2016 Council of Australian Governments meeting, the Commonwealth and the States signed a Heads of Agreement for public hospitals funding from 1 July 2017 to 30 June 2020 ahead of consideration of longer-term arrangements. This agreement preserves important parts of the existing system, including activity based funding and the national efficient price, with growth in Commonwealth funding capped at 6.5 per cent a year. It focuses on improving patient safety and the quality of services, and reducing unnecessary hospitalisations.

A new spending measure associated with this additional funding is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**Final entitlement to National Health Reform funding**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
<b>2014-15</b>									
National Health Reform	4,995.5	3,892.0	3,190.8	1,734.4	1,147.8	346.4	314.0	170.4	15,791.2

The Treasurer determined final entitlements for 2014-15 National Health Reform funding in accordance with advice from the Administrator of the National Health Funding Body.

**National Partnership payments for health**

A total of \$811.5 million will be provided to the States in 2016-17 under the following health categories:

- health services;
- health infrastructure;
- Indigenous health; and
- other health payments.

## Health services

In 2016-17, the Commonwealth is estimated to provide \$79.7 million to support the delivery of health services in the States.

### 2.4.1 Health services

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Partnership payments</b>					
Additional assistance for public hospitals	-	-	-	1.9	4.1
Expansion of the BreastScreen					
Australia program	13.6	15.8	-	-	-
Hummingbird House	0.8	0.8	0.8	0.8	0.8
National Bowel Cancer Screening					
Program – participant follow-up					
function	2.4	4.7	6.4	-	-
OzFoodNet	1.7	1.7	1.8	1.8	1.8
Royal Darwin Hospital – equipped,					
prepared and ready	15.5	15.7	16.0	16.3	-
Torres Strait health protection strategy					
– mosquito control	1.0	1.0	1.0	1.0	1.0
Torres Strait / Papua New Guinea					
cross border health issues	4.6	4.7	4.7	4.8	4.9
Vaccine-preventable diseases					
surveillance	0.8	0.8	0.8	0.9	0.9
Victorian Cytology Service	9.3	9.8	-	-	-
Improving Health Services in Tasmania					
Better access to community based					
palliative care services	1.7	-	-	-	-
Cradle Coast Connected Care clinical					
repository	0.3	-	-	-	-
Improving patient pathways through					
clinical and system redesign	7.9	1.1	-	-	-
Innovative flexible funding for					
mental health	1.0	-	-	-	-
Reducing elective surgery waiting					
lists in Tasmania	12.0	8.5	-	-	-
Subacute and acute projects	15.7	15.0	-	-	-
<b>Total</b>	<b>88.3</b>	<b>79.7</b>	<b>31.5</b>	<b>27.5</b>	<b>13.5</b>

### National Partnership on additional assistance for public hospitals<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	1.9	-	-	1.9
2019-20	-	-	-	-	-	4.1	-	-	4.1

(a) Funding is indicative only and will depend on final entitlements to National Health Reform funding from 2017-18 to 2019-20.

The Commonwealth will provide funding to Tasmania and the Australian Capital Territory for the *National Partnership on additional assistance for public hospitals* in the event that growth in National Health Reform funding is lower than growth in CPI and

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population in a given year. These arrangements will be settled following further negotiations with Tasmania and the Australian Capital Territory.

A new spending measure associated with the additional assistance for public hospitals is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership on expansion of the BreastScreen Australia programme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	4.8	3.5	1.4	2.0	1.1	0.4	0.4	0.1	13.6
2016-17	5.4	4.3	1.6	2.3	1.3	0.5	0.3	0.1	15.8
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on expansion of the BreastScreen Australia programme* to improve the early detection of breast cancer by expanding the target age range of the BreastScreen Australia programme from women 50 to 69 years of age to women 50 to 74 years of age. This builds on the existing BreastScreen Australia programme, which commenced in 1991.

**National Partnership on Hummingbird House**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	0.8	-	-	-	-	-	0.8
2016-17	-	-	0.8	-	-	-	-	-	0.8
2017-18	-	-	0.8	-	-	-	-	-	0.8
2018-19	-	-	0.8	-	-	-	-	-	0.8
2019-20	-	-	0.8	-	-	-	-	-	0.8

The Commonwealth is providing funding for the *National Partnership on Hummingbird House* for the operation of a dedicated respite and hospice care facility for children with life limiting conditions and their families and carers.

**National Partnership on the National Bowel Cancer Screening Programme — participant follow-up function**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	0.8	0.7	0.3	0.3	0.2	0.1	0.1	2.4
2016-17	1.5	1.1	0.9	0.5	0.3	0.2	0.2	0.1	4.7
2017-18	2.0	1.5	1.2	0.6	0.4	0.2	0.2	0.1	6.4
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the National Bowel Cancer Screening Programme — participant follow-up function*. This initiative funds the follow-up of participants who return a positive test result and are not recorded as having attended a consultation with a health professional. The programme will be expanded to provide access to biennial screening for all Australians aged 50 to 74 by 2019-20.



**National Partnership on OzFoodNet**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.3	0.3	0.3	0.2	0.2	0.2	0.1	0.1	1.7
2016-17	0.4	0.3	0.3	0.2	0.2	0.2	0.1	0.1	1.7
2017-18	0.4	0.3	0.3	0.2	0.2	0.2	0.1	0.1	1.8
2018-19	0.4	0.3	0.3	0.2	0.2	0.2	0.1	0.2	1.8
2019-20	0.4	0.3	0.3	0.2	0.2	0.2	0.1	0.2	1.8

The Commonwealth is providing funding for the *National Partnership on OzFoodNet*. This is a collaborative initiative with State health authorities for enhanced foodborne disease surveillance. This initiative aims to provide a better understanding of the causes and incidence of foodborne disease in the community and to provide an evidence base for policy formulation. OzFoodNet collaborates nationally to coordinate investigations into foodborne disease outbreaks, particularly those that cross State and country borders.

A new spending measure associated with the OzFoodNet programme is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership on Royal Darwin Hospital — equipped, prepared and ready**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	15.5	15.5
2016-17	-	-	-	-	-	-	-	15.7	15.7
2017-18	-	-	-	-	-	-	-	16.0	16.0
2018-19	-	-	-	-	-	-	-	16.3	16.3
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on Royal Darwin Hospital – equipped, prepared and ready* to maintain the National Critical Care and Trauma Response Centre at Royal Darwin Hospital in a state of readiness to respond to major health incidents in the region.

**National Partnership on the Torres Strait health protection strategy — mosquito control**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	1.0	-	-	-	-	-	1.0
2016-17	-	-	1.0	-	-	-	-	-	1.0
2017-18	-	-	1.0	-	-	-	-	-	1.0
2018-19	-	-	1.0	-	-	-	-	-	1.0
2019-20	-	-	1.0	-	-	-	-	-	1.0

The Commonwealth is providing funding for the *National Partnership on the Torres Strait health protection strategy – mosquito control* to assist in mosquito detection and elimination. Funding also supports employment of a Torres Strait communication officer to improve communication and coordination between Australia and Papua New Guinea to reduce the spread of communicable diseases in the Torres Strait.

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New spending measures associated with the Torres Strait health protection strategy are discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership on Torres Strait / Papua New Guinea cross border health issues**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	4.6	-	-	-	-	-	4.6
2016-17	-	-	4.7	-	-	-	-	-	4.7
2017-18	-	-	4.7	-	-	-	-	-	4.7
2018-19	-	-	4.8	-	-	-	-	-	4.8
2019-20	-	-	4.9	-	-	-	-	-	4.9

The Commonwealth is providing funding for the *National Partnership on Torres Strait / Papua New Guinea cross border health issues*. Under this programme, the Commonwealth is providing funding to Queensland as a contribution towards the costs of treating Papua New Guinean nationals who travel through the Torres Strait Treaty zone and access healthcare facilities in the Queensland health and hospitals network.

A new spending measure associated with Torres Strait / Papua New Guinea cross border health issues is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership on vaccine-preventable diseases surveillance**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.2	0.2	0.2	0.1	0.1	..	..	..	0.8
2016-17	0.2	0.2	0.2	0.1	0.1	..	..	..	0.8
2017-18	0.2	0.2	0.2	0.1	0.1	..	..	..	0.8
2018-19	0.2	0.2	0.2	0.1	0.1	..	..	0.1	0.9
2019-20	0.2	0.2	0.2	0.1	0.1	..	..	0.1	0.9

The Commonwealth is providing funding for the *National Partnership on vaccine-preventable diseases surveillance* to improve surveillance reporting of nationally notifiable vaccine-preventable diseases and allow national monitoring, analysis and timely reporting of data to provide an evidence base for policy formulation.

A new spending measure associated with surveillance of vaccine-preventable diseases is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership for Victorian Cytology Service**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	9.3	-	-	-	-	-	-	9.3
2016-17	-	9.8	-	-	-	-	-	-	9.8
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for Victorian Cytology Service* to support the early detection of pre-cancerous cervical conditions by processing pap smears undertaken by general practitioners and other health professionals.

**National Partnership on Improving Health Services in Tasmania**

The Commonwealth is providing funding for a package of measures to address pressures on the Tasmanian health system and improve healthcare outcomes for Tasmanians.

**Better access to community based palliative care services component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	1.7	-	-	1.7
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding to strengthen the capacity of existing publicly funded palliative care services and networks, and to improve access to multi-disciplinary community based palliative care services.

**Cradle Coast Connected Care clinical repository component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	0.3	-	-	0.3
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding to support the continued operation of the Cradle Coast Connected Care clinical repository. The clinical repository stores advance care plans, which document a person's preferences about health, personal care and preferred health outcomes, and guide future decision making when the person cannot make or communicate decisions relating to their health needs.

**Improving patient pathways through clinical and system redesign component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	7.9	-	-	7.9
2016-17	-	-	-	-	-	1.1	-	-	1.1
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to support clinical system redesign at the Royal Hobart Hospital and the Launceston General Hospital to alleviate pressure on emergency departments through innovative service delivery models such as emergency medical units.

**Innovative flexible funding for mental health component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	1.0	-	-	1.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for packages of care to support Tasmanians not well served by mainstream care approaches, including those affected by alcohol, drug, and other complex mental health issues. The funding will be innovative and flexible to provide intensive, short term support that is individualised, community based and recovery focused.

**Reducing elective surgery waiting lists in Tasmania component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	12.0	-	-	12.0
2016-17	-	-	-	-	-	8.5	-	-	8.5
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to increase Tasmania's capacity to perform elective surgery procedures and increase efficiency and productivity through improved elective surgery management practices. This will ensure that patients receive their operations in priority of clinical need and will support Tasmania in managing its elective surgery waiting list.

**Subacute and acute projects component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	15.7	-	-	15.7
2016-17	-	-	-	-	-	15.0	-	-	15.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to Tasmania to improve the whole of system approach to subacute and acute services models. The funding also provides for continued services at the John L. Grove Rehabilitation Centre.

## Health infrastructure

In 2016-17, the Commonwealth is estimated to provide \$156.2 million to support the development of health-related infrastructure in the States.

**Table 2.4.2 Health infrastructure**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Partnership payments</b>					
Hospital infrastructure and other projects of national significance	0.6	-	-	-	-
National cancer system	62.1	5.0	1.6	-	-
Regional priority round	117.8	128.0	29.5	10.2	-
Albury-Wodonga Cardiac Catheterisation Laboratory	3.5	1.5	-	-	-
Bright Hospital – feasibility study	0.1	-	-	-	-
Construction of Palmerston Hospital	-	20.0	-	-	-
Improving local access to health care on Phillip Island	2.5	-	-	-	-
Redevelopment of the Royal Victorian Eye and Ear Hospital	50.0	-	-	-	-
Upgrade of Ballina Hospital	0.9	1.7	-	-	-
<b>Total</b>	<b>237.4</b>	<b>156.2</b>	<b>31.1</b>	<b>10.2</b>	<b>-</b>

### Hospital infrastructure and other projects of national significance

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	0.6	-	-	-	-	0.6
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to support the development of health infrastructure projects of national significance. The Commonwealth will collaborate with the States to expand and modernise key public hospitals across Australia.

These projects were previously funded from the Health and Hospitals Fund, which closed on 29 October 2015.

### National cancer system

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	51.0	0.4	4.4	-	6.3	-	-	62.1
2016-17	-	0.5	-	4.5	-	-	-	-	5.0
2017-18	-	-	-	1.6	-	-	-	-	1.6
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to support infrastructure to deliver a world class cancer care system in Australia. This funding will help modernise cancer services and improve detection, survival and treatment outcomes, particularly for patients in regional and rural Australia.

*Budget Paper No. 3*

These projects were previously funded from the Health and Hospitals Fund, which closed on 29 October 2015.

**Regional priority round**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	38.6	14.1	17.0	1.0	-	-	47.0	117.8
2016-17	15.7	6.9	11.7	20.1	-	25.0	-	48.5	128.0
2017-18	-	-	2.0	0.5	-	15.0	-	12.0	29.5
2018-19	-	-	-	0.2	-	10.0	-	-	10.2
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to invest in regional Australia. Regional priority funding will improve access to essential health services for Australians living in rural, regional and remote areas.

These projects were previously funded from the Health and Hospitals Fund, which closed on 29 October 2015.

**National Partnership on the Albury-Wodonga Cardiac Catheterisation Laboratory**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	3.5	-	-	-	-	-	-	3.5
2016-17	-	1.5	-	-	-	-	-	-	1.5
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the Albury-Wodonga Cardiac Catheterisation Laboratory*. This new laboratory will enable local residents suffering from heart conditions to access quality care, without the need to travel long distances to capital cities.

**National Partnership on Bright Hospital — feasibility study**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	0.1	-	-	-	-	-	-	0.1
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on Bright Hospital – feasibility study*. This study will examine the feasibility of redeveloping the Bright Hospital.

**National Partnership on construction of Palmerston Hospital**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	20.0	20.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on construction of Palmerston Hospital*. The new hospital will provide a full emergency department, a paediatrics ward, and medical and surgical services. Additional funding is being provided for Palmerston Hospital as a regional priority round project.

**National Partnership on improving local access to health care on Phillip Island**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	2.5	-	-	-	-	-	-	2.5
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on improving local access to health care on Phillip Island* to construct a new Health and Medical Hub.

**National Partnership on redevelopment of the Royal Victorian Eye and Ear Hospital**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	50.0	-	-	-	-	-	-	50.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on redevelopment of the Royal Victorian Eye and Ear Hospital* for the completion of the redevelopment of the Royal Victorian Eye and Ear Hospital.

**National Partnership for the upgrade of Ballina Hospital**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.9	-	-	-	-	-	-	-	0.9
2016-17	1.7	-	-	-	-	-	-	-	1.7
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the upgrade of Ballina Hospital* for the construction of a second operating theatre and upgrade of the medical imaging department at Ballina Hospital. This will improve the delivery of services in the hospital and enable an increase in the operating theatre capacity.

## Indigenous health

In 2016-17, the Commonwealth is estimated to provide \$17.4 million to the States for programmes to improve the health of Indigenous people.

### 2.4.3 Indigenous health

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Partnership payments</b>					
Accommodation and infrastructure related to renal services for Aboriginal and Torres Strait Islander peoples in the Northern Territory	3.0	3.0	-	-	-
Addressing blood borne viruses and sexually transmitted infections in the Torres Strait Islands	0.5	1.1	1.1	1.1	1.1
Improving trachoma control services for Indigenous Australians	4.2	4.3	-	-	-
Northern Territory remote Aboriginal investment					
Health component	5.6	5.9	6.2	6.4	6.7
Rheumatic fever strategy	3.1	3.1	-	-	-
<b>Total</b>	<b>16.4</b>	<b>17.4</b>	<b>7.3</b>	<b>7.6</b>	<b>7.9</b>

#### National Partnership on accommodation and infrastructure related to renal services for Aboriginal and Torres Strait Islander peoples in the Northern Territory

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	3.0	3.0
2016-17	-	-	-	-	-	-	-	3.0	3.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on accommodation and infrastructure related to renal services for Aboriginal and Torres Strait Islander peoples in the Northern Territory* for the construction of renal accommodation and dialysis facilities.

#### National Partnership on addressing blood borne viruses and sexually transmissible infections in the Torres Strait

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	0.5	-	-	-	-	-	0.5
2016-17	-	-	1.1	-	-	-	-	-	1.1
2017-18	-	-	1.1	-	-	-	-	-	1.1
2018-19	-	-	1.1	-	-	-	-	-	1.1
2019-20	-	-	1.1	-	-	-	-	-	1.1

The Commonwealth is providing funding for the *National Partnership on addressing blood borne viruses and sexually transmissible infections in the Torres Strait* to increase the number of ongoing primary health care staff in the Torres Strait to undertake disease



prevention activities, surveillance, testing and treatment, sexual health checks, and to deliver a culturally appropriate sexual health education campaign.

New spending measures associated with the Torres Strait health protection strategy are discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

#### **National Partnership on improving trachoma control services for Indigenous Australians**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.3	-	0.1	1.4	1.0	-	-	1.6	4.2
2016-17	0.3	-	0.1	1.4	1.0	-	-	1.6	4.3
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on improving trachoma control services for Indigenous Australians* for the continuation of trachoma control activities in jurisdictions where trachoma, an infectious disease which can lead to blindness, is endemic.

#### **National Partnership on Northern Territory remote Aboriginal investment**

The Commonwealth is providing funding for the *National Partnership on Northern Territory remote Aboriginal investment*. This continues the Commonwealth's investment under the *National Partnership on Stronger Futures in the Northern Territory* to address Indigenous disadvantage.

The National Partnership will support the Northern Territory in taking practical action to improve the lives of Aboriginal people through activities and services to improve outcomes in schooling, community safety, health and housing, and create job opportunities for adults.

This National Partnership is discussed further in the Community Services, Education and Affordable Housing sections of this Part.

#### **Health component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	5.6	5.6
2016-17	-	-	-	-	-	-	-	5.9	5.9
2017-18	-	-	-	-	-	-	-	6.2	6.2
2018-19	-	-	-	-	-	-	-	6.4	6.4
2019-20	-	-	-	-	-	-	-	6.7	6.7

The Commonwealth will provide funding to improve health and wellbeing by supplementing primary health care services in remote Northern Territory communities to position the Northern Territory for the long term sustainability of its services to Aboriginal people. This funding will include support for the provision of integrated oral and hearing health services to children in remote communities.

### National Partnership for the rheumatic fever strategy

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	0.9	0.9	0.4	-	-	0.9	3.1
2016-17	-	-	0.9	0.9	0.4	-	-	0.9	3.1
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the rheumatic fever strategy* to support, register and control programmes for acute rheumatic fever and rheumatic heart disease in Indigenous children.

A new spending measure associated with the rheumatic fever strategy is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

### Other health

In 2016-17 the Commonwealth is estimated to provide \$558.2 million to the States for further health related National Partnerships.

#### 2.4.4 Other Health National Partnership payments

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Partnership payments</b>					
Adult public dental services	155.0	-	-	-	-
Child and adult public dental scheme	-	415.6	415.6	420.2	437.5
Essential vaccines	166.0	142.2	143.3	145.1	146.5
National Coronial Information System	0.4	0.4	0.4	0.4	0.4
Response to the Zika virus	1.0	-	-	-	-
Supporting National Mental Health Reform	45.3	-	-	-	-
<b>Total</b>	<b>367.6</b>	<b>558.2</b>	<b>559.4</b>	<b>565.7</b>	<b>584.4</b>

#### National Partnership on adult public dental services

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	49.9	38.5	30.3	13.0	12.5	5.5	2.4	2.9	155.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on adult public dental services* to support the provision of dental services to adults who rely on the public dental system.

**National Partnership on the child and adult public dental scheme<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	~	~	~	~	~	~	~	~	415.6
2017-18	~	~	~	~	~	~	~	~	415.6
2018-19	~	~	~	~	~	~	~	~	420.2
2019-20	~	~	~	~	~	~	~	~	437.5

(a) State allocations are yet to be finalised.

The Commonwealth will provide funding for the *National Partnership on the child and adult public dental scheme* to support the delivery of services in the public dental system. Adult concession card holders and all children will be eligible for the Scheme. The Commonwealth's contributions will be based on 40 per cent of the national efficient price of dental services.

Funding for the Scheme is a new spending measure in the 2016-17 Budget. This measure is discussed in Budget Paper No. 2, *Budget Measures 2016-17* and involves replacing the *National Partnership on adult public dental services* and the Commonwealth provided Child Dental Benefits Schedule.

**National Partnership on essential vaccines**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	59.5	33.9	33.4	19.5	10.5	3.1	2.9	3.0	166.0
2016-17	44.1	33.9	30.4	17.0	9.1	2.8	2.4	2.6	142.2
2017-18	44.2	34.1	30.7	17.3	9.1	2.8	2.4	2.6	143.3
2018-19	44.5	34.5	31.2	17.8	9.2	2.8	2.4	2.6	145.1
2019-20	44.8	34.9	31.6	18.2	9.2	2.8	2.5	2.6	146.5

The Commonwealth is providing funding for the *National Partnership on essential vaccines* to improve the health of Australians through the cost effective delivery of immunisation programmes under the National Immunisation Programme. This National Partnership provides funding to the States for the purchase of essential vaccines, that have not yet transitioned to centralised purchasing arrangements, for all eligible individuals under the National Immunisation Programme.

**National Partnership on the National Coronial Information System**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	0.4	-	-	-	-	-	-	0.4
2016-17	-	0.4	-	-	-	-	-	-	0.4
2017-18	-	0.4	-	-	-	-	-	-	0.4
2018-19	-	0.4	-	-	-	-	-	-	0.4
2019-20	-	0.4	-	-	-	-	-	-	0.4

The Commonwealth is providing funding for the *National Partnership on the National Coronial Information System*. This National Partnership supports the administration, maintenance and improvement of Australia's national database of coronial data.

A new spending measure associated with the National Coronial Information System is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership for response to the Zika virus**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	1.0	-	-	-	-	-	1.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership for response to the Zika virus* to assist in enhancing the ability of the Dengue Action Response Team in Cairns and Townsville to increase surveillance and control in areas at high risk of the exotic mosquito, *Aedes aegypti*, spreading the Zika virus in Queensland.

**National Partnership on supporting National Mental Health Reform**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	13.6	7.6	10.4	7.0	3.4	1.7	0.6	0.9	45.3
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on supporting National Mental Health Reform* to deliver improved health, social, economic and housing outcomes for people with severe and persistent mental illness by addressing service gaps and preventing ongoing cycling through State mental health systems.

## EDUCATION

In 2016-17, the Commonwealth will provide funding of \$17.6 billion to support State education services, including \$17.0 billion in Students First funding and \$578.3 million through National Partnership payments, as detailed in Table 2.5.

**Table 2.5: Payments to support State education services**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>Students First funding</b>	15,635.5	16,995.7	17,997.4	18,833.2	19,777.1
<b>National Partnership payments</b>					
Independent Public Schools initiative	24.5	19.9	-	-	-
MoneySmart Teaching	1.1	1.3	nfp	nfp	nfp
National quality agenda for early childhood education and care	19.1	21.6	20.3	nfp	nfp
National School Chaplaincy Programme	60.6	60.6	60.6	-	-
National School for Travelling Show Children	0.2	-	-	-	-
Northern Territory remote Aboriginal investment(a)					
Children and schooling component	51.2	46.1	46.6	39.6	39.6
Online safety programmes in schools	1.3	2.5	3.8	-	-
School Pathways Programme	1.3	-	-	-	-
Schools Security Programme	5.7	8.2	3.2	-	-
Trade training centres in schools	51.7	-	-	-	-
Universal access to early childhood education	407.7	418.0	297.5	-	-
<b>Total</b>	<b>16,259.8</b>	<b>17,574.0</b>	<b>18,429.4</b>	<b>18,872.8</b>	<b>19,816.7</b>
<i>Memorandum item – payments for non-government schools included in payments above</i>					
<b>Students First funding</b>	9,869.2	10,553.8	11,061.1	11,556.2	12,106.4
<b>National Partnership payments</b>					
Online safety programmes in schools	0.4	0.7	1.1	-	-
Schools Security Programme	4.7	7.2	3.2	-	-
Trade training centres in schools	1.0	-	-	-	-
<b>Total</b>	<b>9,875.3</b>	<b>10,561.8</b>	<b>11,065.4</b>	<b>11,556.2</b>	<b>12,106.4</b>

(a) Includes payments for government and non-government schools. However, the non-government schools component is not included in the Memorandum item.

### Students First funding

The Commonwealth's Students First policy aims to improve the educational outcomes of Australian students and their schools.

In 2016-17, the Commonwealth will provide \$17.0 billion in Students First funding to government and non-government schools in all States. This includes recurrent funding, capital funding, special circumstances funding for non-government schools, funding for non-government representative bodies, and other prescribed purpose funding.

**Students First funding**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
<b>2015-16</b>									
Government schools	1,757.5	1,361.1	1,290.7	562.3	405.0	163.7	82.5	143.5	5,766.4
Non-government schools(a)(b)(c)(d)	3,052.0	2,553.9	2,010.3	999.1	724.4	204.8	182.4	140.8	9,869.2
<b>Total</b>	<b>4,809.5</b>	<b>3,915.0</b>	<b>3,301.0</b>	<b>1,561.4</b>	<b>1,129.5</b>	<b>368.5</b>	<b>264.9</b>	<b>284.3</b>	<b>15,635.5</b>
<b>2016-17(e)</b>									
Government schools	2,003.3	1,500.1	1,480.2	598.0	429.4	177.0	86.7	167.3	6,441.9
Non-government schools(a)(b)(c)(d)	3,238.5	2,739.5	2,170.5	1,074.8	764.8	219.9	192.9	151.4	10,553.8
<b>Total</b>	<b>5,241.8</b>	<b>4,239.6</b>	<b>3,650.7</b>	<b>1,672.8</b>	<b>1,194.2</b>	<b>396.9</b>	<b>279.6</b>	<b>318.6</b>	<b>16,995.7</b>
<b>2017-18(e)(f)</b>									
Government schools	2,152.6	1,583.0	1,563.7	735.9	471.1	178.9	95.3	155.8	6,936.3
Non-government schools(a)(b)(c)	3,399.3	2,885.5	2,269.3	1,121.0	794.3	230.8	198.9	160.5	11,061.1
<b>Total</b>	<b>5,551.9</b>	<b>4,468.5</b>	<b>3,833.0</b>	<b>1,857.0</b>	<b>1,265.4</b>	<b>409.6</b>	<b>294.1</b>	<b>316.3</b>	<b>17,997.4</b>
<b>2018-19(f)</b>									
Government schools	2,203.1	1,659.6	1,604.5	878.0	511.6	177.1	104.8	138.4	7,277.0
Non-government schools(a)(b)	3,543.8	3,030.2	2,366.9	1,171.6	825.0	239.4	208.3	169.4	11,556.2
<b>Total</b>	<b>5,746.9</b>	<b>4,689.8</b>	<b>3,971.3</b>	<b>2,049.5</b>	<b>1,336.6</b>	<b>416.5</b>	<b>313.1</b>	<b>307.8</b>	<b>18,833.2</b>
<b>2019-20(f)</b>									
Government schools	2,302.3	1,751.8	1,711.0	929.0	536.6	182.5	112.3	145.2	7,670.7
Non-government schools(a)(b)	3,694.1	3,181.0	2,497.7	1,228.1	858.1	247.9	218.4	179.5	12,106.4
<b>Total</b>	<b>5,996.4</b>	<b>4,932.8</b>	<b>4,208.6</b>	<b>2,157.1</b>	<b>1,394.7</b>	<b>430.4</b>	<b>330.7</b>	<b>324.8</b>	<b>19,777.1</b>

(a) Includes capital funding.

(b) Includes special circumstances funding. As State allocations cannot be determined, this funding is included in the total for each year only. As a result, the total for each year does not equal the sum of State totals.

(c) Includes other prescribed purpose funding.

(d) Includes funding for non-government representative bodies.

(e) Includes additional funding for students with disability.

(f) State allocations from the 2018 school year onwards are indicative only and final allocations are subject to formal negotiations between the Commonwealth, the States and the non-government schools sector.

Between 2018 and 2020, the Commonwealth will provide \$1.2 billion in additional funding for government and non-government schools. Funding, which will grow by 3.56 per cent each year with an allowance for changes in enrolments, will be contingent on reform efforts by the States and the non-government schools sector to improve education outcomes.

New spending measures associated with Students First are discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

### National Partnership payments for education

In addition to Students First funding, the Commonwealth will provide funding for State education services through National Partnerships, as detailed below.

#### National Partnership on the Independent Public Schools initiative

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	6.5	9.1	3.7	2.3	1.6	0.6	0.3	0.5	24.5
2016-17	6.5	4.5	3.7	2.3	1.6	0.6	0.3	0.5	19.9
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the Independent Public Schools initiative*. This National Partnership supports increased autonomy in government schools across Australia by encouraging greater engagement of parents and local communities in school decision making, and by providing professional development for principals, school leaders and school communities.

#### National Partnership on MoneySmart Teaching<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.3	0.3	0.2	0.1	0.1	-	-	0.1	1.1
2016-17	0.3	0.3	0.2	0.2	0.2	-	-	0.1	1.3
2017-18	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2018-19	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2019-20	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp

(a) Funding amounts are not published for 2017-18 and beyond as negotiations are yet to be finalised.

The Commonwealth is providing funding for the *National Partnership on MoneySmart Teaching*. This National Partnership supports the delivery of professional learning to teachers in primary and secondary schools and the development of teacher support materials, to improve financial literacy in schools.

#### National Partnership on the national quality agenda for early childhood education and care<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	7.5	4.9	2.5	1.2	1.9	0.3	0.3	0.6	19.1
2016-17	7.4	5.8	4.0	1.6	1.7	0.3	0.5	0.3	21.6
2017-18	6.9	5.4	3.8	1.5	1.6	0.3	0.5	0.3	20.3
2018-19	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2019-20	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp

(a) Funding amounts are not published for 2018-19 and beyond as negotiations are yet to be finalised.

The Commonwealth is providing funding for the *National Partnership on the national quality agenda for early childhood education and care*. This National Partnership maintains the Commonwealth's investment in the National Quality Framework which supports an integrated and unified national regulatory system for early childhood education and care services, as well as outside school hours care services.

**National Partnership on the National School Chaplaincy Programme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	11.1	12.6	18.1	7.6	7.5	2.2	1.0	0.5	60.6
2016-17	11.1	12.6	18.1	7.6	7.5	2.2	1.0	0.5	60.6
2017-18	11.1	12.6	18.1	7.6	7.5	2.2	1.0	0.5	60.6
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the National School Chaplaincy Programme*. The programme supports the emotional wellbeing of students through the provision of pastoral care services in participating schools.

**National Partnership on the National School for Travelling Show Children**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.2	-	-	-	-	-	-	-	0.2
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding for the *National Partnership on the National School for Travelling Show Children*. This National Partnership supported the provision of on-site supervision services for students of the National School for Travelling Show Children who receive educational instruction from the Dubbo School of Distance Education.

**National Partnership on Northern Territory remote Aboriginal investment**

The Commonwealth is providing funding for the *National Partnership on Northern Territory remote Aboriginal investment*. This continues the Commonwealth's investment under the *National Partnership on Stronger Futures in the Northern Territory* to address Indigenous disadvantage.

The National Partnership will support the Northern Territory in taking practical action to improve the lives of Aboriginal people through activities and services to improve outcomes in schooling, community safety, health and housing, and create job opportunities for adults.

This National Partnership is discussed further in the Health, Community Services and Affordable Housing sections of this Part.

**Children and schooling component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	51.2	51.2
2016-17	-	-	-	-	-	-	-	46.1	46.1
2017-18	-	-	-	-	-	-	-	46.6	46.6
2018-19	-	-	-	-	-	-	-	39.6	39.6
2019-20	-	-	-	-	-	-	-	39.6	39.6



The Commonwealth will provide funding to improve school readiness and the literacy and numeracy of remote and very remote Indigenous students in the Northern Territory. The funding aims to improve the attendance, engagement and educational achievement of Indigenous students.

**National Partnership on online safety programmes in schools<sup>(a)(b)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.4	0.3	0.2	0.1	0.1	..	..	..	1.3
2016-17	0.8	0.6	0.5	0.3	0.2	0.1	..	0.1	2.5
2017-18	1.2	0.9	0.7	0.4	0.3	0.1	0.1	0.1	3.8
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

(a) Includes government and non-government schools.

(b) State allocations are indicative estimates only.

The Commonwealth will provide funding for the *National Partnership on online safety programmes in schools*. This National Partnership will support the delivery of online safety programmes in schools by providers that have been certified, approved or recognised by the Children's e-Safety Commissioner.

**National Partnership on the School Pathways Programme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	0.6	0.7	-	-	-	1.3
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the School Pathways Programme* to encourage the ongoing skilling of the defence industry. The Programme focuses on showcasing potential career paths and increasing the number of students undertaking science, technology, engineering and mathematics subjects relevant to the defence industry. The Programme is also increasing employer awareness of the options for, and benefits of, recruiting young people with sought-after qualifications, skills and attributes into the defence industry.

**National Partnership on the Schools Security Programme<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	3.0	1.6	0.3	0.6	0.1	-	..	0.1	5.7
2016-17	2.8	3.6	0.3	1.1	0.3	-	..	0.1	8.2
2017-18	3.2	-	-	-	-	-	..	-	3.2
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

(a) Includes government and non-government schools.

The Commonwealth is providing funding for the *National Partnership on the Schools Security Programme*. This National Partnership assists schools that face the risk of attack, harassment or violence stemming from racial or religious intolerance, to meet

the costs of security guards and/or security infrastructure such as fencing, lighting and CCTV cameras.

**National Partnership on trade training centres in schools<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	5.7	20.7	4.6	9.3	2.4	-	0.7	8.3	51.7
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

(a) Includes government and non-government schools.

The Commonwealth is providing funding for the *National Partnership on trade training centres in schools*. This National Partnership funds the creation, upgrade and refurbishment of trade training centres and trades skill centres, and the purchase of industry standard equipment. The infrastructure funded under the programme is being used to deliver nationally-recognised training qualifications to secondary school students.

**National Partnership on universal access to early childhood education**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	130.5	98.4	86.0	45.1	27.1	8.7	6.8	5.0	407.7
2016-17	133.9	101.6	87.5	46.6	27.6	8.6	7.2	5.1	418.0
2017-18	95.3	72.3	62.3	33.2	19.6	6.1	5.1	3.6	297.5
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on universal access to early childhood education*. This National Partnership supports the provision of affordable, quality early childhood education programmes for all children in the year before full-time school for 15 hours per week or 600 hours per year.

## SKILLS AND WORKFORCE DEVELOPMENT

In 2016-17, the Commonwealth will provide funding of \$2.0 billion to support State skills and workforce development services, including \$1.5 billion through the National Skills and Workforce Development SPP and \$516.3 million through National Partnership payments, as detailed in Table 2.6.

**Table 2.6: Payments to support State skills and workforce development services**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Skills and Workforce Development SPP</b>	1,455.5	1,476.1	1,499.1	1,522.5	1,547.5
<b>National Partnership payments</b>					
Building Australia's Future Workforce — skills reform	377.4	516.3	-	-	-
Joint group training programme	4.6	-	-	-	-
TAFE fee waivers for childcare qualifications	15.0	-	-	-	-
<b>Total</b>	<b>1,852.5</b>	<b>1,992.4</b>	<b>1,499.1</b>	<b>1,522.5</b>	<b>1,547.5</b>

### National Agreement for Skills and Workforce Development

The *National Agreement for Skills and Workforce Development* identifies the long term objectives of the Commonwealth and the States in the areas of skills and workforce development, and recognises the interest of all governments in ensuring the skills of the Australian people are developed and utilised in the economy.

The Agreement seeks to deliver a vocational education and training (VET) system with improved quality and greater transparency for students, employers and governments, greater access to training opportunities, improved outcomes for disadvantaged students, and greater efficiency.

The reforms needed to achieve the objectives and outcomes of this Agreement include reforming training to achieve a more demand driven and client focused system, and driving the next wave of innovation and productivity.

### National Skills and Workforce Development SPP

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	466.5	364.3	292.2	158.5	103.6	31.5	23.9	14.8	1,455.5
2016-17	472.9	370.3	296.2	161.5	104.5	31.5	24.2	15.0	1,476.1
2017-18	480.1	377.0	300.6	164.8	105.5	31.6	24.5	15.1	1,499.1
2018-19	487.4	383.7	305.0	168.1	106.5	31.6	24.9	15.3	1,522.5
2019-20	495.3	390.9	309.7	171.6	107.6	31.7	25.2	15.5	1,547.5

The National Skills and Workforce Development SPP is the funding associated with the *National Agreement for Skills and Workforce Development* and is provided to work towards increasing the skill levels of all Australians.

The Intergovernmental Agreement defines the growth factor for the National Skills and Workforce Development SPP as:

- $(0.85 \times \text{Wage Cost Index 1}) + (0.15 \times \text{Wage Cost Index 6})$ .

The growth factor is estimated to be 1.42 per cent in 2016-17.

### National Partnership payments for skills and workforce development

In addition to the National Skills and Workforce Development SPP, the Commonwealth will provide funding through National Partnerships as detailed below.

#### Building Australia's Future Workforce — National Partnership on skills reform

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	121.3	93.9	77.1	39.4	27.4	8.4	6.1	3.9	377.4
2016-17	165.9	128.5	105.4	53.8	37.5	11.6	8.3	5.3	516.3
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for *Building Australia's Future Workforce – National Partnership on skills reform*, to progress reforms of the VET sector. The agreed reforms aim to create:

- accessible training for working age Australians and, in particular, a more equitable training system, which provides greater opportunities for participation in education and training;
- a transparent VET sector, which enables better understanding of the VET activity that is occurring in each jurisdiction;
- a higher quality VET sector, which delivers learning experiences and qualifications that are relevant to individuals, employers and industry; and
- a more efficient VET sector, which is responsive to the needs of students, employers and industry.

#### National Partnership on the joint group training programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	2.5	2.1	-	-	-	-	4.6
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding for the *National Partnership on the joint group training programme*. This National Partnership supported group training organisations

to deliver strategies and initiatives to improve Australian apprenticeship commencements and completions.

**National Partnership on TAFE fee waivers for childcare qualifications**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.8	5.1	6.8	2.0	0.6	-0.1	-0.3	0.1	15.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding for the *National Partnership on TAFE fee waivers for childcare qualifications*. This National Partnership removed fees for the Diploma and Advanced Diploma of Children's Services courses delivered at TAFE institutions, or by other government funded VET providers, for training undertaken up to December 2014.

## COMMUNITY SERVICES

In 2016-17, the Commonwealth will provide funding of \$2.6 billion to support State community services, including \$1.5 billion through the National Disability SPP and \$1.1 billion through National Partnership payments, as detailed in Table 2.7.

**Table 2.7: Payments to support State community services**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Disability SPP</b>	1,440.0	1,486.9	1,515.6	949.5	185.5
<b>National Partnership payments</b>					
Assisting preparation towards the trial of the National Disability Insurance Scheme	0.6	-	-	-	-
Home and Community Care(a)	618.9	190.9	202.6	nfp	nfp
National Occasional Care Programme	1.5	1.5	1.5	-	-
National Outcome Standards for Perpetrator Intervention	2.8	1.2	-	-	-
Northern Territory remote Aboriginal investment					
Community safety component	70.3	67.4	63.2	53.8	44.5
Municipal and essential services component	154.8	-	-	-	-
Pay equity for the social and community services sector	158.5	158.4	197.7	240.6	287.3
Payments from the DisabilityCare Australia Fund	68.9	270.6	551.0	3,500.8	1,012.6
Specialist disability services	418.0	313.1	321.9	140.5	-
Trial of Western Australia NDIS sites	46.2	67.6	-	-	-
<b>Total</b>	<b>2,980.6</b>	<b>2,557.6</b>	<b>2,853.5</b>	<b>4,885.2</b>	<b>1,529.9</b>

(a) Where negotiations are yet to be finalised, funding amounts are not published.

### National Disability Agreement

The *National Disability Agreement* commits the Commonwealth and the States to strive, through the provision of disability support services, to help people with disabilities and their carers achieve an enhanced quality of life and participate as valued members of the community.

The Commonwealth is also working with the States to implement the National Disability Insurance Scheme (NDIS) which will fundamentally change the nature of disability care and support in Australia. When the NDIS reaches full scheme in a State, the National Disability SPP will be redirected to the National Disability Insurance Agency (NDIA) which will be responsible for administering the NDIS in that State.

Ongoing arrangements for the National Disability SPP for Western Australia are being considered through negotiations on disability reform in Western Australia.

**National Disability SPP<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	461.6	360.4	289.1	156.8	102.5	31.1	23.7	14.7	1,440.0
2016-17	476.4	373.0	298.4	162.7	105.2	31.7	24.4	15.1	1,486.9
2017-18	493.5	387.5	309.0	169.4	108.4	32.4	-	15.5	1,515.6
2018-19	-	403.1	320.5	176.6	-	33.2	-	16.1	949.5
2019-20	-	-	-	185.5	-	-	-	-	185.5

(a) A zero entitlement to National Disability SPP funding indicates that the NDIS has been fully rolled out in that State.

The National Disability SPP is the funding associated with the *National Disability Agreement*. The Commonwealth is providing funding to the States under this National SPP to support disability services.

The Intergovernmental Agreement defines the growth factor for the National Disability SPP as the rolling five year average of year-on-year growth in nominal Gross Domestic Product. The growth factor for the National Disability SPP is estimated to be 3.3 per cent in 2016-17.

A measure associated with the NDIS is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership payments for community services**

In addition to the National Disability SPP, the Commonwealth will provide funding through National Partnerships as detailed below.

**National Partnership on assisting preparation towards the trial of the National Disability Insurance Scheme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	0.6	-	-	0.6
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on assisting preparation towards the trial of the National Disability Insurance Scheme*. In recognition of its unique circumstances, the funding is assisting Tasmania in the transition to the new operating environment under the NDIS.

**National Partnership on Home and Community Care<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	433.8	-	185.2	-	-	-	-	618.9
2016-17	-	-	-	190.9	-	-	-	-	190.9
2017-18	-	-	-	202.6	-	-	-	-	202.6
2018-19	-	-	-	nfp	-	-	-	-	nfp
2019-20	-	-	-	nfp	-	-	-	-	nfp

(a) Funding for 2018-19 onwards is provisioned for in the Contingency Reserve subject to negotiations.

### Budget Paper No. 3

The Commonwealth is providing funding to Western Australia to continue the joint Commonwealth-State *Home and Community Care* programme. This programme provides funding for basic community care services that support older people, younger people with a disability, and their carers to remain living in their own home and communities.

As part of the transition to the NDIS, the Commonwealth and Victoria have agreed to transition home and community care responsibilities for older people to the Commonwealth from 1 July 2016. Discussions between Western Australia and the Commonwealth on transitioning responsibilities are ongoing.

A new spending measure associated with the *Home and Community Care* programme in Western Australia is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

#### **National Partnership on the National Occasional Care Programme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	1.2	-	-	0.3	-	-	-	1.5
2016-17	-	1.2	-	-	0.3	-	-	-	1.5
2017-18	-	1.2	-	-	0.3	-	-	-	1.5
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the National Occasional Care Programme*. This National Partnership will support non Child Care Benefit approved occasional child care service providers, particularly in rural, regional and remote areas.

#### **National Partnership on National Outcome Standards for Perpetrator Interventions**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.8	0.6	0.5	0.3	0.2	0.1	0.1	0.1	2.8
2016-17	0.3	0.3	0.2	0.1	0.1	0.1	..	..	1.2
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on National Outcome Standards for Perpetrator Interventions*. This National Partnership will support the development and implementation of a national reporting and accountability framework including performance indicators.

#### **National Partnership on Northern Territory remote Aboriginal investment**

The Commonwealth is providing funding for the *National Partnership on Northern Territory remote Aboriginal investment*. This continues the Commonwealth's investment under the *National Partnership on Stronger Futures in the Northern Territory* to address Indigenous disadvantage.



The National Partnership will support the Northern Territory in taking practical action to improve the lives of Aboriginal people through activities and services to improve outcomes in schooling, community safety, health and housing, and create job opportunities for adults.

This National Partnership is discussed further in the Health, Education and Affordable Housing sections of this Part.

**Community safety component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	70.3	70.3
2016-17	-	-	-	-	-	-	-	67.4	67.4
2017-18	-	-	-	-	-	-	-	63.2	63.2
2018-19	-	-	-	-	-	-	-	53.8	53.8
2019-20	-	-	-	-	-	-	-	44.5	44.5

The Commonwealth will provide funding to the Northern Territory to support delivery of services and initiatives to make communities safer, including those that improve child safety and combat alcohol abuse.

**Municipal and essential services component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	154.8	154.8
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding to assist the Northern Territory to take responsibility for the ongoing delivery of municipal and essential services in Indigenous communities.

**National Partnership on pay equity for the social and community services sector<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	16.8	27.9	61.0	31.0	12.9	2.7	4.0	2.2	158.5
2016-17	25.6	46.8	42.3	25.3	9.9	4.3	2.6	1.7	158.4
2017-18	32.5	59.9	49.3	32.6	12.6	5.4	3.3	2.1	197.7
2018-19	39.9	74.3	56.8	40.8	15.5	6.6	4.1	2.6	240.6
2019-20	47.9	90.1	65.0	49.7	18.8	7.8	4.9	3.0	287.3

(a) Some State entitlements do not include NDIS offset amounts.

The Commonwealth is providing funding for the *National Partnership on pay equity for the social and community services sector*. This National Partnership funds the Commonwealth's share of the wage increases arising from Fair Work Australia's decision on 1 February 2012 to grant an Equal Remuneration Order in the Social and Community Services sector.

The Commonwealth's commitment includes providing funding for its share of the wage increases for in-scope programmes funded through existing National SPPs and National Partnership agreements.

**National Partnership on payments from the DisabilityCare Australia Fund<sup>(a)(b)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	27.5	21.3	0.7	nfp	6.3	2.0	1.4	0.8	68.9
2016-17	113.0	44.0	29.8	nfp	26.7	4.4	41.1	0.8	270.6
2017-18	241.9	110.7	63.6	nfp	55.1	9.8	15.2	2.3	551.0
2018-19	1,040.8	925.6	797.4	nfp	240.1	85.6	15.7	7.1	3,500.8
2019-20	315.2	244.0	197.4	nfp	72.7	22.5	16.3	42.5	1,012.6

(a) State allocations are indicative estimates only.

(b) As Western Australia has not yet agreed to full implementation of the NDIS, funding is not published. A funding allocation of \$8.9 million for 2015-16, \$10.8 million for 2016-17, \$52.4 million for 2017-18, \$388.5 million for 2018-19, and \$102.0 million for 2019-20 is set aside should Western Australia agree to the offer.

The Commonwealth will provide funding through the *National Partnership on payments from the DisabilityCare Australia Fund*, to reimburse the States for their NDIS expenditure, once an agreement on drawdown arrangements is reached.

A proportion of the funding going to the DisabilityCare Australia Fund, which came into effect on 1 July 2014, will be allocated to the States over a 10 year period. The annual amount set aside for the States will be \$883.8 million in 2016-17, which will grow in future years by 3.5 per cent per year.

Negotiations are continuing with the States on drawdown arrangements.

A measure associated with the NDIS is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership on specialist disability services**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	416.2	-	-	-	-	-	-	1.8	418.0
2016-17	148.6	71.5	42.4	-	31.3	11.5	2.1	5.9	313.1
2017-18	153.8	74.0	43.8	-	32.4	11.9	-	6.1	321.9
2018-19	-	76.6	45.4	-	-	12.3	-	6.3	140.5
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for specialist disability services for people aged 65 years and over (50 years and over for Indigenous Australians), in participating States. This funding will be provided to participating States, through individual *Bilateral Agreements for the transition to a National Disability Insurance Scheme*.

Once the NDIS reaches full scheme in a State, funding will be redirected to the Commonwealth Department of Health through the implementation of a new Commonwealth Continuity of Support programme.

Discussions are continuing between Western Australia and the Commonwealth regarding the transition of roles and responsibilities for aged care and disability services.

A measure associated with the NDIS is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership for the trial of Western Australia NDIS sites**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	46.2	-	-	-	-	46.2
2016-17	-	-	-	67.6	-	-	-	-	67.6
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the trial of Western Australia NDIS sites*. This National Partnership assists Western Australia with the trial of NDIS sites which run in parallel with NDIA trial sites in Western Australia. The merits of each trial site will be evaluated during the trial period to inform the delivery of disability reform.

Additional funding has been provided in 2016-17 to extend the current trials in the Lower South West and Cockburn/Kwinana regions from 1 July 2016 and an expansion in several neighbouring Local Government Areas from 1 October 2016. These sites run in parallel with the NDIA trial sites for one year from 1 July 2016, with the trial site in the Perth Hills region also expanding into several neighbouring Local Government Areas from 1 January 2017. Together the trials in Western Australia will provide support to around 11, 300 eligible participants in 2016-17.

New spending measures associated with the trial of Western Australia NDIS sites is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

## AFFORDABLE HOUSING

In 2016-17, the Commonwealth will provide funding of \$1.9 billion to support State affordable housing services, including \$1.3 billion through the National Affordable Housing SPP and \$593.2 million through National Partnerships, as detailed in Table 2.8.

**Table 2.8: Payments to support State affordable housing services**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Affordable Housing SPP</b>	1,324.1	1,342.6	1,362.7	1,383.2	1,405.3
<b>National Partnership payments</b>					
First Home Owners Boost	-0.3	-	-	-	-
Homelessness	115.0	115.0	-	-	-
Northern Territory remote Aboriginal investment					
Remote Australia strategies component	56.0	49.7	50.9	3.6	3.6
Remote Indigenous housing	388.3	428.5	345.7	-	-
<b>Total</b>	<b>1,883.0</b>	<b>1,935.7</b>	<b>1,759.3</b>	<b>1,386.7</b>	<b>1,408.9</b>

### National Affordable Housing Agreement

The *National Affordable Housing Agreement* commits the Commonwealth and the States to the objective that all Australians have access to affordable, safe and sustainable housing which will assist them to participate in the labour force and, more broadly, in the community.

The Commonwealth and the States have committed to reforms that will enhance housing programmes and services, including by improving:

- the integration of homelessness services and other mainstream services, such as employment services;
- the operational efficiency of public housing and the employment outcomes of public housing tenants; and
- efficiency in the supply of housing through planning reforms.

### National Affordable Housing SPP

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	424.4	331.4	265.9	144.2	94.3	28.6	21.8	13.5	1,324.1
2016-17	430.2	336.8	269.4	146.9	95.0	28.6	22.0	13.6	1,342.6
2017-18	436.4	342.7	273.3	149.8	95.9	28.7	22.3	13.8	1,362.7
2018-19	442.8	348.6	277.1	152.7	96.7	28.7	22.6	13.9	1,383.2
2019-20	449.8	355.0	281.3	155.9	97.7	28.8	22.9	14.0	1,405.3

The National Affordable Housing SPP is the funding associated with the *National Affordable Housing Agreement*. The Commonwealth is providing a financial contribution to support services in the housing sector.

This funding is being used to support a range of measures including social housing, assistance to people in the private rental market, support and accommodation for people who are homeless or at risk of homelessness, and home purchase assistance.

The Intergovernmental Agreement defines the agreed growth factor for the National Affordable Housing SPP. The growth factor is the Wage Cost Index 1, comprising a safety net wage adjustment weighted by 75 per cent and the all groups Consumer Price Index weighted by 25 per cent. The growth factor for the National Affordable Housing SPP is estimated to be 1.40 per cent in 2016-17.

### National Partnership payments for affordable housing

In addition to the National Affordable Housing SPP funding, the Commonwealth will provide a total of \$593.2 million in 2016-17 through National Partnerships to support State affordable housing services. Further details on these National Partnerships are provided below.

#### National Partnership on the First Home Owners Boost

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	..	-0.3	..	..	-0.1	..	-	-	-0.3
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth introduced the First Home Owners Boost in 2008 to stimulate housing activity, support the construction industry and assist first home buyers to enter the housing market. The availability of the First Home Owners Boost ceased in December 2009.

The continuation of the First Home Owners Boost payment in 2015-16 reflects extensions granted by the States to applicants in exceptional circumstances. Negative expenditure for some States reflects an estimate of funds recovered from applicants later found to be ineligible. These funds were returned to the Commonwealth.

#### National Partnership on homelessness

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	30.0	22.8	28.7	15.0	8.9	2.8	1.5	5.3	115.0
2016-17	30.0	22.8	28.7	15.0	8.9	2.8	1.5	5.3	115.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on homelessness*. The National Partnership prioritises funding to frontline homelessness services, focusing on women and children experiencing domestic violence, and homeless youth under 18 years of age.

#### **National Partnership on Northern Territory remote Aboriginal investment**

The Commonwealth is providing funding for the *National Partnership on Northern Territory remote Aboriginal investment*. This continues the Commonwealth's investment under the *National Partnership on Stronger Futures in the Northern Territory* to address Indigenous disadvantage.

The National Partnership will support the Northern Territory in taking practical action to improve the lives of Aboriginal people through activities and services to improve outcomes in schooling, community safety, health and housing, and create job opportunities for adults.

This National Partnership is discussed further in the Health, Education and Community Services sections of this Part.

#### **Remote Australia strategies component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	56.0	56.0
2016-17	-	-	-	-	-	-	-	49.7	49.7
2017-18	-	-	-	-	-	-	-	50.9	50.9
2018-19	-	-	-	-	-	-	-	3.6	3.6
2019-20	-	-	-	-	-	-	-	3.6	3.6

The Commonwealth will provide funding to improve public housing in remote communities by investing in housing works including upgrades, new houses or housing related infrastructure. This component will also fund the removal of asbestos from community buildings in remote communities and a sustainable, professional and accredited Aboriginal interpreter service.

This funding complements the funding to be provided under the *National Partnership on remote Indigenous housing*.

#### **National Partnership on remote Indigenous housing**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	48.0	-	144.2	110.8	18.7	-	-	66.6	388.3
2016-17	-	-	133.5	129.7	14.4	-	-	151.0	428.5
2017-18	-	-	111.7	84.4	12.4	-	-	137.1	345.7
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on remote Indigenous housing*. This National Partnership facilitates significant reform in the

provision of housing for Indigenous people in remote communities and addresses overcrowding, homelessness, poor housing conditions and severe housing shortages.

From 1 July 2016, the *National Partnership on remote Indigenous housing* will be replaced with the *National Partnership on remote housing*. The new National Partnership will facilitate the delivery of housing upgrades, new houses and housing-related infrastructure. It will also provide incentives to States for progress against agreed outcomes which establish more sustainable housing systems in remote Indigenous communities.

The Commonwealth will also provide funding in 2015-16 to assist New South Wales to continue to deliver on its responsibility for remote housing.

## INFRASTRUCTURE

In 2016-17, the Commonwealth will provide funding of \$9.2 billion to support State infrastructure services, as detailed in Table 2.9.

**Table 2.9: Payments to support State infrastructure services**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Partnership payments</b>					
Infrastructure Investment Programme					
Black Spot projects(a)	26.5	100.0	60.0	60.0	60.0
Bridges Renewal programme	60.0	80.0	90.0	70.0	60.0
Developing Northern Australia					
Improving cattle supply chains	-	35.0	35.0	30.0	-
Northern Australia Roads	-	100.0	210.0	225.0	65.0
Heavy Vehicle Safety and Productivity programme	59.5	64.6	50.0	40.0	40.0
Improving the national network(b)	-	0.4	-	-	-
Investment					
Rail	192.3	214.9	100.6	43.3	-
Road(a)	3,148.9	5,045.8	5,215.5	3,265.7	3,169.8
Supplementary(b)	3.0	-	-	-	-
Roads to Recovery(a)	652.4	815.1	699.6	364.5	399.8
Infrastructure Growth Package					
Asset Recycling Initiative	1,331.7	1,203.0	752.7	51.1	-
New Investments	749.5	765.4	795.6	367.0	-
Western Sydney Infrastructure Plan	153.4	524.4	601.9	453.3	90.6
Building Australia Fund					
Rail	-	122.6	66.8	-	-
Road	6.9	-	-	-	-
Centenary of Canberra —					
Constitution Avenue Upgrade	8.0	-	-	-	-
Infrastructure projects in Western Australia	490.0	-	-	-	-
Interstate road transport	71.0	71.0	71.0	71.0	71.0
Latrobe Valley economic diversification	6.1	-	-	-	-
Murray-Darling Basin regional economic diversification programme	27.5	22.7	-	-	-
Supporting drought-affected communities programme	12.0	13.0	5.0	5.0	-
<b>Total</b>	<b>6,998.7</b>	<b>9,178.0</b>	<b>8,753.6</b>	<b>5,045.9</b>	<b>3,956.2</b>



**Table 2.9: Payments to support State infrastructure services (continued)**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<i>Memorandum item – payments direct to local governments included in payments above</i>					
Infrastructure Investment Programme					
Investment					
Supplementary(b)	3.0	-	-	-	-
Roads to Recovery(a)	620.0	773.1	663.1	347.9	378.9
Infrastructure Growth Package					
New Investments	331.5	-	-	-	-
Lalrobo Valley economic diversification	5.4	-	-	-	-
Supporting drought-affected communities programme	12.0	13.0	5.0	5.0	-
<b>Total</b>	<b>971.9</b>	<b>786.1</b>	<b>668.1</b>	<b>352.9</b>	<b>378.9</b>

(a) Additional funding for these programmes is included in the Infrastructure Growth Package — New Investments.

(b) Figures represent expenses incurred against prepayments made to the States in prior years.

## National Partnership payments for infrastructure

### Infrastructure Investment Programme

The Commonwealth is providing funding for road and rail infrastructure through the Infrastructure Investment Programme under the *National Partnership on Land Transport Infrastructure Projects*. This National Partnership assists economic and social development regionally and nationally by providing funding to improve the performance of land transport infrastructure.

A portion of Commonwealth funding for road infrastructure is sourced from the additional net revenue received from the reintroduction of biannual indexation of excise and excise-equivalent customs duty for all fuels (except aviation fuels), as announced in the 2014-15 Budget.

The Infrastructure Investment Programme comprises several components, all of which are detailed in the tables below.

### Black Spot projects<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	7.7	4.1	3.3	7.4	2.9	1.2	-	-	26.5
2016-17	31.1	26.0	23.1	6.6	5.5	2.9	1.6	3.3	100.0
2017-18	19.2	13.7	12.2	6.6	4.8	1.6	1.0	1.0	60.0
2018-19	19.2	13.7	12.2	6.6	4.8	1.6	1.0	1.0	60.0
2019-20	19.2	15.2	12.0	6.7	4.2	1.2	1.0	0.6	60.0

(a) An additional \$200 million in funding (during the 2015-16 to 2016-17 period) is included in the Infrastructure Growth Package — New Investments.

The Commonwealth is providing funding for Black Spot projects to improve the safety of road sites which have been identified as high risk areas for serious crashes. Funding is aimed at improving sites that have a record of at least two accidents involving casualties over a five year period, and can demonstrate a positive benefit to cost ratio.

**Bridges Renewal programme<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	14.3	6.5	23.9	9.8	0.9	3.6	0.9	0.1	60.0
2016-17	16.1	17.9	27.8	5.8	3.1	1.9	0.7	6.7	80.0
2017-18	26.1	20.3	24.9	8.9	5.8	1.8	1.3	0.8	90.0
2018-19	30.3	14.6	11.7	6.4	4.2	1.3	1.0	0.6	70.0
2019-20	19.2	15.2	12.0	6.7	4.2	1.2	1.0	0.6	60.0

(a) Some amounts in each year remain unallocated. These amounts have been notionally allocated to all States on an equal per capita basis.

The Commonwealth is providing funding to upgrade bridges across the nation. This programme renews and replaces bridges serving local communities, and facilitates higher productivity vehicle access.

**Developing Northern Australia — Improving cattle supply chains<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	21.9	12.0	-	-	-	1.1	35.0
2017-18	-	-	21.9	12.0	-	-	-	1.1	35.0
2018-19	-	-	18.7	10.3	-	-	-	0.9	30.0
2019-20	-	-	-	-	-	-	-	-	-

(a) State allocations have not yet been determined. These amounts have been notionally allocated to all participating States on an equal per capita basis.

The Commonwealth will provide funding to Queensland, Western Australia and the Northern Territory for infrastructure projects that will improve the resilience and productivity of the northern cattle supply chains. Under the *White Paper on Developing Northern Australia*, funding has been committed for targeted investments that support roads in Northern Australia that are used for transporting cattle.

**Developing Northern Australia — Northern Australia Roads<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	62.7	34.2	-	-	-	3.2	100.0
2017-18	-	-	131.4	72.0	-	-	-	6.6	210.0
2018-19	-	-	140.5	77.4	-	-	-	7.0	225.0
2019-20	-	-	40.5	22.5	-	-	-	2.0	65.0

(a) State allocations have not yet been determined. These amounts have been notionally allocated to all participating States on an equal per capita basis.

The Commonwealth will provide funding to Queensland, Western Australia and the Northern Territory for infrastructure projects that are essential to the movement of people and freight, in order to support economic development in the region. Under the *White Paper on Developing Northern Australia*, funding has been committed to priority road projects in Northern Australia, including inter-jurisdictional links and roads connecting communities and regional towns to ports and airports.

**Heavy Vehicle Safety and Productivity programme<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	22.6	11.2	7.1	7.3	7.0	1.0	0.5	2.7	59.5
2016-17	26.4	11.6	7.8	8.6	4.8	0.8	0.6	4.0	64.6
2017-18	17.4	12.0	9.6	5.2	3.4	1.0	0.8	0.5	50.0
2018-19	12.8	10.0	8.0	4.4	2.9	0.9	0.7	0.4	40.0
2019-20	12.8	10.1	8.0	4.4	2.8	0.8	0.7	0.4	40.0

(a) Some amounts in each year remain unallocated. These amounts have been notionally allocated to all States on an equal per capita basis.

The Commonwealth is contributing to the safety and productivity of heavy vehicles by providing funding for projects that improve the safety of the road environment, enhance the capacity of existing roads and improve connections to freight networks.

**Improving the national network<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	0.4	-	-	-	0.4
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

(a) Figures in this table represent expenses against prepayments made to the States in 2005-06.

The Commonwealth provided a one-off supplementary payment of \$1.8 billion to the States in 2005-06 to complete major works packages. Works included the Pacific and Hume Highways in New South Wales, the Bruce Highway in Queensland, the Eyre, Great Eastern and Great Northern Highways in Western Australia, the Sturt Highway in South Australia, the East Tamar Highway in Tasmania and the Victoria Highway in the Northern Territory. The table above provides a profile of state expenditure against this supplementary payment.

**Investment**

**Rail component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	79.0	0.1	102.0	-	-	11.3	-	-	192.3
2016-17	25.0	14.3	147.5	-	7.8	20.4	-	-	214.9
2017-18	-	15.0	37.5	-	35.3	12.9	-	-	100.6
2018-19	-	18.0	10.0	-	-	15.3	-	-	43.3
2019-20	-	-	-	-	-	-	-	-	-

**Road component<sup>(a)(b)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	1,361.7	233.3	991.3	269.3	127.8	67.3	0.6	97.5	3,148.9
2016-17	2,265.4	435.9	1,488.3	419.5	268.8	114.3	6.3	47.4	5,045.8
2017-18	1,584.3	585.9	1,855.3	520.7	587.3	54.7	6.6	20.7	5,215.5
2018-19	809.7	262.6	1,246.8	388.9	455.3	80.9	3.0	18.5	3,265.7
2019-20	786.6	377.0	1,205.5	473.0	228.3	66.0	20.7	12.7	3,169.8

(a) An additional \$2.2 billion in funding (during the 2014-15 to 2018-19 period) is included in the Infrastructure Growth Package — New Investments.

(b) Some amounts in 2016-17 and beyond remain unallocated. These amounts have been notionally allocated to all States on an equal per capita basis.

**Supplementary component<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	3.0	-	-	-	-	3.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

(a) The supplementary component represents expenses against prepayments made to local governments in 2006-07.

The Commonwealth is providing funding for the Investment components of the Infrastructure Investment Programme. This programme targets nationally significant projects which will improve the efficiency and safety of the national land transport network. Funding is provided for road and rail construction projects and network maintenance, including transport development, innovation projects and grants to land transport research entities.

\$1.5 billion in funding that was previously paid to Victoria for construction of the East West Link road project will be reallocated to a range of other infrastructure projects in Victoria under the Infrastructure Investment Programme. This redirection of funding does not affect the Government's commitment to the East West Link project. The Government remains committed to provide \$3.0 billion to a future Victorian Government that is willing to build the East West Link.

The measures taken in the 2016-17 Budget as part of the Infrastructure Investment Programme are discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**Roads to Recovery<sup>(a)(b)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	170.6	133.5	139.7	98.9	59.7	21.3	9.0	19.7	652.4
2016-17	234.7	163.8	163.7	117.8	72.4	26.2	12.9	23.5	815.1
2017-18	195.0	142.4	142.4	102.4	63.0	22.8	11.2	20.4	699.6
2018-19	97.6	72.6	79.4	55.4	32.9	11.5	4.0	11.0	364.5
2019-20	111.4	81.4	81.4	58.5	36.0	13.0	6.4	11.7	399.8

(a) An additional \$350 million in funding (in 2015-16) is included in the Infrastructure Growth Package — New Investments.

(b) These figures include payments direct to local governments.

The Commonwealth is providing funding for the Roads to Recovery programme for road construction and maintenance projects at a local level. Decisions on projects to be funded are made locally and reported to the Commonwealth.

### Infrastructure Growth Package

The Commonwealth will establish an Asset Recycling Fund (ARF) to provide funding for additional investment in high quality economic infrastructure under the Infrastructure Growth Package. Until such time as the ARF is established, the Government will continue to deliver on its commitments under the Infrastructure Growth Package through existing legislative and appropriation mechanisms.

The three components of the Infrastructure Growth Package – the Asset Recycling Initiative, New Investments and the Western Sydney Infrastructure Plan – are detailed in the tables below.

#### Asset Recycling Initiative<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	~	~	~	~	~	~	~	~	1,331.7
2016-17	~	~	~	~	~	~	~	~	1,203.0
2017-18	~	~	~	~	~	~	~	~	752.7
2018-19	~	~	~	~	~	~	~	~	51.1
2019-20	-	-	-	-	-	-	-	-	-

(a) State allocations have not yet been determined.

The Commonwealth is providing financial incentives under the *National Partnership on Asset Recycling* to encourage States to divest assets and reinvest the proceeds into additional productive infrastructure. Funding is allocated to specific projects on a first come, first served basis, as projects are agreed between the Commonwealth and individual States.

The measure taken in the 2016-17 Budget as part of the *National Partnership on Asset Recycling* is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

#### New Investments<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	133.5	96.7	268.6	84.4	89.5	18.7	10.4	47.7	749.5
2016-17	42.0	51.3	220.9	234.5	174.8	5.6	1.6	34.7	765.4
2017-18	30.0	3.7	256.6	345.1	142.6	-	-	17.6	795.6
2018-19	17.4	0.1	-	307.3	42.2	-	-	-	367.0
2019-20	-	-	-	-	-	-	-	-	-

(a) These figures include payments direct to local governments.

Under the New Investments component of the Infrastructure Growth Package, the Commonwealth is providing additional funding to expedite investment in high quality economic infrastructure. This includes additional funding for significant road projects, the National Highway Upgrade Programme, as well as Black Spot projects and the Roads to Recovery programme.

**Western Sydney Infrastructure Plan**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	153.4	-	-	-	-	-	-	-	153.4
2016-17	524.4	-	-	-	-	-	-	-	524.4
2017-18	601.9	-	-	-	-	-	-	-	601.9
2018-19	453.3	-	-	-	-	-	-	-	453.3
2019-20	90.6	-	-	-	-	-	-	-	90.6

Under the Western Sydney Infrastructure Plan, the Commonwealth is providing \$2.9 billion in additional funding over 10 years to enhance capacity and improve transport infrastructure in Sydney’s western suburbs, including for the development of an airport at Badgerys Creek.

**Other National Partnership payments**

**Building Australia Fund — rail component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	122.6	-	-	-	122.6
2017-18	-	-	-	-	66.8	-	-	-	66.8
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

**Building Australia Fund — road component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	6.9	-	6.9
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Building Australia Fund rail and road components are supporting future economic growth by improving the quality and efficiency of Australia’s transport networks to increase city liveability and sustainability in the context of a growing population.

**National Partnership for the Centenary of Canberra — Constitution Avenue Upgrade**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	8.0	-	8.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the Centenary of Canberra – Constitution Avenue Upgrade* to assist with the redevelopment of the Constitution Avenue road corridor.

**National Partnership on infrastructure projects in Western Australia**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	490.0	-	-	-	-	490.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on infrastructure projects in Western Australia*. Funding in 2015-16 under this National Partnership will be allocated to the development of the Forrestfield-Airport Link.

A new spending measure associated with the *National Partnership on infrastructure projects in Western Australia* is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**Interstate road transport**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0
2016-17	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0
2017-18	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0
2018-19	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0
2019-20	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0

The Commonwealth is providing funding under the *Interstate Road Transport Act 1985* that is equal to the total revenue received from heavy vehicle registrations collected from the Federal Interstate Registration Scheme. This funding is spent by the States on the maintenance and upkeep of roads that are used by heavy vehicles.

**Latrobe Valley economic diversification<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	6.1	-	-	-	-	-	-	6.1
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

(a) These figures include payments direct to local governments.

The Commonwealth is providing funding for two projects which will support economic diversification in the Latrobe Valley in Victoria: the Moe Rail revitalisation project and the Warragul Station precinct upgrade project.

**National Partnership for the Murray-Darling Basin regional economic diversification programme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	15.0	7.8	4.7	-	-	-	-	-	27.5
2016-17	12.6	6.3	3.8	-	-	-	-	-	22.7
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to Basin States to support economic diversification in regional communities likely to be affected by the implementation of the Murray Darling Basin Plan. Projects will encourage sustainable economic development through joint government, private and community sector investment in regional communities.

**Supporting drought-affected communities programme<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	1.0	-	11.0	-	-	-	-	-	12.0
2016-17	1.8	-	11.3	-	-	-	-	-	13.0
2017-18	1.8	-	3.3	-	-	-	-	-	5.0
2018-19	-	-	5.0	-	-	-	-	-	5.0
2019-20	-	-	-	-	-	-	-	-	-

(a) These figures include payments direct to local governments.

The Commonwealth is providing funding to targeted drought-affected regions to support local infrastructure projects that provide employment for people whose work opportunities have been impacted by drought. Funding will be provided to drought-declared local government areas for projects that stimulate local community spending, use local resources, businesses and suppliers, or provide long-lasting benefits to communities and the agricultural industries on which they depend.



## ENVIRONMENT

In 2016-17, the Commonwealth will provide funding of \$691.7 million to support State environment services, as detailed in Table 2.10.

**Table 2.10: Payments to support State environment services**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Partnership payments</b>					
Assistance for pest animal and weed management in drought-affected areas	15.0	4.0	4.0	2.0	-
Bushfire mitigation	4.4	5.3	-	-	-
Development of business cases for constraints measures	4.9	5.1	10.0	20.0	30.0
Environmental management of the former Rum Jungle Mine site	4.3	10.0	-	-	-
Established Pest and Weed Management	7.5	5.0	5.0	5.0	-
Great Artesian Basin Sustainability Initiative	6.0	9.0	-	-	-
Implementation of the National Insurance Affordability Initiative	12.0	-	-	-	-
Implementing water reform in the Murray-Darling Basin	20.0	20.0	20.0	20.0	20.0
Management of the World Heritage Values of the Tasmanian Wilderness	5.2	1.8	1.7	-	-
Mechanical fuel load reduction trials	1.0	0.5	-	-	-
National Urban Water and Desalination Plan	5.5	2.1	-	-	-
National Water Security Plan for Cities and Towns	2.9	-	-	-	-
Natural disaster resilience(a)	13.4	52.2	nfp	nfp	nfp
Pest and disease preparedness and response programmes	25.0	20.0	20.0	20.0	20.3
South Australian River Murray Sustainability Programme					
Irrigation efficiency and water purchase	45.0	23.5	8.5	-	-
Irrigation industry assistance	28.0	39.5	25.0	10.0	-
Regional economic development	11.5	2.0	-	-	-
Sustainable Rural Water Use and Infrastructure Programme	365.5	472.0	371.5	94.2	-
Water Infrastructure Development Fund					
Feasibility studies	13.0	19.5	5.0	7.0	-
Capital component	-	-	20.0	50.0	80.0
Whale and dolphin entanglements	0.1	0.2	-	-	-
<b>Total</b>	<b>590.2</b>	<b>691.7</b>	<b>490.6</b>	<b>228.2</b>	<b>150.3</b>
<i>Memorandum item – payments direct to local governments included in payments above</i>					
National Urban Water and Desalination Plan	5.5	2.1	-	-	-
<b>Total</b>	<b>5.5</b>	<b>2.1</b>	<b>-</b>	<b>-</b>	<b>-</b>

(a) Funding amounts are not published for 2017-18 onwards as negotiations are yet to be finalised.

## National Partnership payments for the environment

### National Partnership on assistance for pest animal and weed management in drought-affected areas<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	3.0	0.5	10.0	0.5	1.0	-	-	-	15.0
2016-17	~	~	~	~	~	~	~	~	4.0
2017-18	~	~	~	~	~	~	~	~	4.0
2018-19	~	~	~	~	~	~	~	~	2.0
2019-20	-	-	-	-	-	-	-	-	-

(a) State allocations from 2016-17 have not yet been determined and are subject to the extent of drought-affected areas.

The Commonwealth will provide funding for the *National Partnership on assistance for pest animal and weed management in drought-affected areas*. This National Partnership will assist drought-affected farm businesses with installing water-related infrastructure and with managing the impacts of pest animals and weeds.

### National Partnership on bushfire mitigation

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	1.4	0.9	0.3	0.3	0.5	0.5	0.3	0.3	4.4
2016-17	2.3	0.9	0.3	0.3	0.4	0.4	0.3	0.3	5.3
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on bushfire mitigation*. This National Partnership enables States to implement long-term bushfire mitigation strategies and improved fuel reduction activities.

### National Partnership for the development of business cases for constraints measures<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	2.4	1.7	-	-	0.8	-	-	-	4.9
2016-17	~	~	~	~	~	~	~	~	5.1
2017-18	~	~	~	~	~	~	~	~	10.0
2018-19	~	~	~	~	~	~	~	~	20.0
2019-20	~	~	~	~	~	~	~	~	30.0

(a) State allocations from 2016-17 are subject to negotiation.

The Commonwealth is providing funding for the *National Partnership for the development of business cases for constraints measures*. This National Partnership supports the development of business cases that detail proposals to ease or remove constraints to the delivery of water to the environmental assets of the Murray-Darling Basin.

**National Partnership on the environmental management of the former Rum Jungle Mine site**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	4.3	4.3
2016-17	-	-	-	-	-	-	-	10.0	10.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the environmental management of the former Rum Jungle Mine site (Stage 2)*. This National Partnership continues the programme of work established to improve the daily management of the site and to further develop a rehabilitation strategy, in partnership with stakeholders, including the site's traditional owners.

A new spending measure associated with this National Partnership is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership on the management of established pests and weeds**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	1.6	1.5	1.6	1.5	0.8	0.2	..	0.4	7.5
2016-17	1.1	1.0	1.0	1.0	0.5	0.1	..	0.3	5.0
2017-18	1.1	1.0	1.0	1.0	0.5	0.1	..	0.3	5.0
2018-19	1.1	1.0	1.0	1.0	0.5	0.1	..	0.3	5.0
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on the management of established pests and weeds*. This National Partnership supports delivery of projects to build the skills and capacity of landholders, the community and industry in managing common established pest animals and weeds.

**National Partnership on the Great Artesian Basin Sustainability Initiative**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	2.0	-	1.5	-	2.5	-	-	-	6.0
2016-17	3.8	-	3.8	-	1.5	-	-	-	9.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the Great Artesian Basin Sustainability Initiative*. This National Partnership continues capping of uncontrolled bores and piping open bore drains to reduce water loss and recover groundwater pressure, maintenance of critical infrastructure and other activities to support the sustainable management and use of Great Artesian Basin water resources. The Great Artesian Basin Sustainability Initiative is being delivered through State agencies, with the Commonwealth contributing jointly with the States and private bore owners.

**National Partnership on the implementation of the National Insurance Affordability Initiative**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	12.0	-	-	-	-	-	12.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the implementation of the National Insurance Affordability Initiative* to reduce flood risk and bring about reductions in insurance premiums. The National Insurance Affordability Initiative is providing funding for the construction of a flood levee in Roma and improving flood defences in Ipswich.

**National Partnership on implementing water reform in the Murray-Darling Basin**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0
2016-17	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0
2017-18	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0
2018-19	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0
2019-20	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0

The Commonwealth is providing funding for the *National Partnership on implementing water reform in the Murray-Darling Basin*. This National Partnership supports the cooperative implementation of the *Intergovernmental Agreement on Implementing Water Reform in the Murray-Darling Basin*. This Agreement will ensure continuing progress in restoring the Basin's rivers to health and securing strong regional communities and sustainable food and fibre production.

**National Partnership for Management of the World Heritage Values of the Tasmanian Wilderness**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	5.2	-	-	5.2
2016-17	-	-	-	-	-	1.8	-	-	1.8
2017-18	-	-	-	-	-	1.7	-	-	1.7
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for Management of the World Heritage Values of the Tasmanian Wilderness*. This National Partnership supports the management of the World Heritage values of the areas added to the Tasmanian Wilderness in 2013 and progress with the cultural heritage values study of the property.

**National Partnership for mechanical fuel load reduction trials**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	1.0	-	-	-	-	-	-	-	1.0
2016-17	0.5	-	-	-	-	-	-	-	0.5
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for mechanical fuel load reduction trials* to undertake research that examines the effectiveness of mechanical fuel removal in forests where conservation values could be compromised by fuel reduction burning.

**National Urban Water and Desalination Plan<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	5.5	-	-	-	5.5
2016-17	-	-	-	-	2.1	-	-	-	2.1
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

(a) These figures include payments direct to local governments.

The Commonwealth is providing funding for the Water-proofing Eastern Adelaide Project as part of the National Urban Water and Desalination Plan. This project will help secure water supplies by reducing the use of potable water.

**National Water Security Plan for Cities and Towns**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	2.9	-	-	-	-	-	-	-	2.9
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the Chaffey Dam project under the National Water Security Plan for Cities and Towns.

**National Partnership on natural disaster resilience<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	3.4	2.1	3.0	1.6	2.1	0.7	0.7	-	13.4
2016-17	13.6	8.4	12.0	6.3	4.2	2.6	2.6	2.6	52.2
2017-18	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2018-19	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2019-20	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp

(a) Funding amounts are not published for 2017-18 to 2019-20 as negotiations are yet to be finalised.

The Commonwealth is providing funding for the *National Partnership on natural disaster resilience* which supports the States to strengthen community resilience and minimise the impact of a range of natural disasters in Australia.

This National Partnership is a joint funding arrangement that provides the flexibility for States to address their specific natural disaster risk priorities. This arrangement recognises that the Commonwealth and the States have a mutual interest in reducing the impact of, and increasing resilience to, natural disasters. It formalises their commitment to work together with other parties, such as volunteers, the private sector and local government, to achieve this outcome.

**National Partnership on pest and disease preparedness and response programmes<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.3	1.7	13.0	..	0.6	-	-	9.3	25.0
2016-17	0.3	0.5	16.5	-	0.1	-	-	2.6	20.0
2017-18	0.3	0.4	17.1	-	0.1	-	-	2.2	20.0
2018-19	0.3	0.4	17.3	-	0.1	-	-	2.0	20.0
2019-20	0.3	0.4	17.5	-	0.1	-	-	2.0	20.3

(a) State allocations are indicative estimates only. Funding is conditional on agreed national responses to pest or disease incursions.

The Commonwealth is providing funding for the *National Partnership on pest and disease preparedness and response programmes*. The funding contributes to agreed activities for pest and disease preparedness and response programmes.

Commonwealth funding contributes to national programs to eradicate exotic animal and plant pests and diseases, which if allowed to establish and spread, would have serious economic and environmental impacts. The Commonwealth is involved owing to the potential implications for biodiversity, market access issues for agricultural products and the need to protect nationally significant environmental assets.

**National Partnership on the South Australian River Murray Sustainability Programme**

The Commonwealth is providing funding for the *National Partnership on the South Australian River Murray Sustainability Programme*. The four components of this National Partnership support the Murray-Darling Basin water reforms by contributing to a healthy working river system, strong communities and sustainable food and fibre production, while providing certainty for affected communities and water users.

**Irrigation efficiency and water purchase components**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	45.0	-	-	-	45.0
2016-17	-	-	-	-	23.5	-	-	-	23.5
2017-18	-	-	-	-	8.5	-	-	-	8.5
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for South Australia to deliver a grants programme to support more efficient delivery and use of water by irrigation water providers and irrigators. The programme also enables South Australian irrigators to sell their water entitlements to the South Australian Government for the environment.

In total, these two components aim to return 36 gigalitres (long term average annual yield) of 'gap bridging' water to the Commonwealth.

**Irrigation industry assistance component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	28.0	-	-	-	28.0
2016-17	-	-	-	-	39.5	-	-	-	39.5
2017-18	-	-	-	-	25.0	-	-	-	25.0
2018-19	-	-	-	-	10.0	-	-	-	10.0
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for South Australia to deliver a grants programme to improve the productivity of the South Australian River Murray irrigation industry.

**Regional economic development component**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	11.5	-	-	-	11.5
2016-17	-	-	-	-	2.0	-	-	-	2.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the redevelopment of the Loxton Research Centre, a programme of industry led research and a Regional Development and Innovation programme. This component aims to create opportunities for economic diversification and regional development for Basin communities in South Australia.

**Sustainable Rural Water Use and Infrastructure Programme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	64.8	244.4	21.1	0.7	18.8	12.2	3.3	0.2	365.5
2016-17	134.1	193.1	35.6	-	60.2	22.0	27.0	-	472.0
2017-18	187.8	88.2	31.7	-	10.8	23.0	30.0	-	371.5
2018-19	1.1	48.4	17.0	-	-	10.0	17.7	-	94.2
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the Sustainable Rural Water Use and Infrastructure Programme. This funding is provided under a number of arrangements, such as the *National Partnership on Water for the Future* and Water Management Partnership Agreements relating to the *Intergovernmental Agreement on Murray-Darling Basin Reform*.

This programme funds most of the water recovery to 'bridge the gap' under the Murray-Darling Basin Plan. This programme is also improving the efficiency and productivity of rural water management and usage, delivering substantial and lasting water returns to the environment, helping secure a long term sustainable future for irrigated agriculture and communities, and improving the health of wetlands and freshwater ecosystems.

### National Partnership on the Water Infrastructure Development Fund

The Commonwealth will provide funding for the *National Partnership on the Water Infrastructure Development Fund*. The objective of the Fund is to facilitate long-term economic and regional development through:

- enhancing the knowledge base underpinning water infrastructure planning and decision making;
- undertaking the detailed planning required to inform water infrastructure investment decisions; and
- expediting the construction of water infrastructure.

#### Feasibility studies component<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	~	~	~	~	~	~	~	~	13.0
2016-17	~	~	~	~	~	~	~	~	19.5
2017-18	~	~	~	~	~	~	~	~	5.0
2018-19	~	~	~	~	~	~	~	~	7.0
2019-20	-	-	-	-	-	-	-	-	-

(a) State allocations from 2015-16 have not yet been determined.

The Commonwealth will provide funding to support delivery of feasibility studies that inform investment decisions on water infrastructure.

A new spending measure taken in the 2016-17 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

#### Capital component<sup>(a)</sup>

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	~	~	~	~	~	~	~	~	20.0
2018-19	~	~	~	~	~	~	~	~	50.0
2019-20	~	~	~	~	~	~	~	~	80.0

(a) State allocations from 2017-18 have not yet been determined.

The Commonwealth will provide funding of up to \$450 million to part fund the capital construction costs of a small number of high priority water infrastructure projects to help secure the nation's water supplies and deliver strong and sustainable economic benefits for Australia.



**National Partnership on whale and dolphin entanglements**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	..	..	..	..	..	..	-	..	0.1
2016-17	..	..	..	..	..	..	-	..	0.2
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on whale and dolphin entanglements*. This National Partnership supports State Governments to purchase equipment and training aimed at improving responses to whale and dolphin entanglements. This funding forms part of the Commonwealth's broader Whale and Dolphin Protection Plan.

## CONTINGENT PAYMENTS

Contingent payments arise where the Commonwealth has committed to provide compensation when an event occurs or otherwise guarantees a State's financial position. Payments to the States will only arise if the relevant event occurs.

**Table 2.11: Contingent payments to the States**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Partnership payments</b>					
Hepatitis C settlement fund	0.7	0.2	0.2	0.2	0.2
Natural Disaster Relief and Recovery Arrangements	48.8	27.4	11.1	..	-
<b>Total</b>	<b>49.5</b>	<b>27.6</b>	<b>11.2</b>	<b>0.2</b>	<b>0.2</b>

### Hepatitis C settlement fund

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.5	-	-	0.1	0.1	-	0.1	-	0.7
2016-17	0.2	-	-	-	-	-	-	-	0.2
2017-18	0.2	-	-	-	-	-	-	-	0.2
2018-19	0.2	-	-	-	-	-	-	-	0.2
2019-20	0.2	-	-	-	-	-	-	-	0.2

The Commonwealth is contributing to the participating States' schemes for out of court settlement costs for eligible individuals who contracted Hepatitis C through the blood supply service between 1985 and 1991.

A new spending measure associated with this funding is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

### Natural Disaster Relief and Recovery Arrangements (NDRRA)

#### NDRRA expense estimates

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	2.5	3.0	33.8	2.3	0.7	..	-	6.4	48.8
2016-17	0.1	1.4	23.6	0.2	0.1	..	-	1.9	27.4
2017-18	-	-	10.6	..	..	-	-	0.5	11.1
2018-19	-	-	-	..	-	-	-	-	..
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding under the NDRRA to assist the States with relief and recovery assistance following eligible natural disasters.

This includes payments to the States in response to recent natural disasters including the bushfires in South Australia in November 2015, Victoria in December 2015, Western Australia in January 2016 and in Tasmania commencing in January 2016 and flooding in the Northern Territory in December 2015. Payments are also being made for past disasters such as Tropical Cyclone Lam in the Northern Territory in February 2015, Tropical Cyclone Marcia in Queensland in February 2015,

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Tropical Cyclone Olwyn in Western Australia in March 2015 and Tropical Cyclone Nathan in both the Northern Territory and Queensland in March 2015.

The Commonwealth recognises a liability equal to the present value of future payments expected to be made to the States under the NDRRA. This is regardless of whether a State has completed eligible disaster reconstruction work or submitted an eligible claim under the NDRRA.

The estimated expenses in the table above reflect expected Commonwealth costs associated with disasters that have occurred in 2015-16 and the unwinding of the discount on the provision, which reflects the time value of money.

Estimated cash payments are presented in the table below, illustrating when the Commonwealth expects to reimburse the States for costs incurred in relation to past disasters.

**NDRRA cash estimates**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	106.3	-	-	0.8	-	-	-	-	107.0
2016-17	8.1	81.6	746.2	11.1	4.4	0.1	-	80.5	931.9
2017-18	-	-	596.0	0.2	0.2	-	-	27.2	623.6
2018-19	-	-	-	0.1	..	-	-	-	0.1
2019-20	-	-	-	-	-	-	-	-	-

## OTHER NATIONAL PARTNERSHIP PAYMENTS

The Commonwealth also makes various payments to the States to support other services, including payments in respect of:

- public order and safety;
- recreation and culture; and
- transport and communication.

Table 2.12 provides information on payments to the States to support these services.

**Table 2.12: Payments to support other State services**

\$million	2015-16	2016-17	2017-18	2018-19	2019-20
<b>National Partnership payments</b>					
2014 G20 Leaders' Summit security	1.6	-	-	-	-
Developing demand-driver infrastructure for the tourism industry	9.4	15.2	13.8	-	-
Financial assistance to local governments – Financial Assistance Grant programme	1,144.2	2,288.7	2,381.4	2,474.5	2,575.4
Financial assistance to NSW Government for NSW Police	-	-	0.1	2.9	4.6
Heffron Park Centre of Excellence	-	5.0	5.0	-	-
Legal assistance services	250.9	257.1	248.7	252.9	256.8
National Register of Foreign Ownership of Land Titles	8.0	8.0	-	-	-
North Queensland Strata Title Inspection Scheme	-	6.3	6.3	-	-
Provision of fire services	19.7	20.3	21.1	21.8	22.6
Sinking fund on State debt	..	..	..	..	..
Tasmanian horticulture market growth	0.1	-	-	-	-
Tasmanian Regional Tourism Infrastructure and Innovation Fund	4.4	-	-	-	-
<b>Total</b>	<b>1,438.3</b>	<b>2,600.7</b>	<b>2,676.3</b>	<b>2,752.1</b>	<b>2,859.5</b>

### National Partnership on the 2014 G20 Leaders' Summit security

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	1.6	-	-	-	-	-	1.6
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding for the *National Partnership on the 2014 G20 Leaders' Summit security* to cover Queensland's policing and related costs resulting from Australia's hosting of G20 meetings in Queensland, in particular the G20 Leaders' Summit.

**National Partnership on developing demand–driver infrastructure for the tourism industry**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	0.4	1.7	2.6	1.4	1.0	0.8	0.8	0.8	9.4
2016-17	4.8	2.8	2.9	1.4	1.0	0.8	0.8	0.8	15.2
2017-18	4.4	2.8	2.0	1.4	1.0	0.8	0.8	0.8	13.8
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on developing demand-driver infrastructure for the tourism industry*. This National Partnership funds projects that create and encourage tourism, and assist the tourism industry to meet the national tourism strategy, *Tourism 2020*.

**Financial assistance to local governments — Financial Assistance Grant programme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
<b>2015-16</b>									
General purpose component	253.8	197.5	159.4	86.6	56.8	17.3	13.0	8.2	792.5
Local road component	102.0	72.5	65.9	53.8	19.3	18.6	11.3	8.2	351.7
Total financial assistance to local governments	355.9	270.0	225.3	140.4	76.1	35.9	24.3	16.4	1,144.2
<b>2016-17</b>									
General purpose component	508.1	396.8	318.3	172.7	112.8	34.3	26.1	16.2	1,585.3
Local road component	204.1	145.0	131.8	107.6	38.7	37.3	22.6	16.5	703.4
Total financial assistance to local governments	712.2	541.8	450.1	280.2	151.5	71.5	48.6	32.6	2,288.7
<b>2017-18</b>									
General purpose component	528.5	413.8	331.0	180.5	116.7	35.2	27.1	16.7	1,649.5
Local road component	212.4	150.9	137.1	111.9	40.2	38.8	23.5	17.1	731.9
Total financial assistance to local governments	740.8	564.7	468.1	292.4	156.9	74.0	50.5	33.9	2,381.4
<b>2018-19</b>									
General purpose component	548.9	431.0	343.7	188.4	120.6	36.1	28.1	17.3	1,714.0
Local road component	220.7	156.8	142.5	116.3	41.8	40.3	24.4	17.8	760.5
Total financial assistance to local governments	769.5	587.8	486.2	304.7	162.4	76.4	52.5	35.1	2,474.5
<b>2019-20</b>									
General purpose component	571.1	449.6	357.4	197.0	124.7	37.1	29.1	17.9	1,783.9
Local road component	229.7	163.2	148.3	121.0	43.5	41.9	25.4	18.5	791.6
Total financial assistance to local governments	800.7	612.8	505.7	318.0	168.2	79.0	54.5	36.4	2,575.4

The Commonwealth is providing untied financial contributions through State governments to local governments, to be spent according to local priorities. In 2015-16, these financial contributions will total \$1.1 billion, recognising a decision by the Commonwealth for \$1.1 billion to be brought forward from 2015-16 to be paid in 2014-15.

The Financial Assistance Grant programme consists of two components: a general purpose component and a local road component. The general purpose component is

the larger component and is distributed between the States on a per capita basis, while the local road component is distributed between the States according to fixed historical shares.

Funding under the Financial Assistance Grant programme is paid through State governments to local governments. State grants commissions determine the intrastate distribution of the grant between local governments. Both funding components are untied and can be spent according to each local government's own priorities.

**National Partnership on financial assistance to NSW Government for NSW Police**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	0.1	-	-	-	-	-	-	-	0.1
2018-19	2.9	-	-	-	-	-	-	-	2.9
2019-20	4.6	-	-	-	-	-	-	-	4.6

The Commonwealth will provide funding for the *National Partnership on financial assistance to NSW Government for NSW Police*. This National Partnership will provide four years of transitional funding for the equal sharing of the costs of reimbursing NSW police officers who incur an additional tax liability from making voluntary superannuation contributions that exceed the concessional contributions cap due to the impact of NSW's compulsory employer death and disability insurance premiums. It will also provide for the cost-sharing of any fringe benefits tax that results from reimbursing police officers in these situations.

Funding for this programme is a new spending measure in the 2016-17 Budget. This measure is discussed in Budget Paper No. 2, *Budget Measures 2016-17*.

**National Partnership for the Heffron Park Centre of Excellence**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	5.0	-	-	-	-	-	-	-	5.0
2017-18	5.0	-	-	-	-	-	-	-	5.0
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership for the Heffron Park Centre of Excellence*. The Centre of Excellence will house a community and administration centre, as well as a football development department supported by elite facilities.

**National Partnership on legal assistance services**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	74.6	57.6	50.1	29.0	19.5	7.3	5.8	7.1	250.9
2016-17	76.6	59.2	51.4	29.9	19.8	7.3	5.8	7.2	257.1
2017-18	74.5	57.1	50.1	28.8	18.8	6.9	5.6	6.9	248.7
2018-19	75.5	58.0	51.0	29.5	19.1	7.0	5.7	7.0	252.9
2019-20	76.4	58.9	51.9	30.3	19.3	7.1	5.8	7.1	256.8

The Commonwealth is providing funding for the *National Partnership on legal assistance services*. This National Partnership allows the States to provide legal assistance services to disadvantaged persons by legal aid commissions and community legal centres in accordance with Commonwealth policy priorities.

**National Partnership on the National Register of Foreign Ownership of Land Titles<sup>(a)</sup>**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	~	~	~	~	~	~	~	~	8.0
2016-17	~	~	~	~	~	~	~	~	8.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

(a) State allocations are yet to be finalised.

The Commonwealth will provide funding for the *National Partnership on the National Register of Foreign Ownership of Land Titles*. This National Partnership will support the delivery of the National Register of Foreign Ownership of Land Titles by helping the States develop systems that will enable data on sales and transfers of real property involving foreign owners to be provided to the Australian Taxation Office.

**National Partnership on the North Queensland Strata Title Inspection Scheme**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	6.3	-	-	-	-	-	6.3
2017-18	-	-	6.3	-	-	-	-	-	6.3
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on the North Queensland Strata Title Inspection Scheme*. This National Partnership will improve the information available to owners of strata title properties about a property's susceptibility to weather damage, and ways to make properties more resilient. The Queensland Government will develop and administer the assessment programme for strata properties in North Queensland.

**National Partnership on provision of fire services**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	4.3	3.0	3.0	1.4	1.0	0.3	5.1	1.6	19.7
2016-17	4.4	3.1	3.1	1.4	1.0	0.3	5.3	1.7	20.3
2017-18	4.6	3.2	3.2	1.4	1.1	0.3	5.5	1.7	21.1
2018-19	4.7	3.3	3.4	1.5	1.1	0.3	5.7	1.8	21.8
2019-20	4.9	3.4	3.5	1.5	1.2	0.3	5.9	1.9	22.6

The Commonwealth is providing funding for the *National Partnership on provision of fire services*. This National Partnership provides the States with equitable payment arrangements for the fire protection of Commonwealth-owned buildings.

**Sinking fund on State debt**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	..	..	-	-	-	-	-	-	..
2016-17	..	..	-	-	-	-	-	-	..
2017-18	..	..	-	-	-	-	-	-	..
2018-19	..	..	-	-	-	-	-	-	..
2019-20	..	..	-	-	-	-	-	-	..

The Commonwealth is contributing to the Debt Retirement Reserve Trust Account on behalf of New South Wales and Victoria in accordance with the *Financial Agreement Act 1994*. Monies standing to the credit of the Account are applied to repurchase State debt that is governed by this legislation.

**National Partnership for Tasmanian horticulture market growth**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	0.1	-	-	0.1
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership for Tasmanian horticulture market growth*. This National Partnership will support the engagement of a Tasmania-based horticulture market growth facilitator to collate information and identify opportunities for growth in exports of Tasmanian fruit and vegetable products.

**National Partnership for the Tasmanian Regional Tourism Infrastructure and Innovation Fund**

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16	-	-	-	-	-	4.4	-	-	4.4
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-
2019-20	-	-	-	-	-	-	-	-	-



*Part 2: Payments for Specific Purposes*

The Commonwealth will provide funding for the *National Partnership for the Tasmanian Regional Tourism Infrastructure and Innovation Fund*. This National Partnership will fund projects that contribute to Tasmania's *Tourism 2020* outcomes.