

Senator Michael Forshaw Chair Finance and Public Administration References Committee Parliament House CANBERRA ACT 2600

#### Dear Senator Forshaw

At the hearings of the Finance and Public Administration References Committee on 2 and 10 February 2005, Departmental witnesses took a number of matters on notice and undertook to get back to the Committee.

These matters have been followed up and I am able to provide the Committee with the following information:

#### **SONA Procedures**

- Mrs Kelly and Mr Lloyd were provided with SONA guidelines at the time they were required to make a decision on a SONA project.
- SONA procedures have been included in the Regional Partnerships' Internal
  Manual which is sent to Chairs of Area Consultative Committees. The procedures
  have also been discussed in training sessions attended by Executive Officers of
  ACCs.
- I can confirm that the amount committed on SONA projects in 2003-04 is \$20.872 million. Major components of this commitment are \$12.734m for the Sugar Industry Reform Programme; \$4.5m for the University of New England Science, Communication Technology and Maths Centre; and \$2.5m for upgrade of Christmas Island Mobile Telephone system.
- Carriage of SONA assessments has mainly been undertaken in national office with input from regional offices. There have been two projects assessed in the Newcastle regional office, those being the two Slim Dusty projects.
- The Department has no record of announcements made for any of the SONA
  projects prior to completion of their assessment. However, the Crocfest project
  was running for several years prior to a decision that RP would contribute to its
  funding.
- In relation to the Slim Dusty project, the Government agreed that funding should be sourced from relevant Government programmes, subject to the normal requirements of those programmes.
- A publication entitled Regional Assistance Programme A Guide for Area Consultative Committees and Project Proponents contained a passing reference to "nationally significant projects". This booklet was published when that Programme was administered by the former Department of Workplace Relations and Small Business. To the best of my knowledge, no other reference to Projects

of National Significance appears in any of the printed public material for the Regional Assistance Programme.

## **Potential Sustainable Regions**

- An assessment, using an array of indicators, was undertaken by the Department of regions which could be candidates for extension of the Sustainable Regions Programme in June 2004.
- In providing this advice, DOTARS assessed a number of potential regions against the following indicators as a possible measure of disadvantage:
  - o annual population change, 1996-2001
  - o mean annual taxable income, 1999-2000
  - o unemployment rate, 2001
  - o regions that are 5-20% or more below the non-metropolitan average for the index of socio-economic disadvantage (SEIFA), 2001.

## **Tabling of Applications**

• The Senate Table Office has advised that their records show that no applications for funding under Regional Partnerships have been tabled in the Senate. However, I note that DOTARS did provide copies of a range of documents to your Committee in May 2003 during the course of the Inquiry into a funding matter under the Dairy Regional Assistance Programme. These documents included copies of relevant versions of the application from Moruya Decking and Cladding Pty Ltd, trading as Mordek.

### **Definition of Location Classification**

- The location classification in the data tables previously provided to the Committee
  was based on the assignment of the classification of the Area Consultative
  Committee to electorates within that region.
- The Department has standardised across the two programmes the regional classifications of each project. Projects for both programmes are now classified using the Australian Electoral Commission's electorate demographic rating system.

### Metropolitan

- o Inner Metropolitan comprised of well established built-up suburbs of capital cities.
- Outer Metropolitan containing areas of more recent suburban expansion in capital cities.

## Non-Metropolitan

- o Provincial a majority of enrolment in major provincial cities or in non-metropolitan urban conglomerates.
- o Rural without a majority of enrolment in major provincial cities.
- The electorate is based on the location of the proposed project at the time of lodgement of the application.
- A list of electorates and their demographic classification based on information provided by the Australian Electoral Commission is at **Attachment A**.

### Process for Advising Members of Parliament and Senators

- We are aware of other programmes that follow the practice of advising 'patron' senators of approved projects and that this practice is not unique to Regional Partnerships and the Sustainable Regions Programme.
- The Minister's Office has declined the Committee's request for a copy of the Patron Senator list.

## **Murray Order**

- The Department complies with the Murray Order to list all contracts, over \$100,000 in value, on the Departmental web site. In accordance with the Order a six monthly review of the listing is being conducted.
- Included on the list are relevant funding agreements for projects funded under Regional Partnerships and the Sustainable Regions Programmes. In accordance with the permission of the Senate, a generic entry has been included for Operational Funding Contracts with the 56 Area Consultative Committees.
- Programme guidelines alert prospective applicants that if they are successful they
  will be required to enter into a standard Funding Agreement with the Government
  prior to receiving funding. By signing the agreement recipients are required to
  acknowledge that the Government may be required to provide information
  contained in the agreement.
- Accordingly, the Department is able to provide details of any funding agreement entered into with recipients of Regional Partnerships or Sustainable Regions funding.
- All decisions on projects and funding agreements/contracts are auditable by the ANAO.

#### **ACC Recommendations**

• ACCs have given a low priority rating to under 4% of projects that have been decided on since the commencement of Regional Partnerships in July 2003. Over two thirds of projects are accorded a high priority rating.

### University of New England Maths Centre

• I can confirm that the funding agreement between the recipient and the Government for this proposal was signed on 29 June 2004.

### **Indigenous Projects**

- In August 2004, the Department of Transport and Regional Services provided data to the Office of Indigenous Policy Coordination on its indigenous expenditure for 2003-04. The attached tables (**Attachment B**) show some \$2.7m was spent on 11 projects under Regional Partnerships and \$2.6m on 7 projects under Sustainable Regions for this period.
- Subsequently, 10 further indigenous projects have been approved for funding under Regional Partnerships with a value in excess of \$4.1m. These are listed at Attachment C.

## **Tumbi Creek Application**

• Permission has been received from the Wyong Shire Council to table its letters dated 25 June and 1 July 2004 which relate to the Council's second application for additional funding under Regional Partnerships for the Tumbi Creek project. Copies of these letters are also attached.

Other matters were raised which the Department is currently considering. It was suggested that the Department undertake a survey of ACCs to establish the reasons why there are few applications from organisations in the electorates held by the non-Government parties. The Department is currently looking at options for including this issue in future evaluation activities for the programmes.

It was also asked whether the Department could provide details of State Government funding for projects funded under Regional Partnerships and the Sustainable Regions Programmes. As you would be aware from our Departmental submission, the Department's preliminary internal evaluation of Regional Partnerships up to 30 June 2004 found that for every \$1 committed to projects by the Australian Government, state governments have provided around \$0.93. An extensive manual search of files would be required to extract the more detailed information you seek.

I am aware that the Department also committed to seeking the Minister's approval to the release of other information sought by the Committee during hearings. I will advise the Committee of the outcome of those requests as soon as a decision is taken.

Yours sincerely

Peter Yuile

**Deputy Secretary** 

2 May 2005



# **ELECTORATE CLASSIFICATIONS**

Electorate	Old Classification	AEC Class 9 5 7	State	
Liectorate	Old Classification	AEC Class 9 5 7 AEC Class Pre 2004 Election Post 2004 Election		State
Adelaide	Metro	Inner Metropolitan	Inner Metropolitan	SA
Aston	Metro	Outer Metropolitan	Outer Metropolitan	Vic
Ballarat	Regional/Rural	Provincial	Provincial	Vic
Banks	Metro	Inner Metropolitan	Inner Metropolitan	NSW
Barker .	Regional/Rural	Rural	Rural	SA
Barton	Metro	Inner Metropolitan	Inner Metropolitan	NSW
Bass	Remote	Provincial	Provincial	Tas
Batman	Metro	Inner Metropolitan	Inner Metropolitan	Vic
	Regional/Rural	Provincial	Provincial	Vic
Bendigo Bennelong	Metro	Inner Metropolitan	Inner Metropolitan	NSW
Berowra	Metro	Outer Metropolitan	Outer Metropolitan	NSW
Blair	Metro	Rural	Rural	Qld
Blaxland	Metro			NSW
	Metro	Inner Metropolitan Outer Metropolitan	Inner Metropolitan N/A (Ceased to exist)	SA
Bonython Bonner	Metro	N/A (Not yet established)	Outer Metropolitan	Qld
8		Outer Metropolitan		SA
Boothby Bowman	Metro Metro	Outer Metropolitan	Outer Metropolitan Outer Metropolitan	i
Braddon	Remote	Rural	Rural	Qld Tas
Bradfield	Metro	Inner Metropolitan		NSW
Brand	Metro	1	Inner Metropolitan Provincial	WA
Brisbane	Metro	Outer Metropolitan Inner Metropolitan	Inner Metropolitan	1
Bruce	Metro	Outer Metropolitan	, .	Qld Vic
Burke		Rural	Outer Metropolitan	Vic
Calare	Regional/Rural	Rural	N/A (Ceased to exist) Rural	NSW
1	Regional/Rural Metro			Vic
Calwell		Outer Metropolitan	Outer Metropolitan	ACT
Canberra	Regional/Rural Metro	Inner Metropolitan	Inner Metropolitan	WA
Canning		Outer Metropolitan Provincial	Outer Metropolitan Provincial	
Capricornia	Remote Metro		Outer Metropolitan	Qld Vic
Casey	<b>!</b>	Outer Metropolitan Provincial	Provincial	NSW
Chariton	Regional/Rural Metro			NSW
Chifley	Metro	Outer Metropolitan Inner Metropolitan	Outer Metropolitan Inner Metropolitan	Vic
Chisholm	Metro	Inner Metropolitan	Inner Metropolitan	NSW
Cook	1	Provincial	Provincial	Vic
Corangamite	Regional/Rural Regional/Rural	Provincial	Provincial	Vic
Corio	Metro			WA
Cowan	\$	Outer Metropolitan Rural	Outer Metropolitan Rural	NSW
Cowper	Regional/Rural	Outer Metropolitan	Provincial	NSW
Cunningham	Regional/Rural Metro	•		WA
Curtin	Regional/Rural	Inner Metropolitan Rural	Inner Metropolitan Rural	ì
Dawson Deakin	Metro		Outer Metropolitan	Qld Vic
	<u> </u>	Outer Metropolitan	•	1
Denison Diekson	Remote	Inner Metropolitan	Inner Metropolitan	Tas
Dickson	Metro	Outer Metropolitan	Outer Metropolitan Provincial	Qld NSW
Dobell	Regional/Rural	Provincial Outer Metropolitan		1
Dunkley	Regional/Rural	Outer Metropolitan	Outer Metropolitan	Vic
Eden-Monaro	Regional/Rural	Rural	Rural	NSW
Fadden	Metro	Outer Metropolitan	Outer Metropolitan	Qld
Fairfax	Regional/Rural	Rural	Rural	Qld
Farrer	Regional/Rural	Rural	Rural	NSW
Fisher	Metro	Provincial	Rural	Qld

Electorate	Old Classification	AEC Class	AEC Class	State
		Pre 2004 Election	Post 2004 Election	
Flinders	Regional/Rural	Rural	Rural	Vic
Forde	Metro	Rural	Rural	Qld
Forrest	Regional/Rural	Rural	Rural	WA
Fowler	Metro	Outer Metropolitan	Outer Metropolitan	NSW
Franklin	Remote	Outer Metropolitan	Outer Metropolitan	Tas
-raser	Metro	Inner Metropolitan	Inner Metropolitan	ACT
Fremantle	Metro	Inner Metropolitan	Inner Metropolitan	WA
Gellibrand	Metro	Inner Metropolitan	Inner Metropolitan	Vic
Gilmore	Metro	Rural	Rural	NSW
Sippsland	Regional/Rural	Rural	Rural	Vic
Goldstein	Metro	Inner Metropolitan	Inner Metropolitan	Vic
Gorton	Metro	N/A (Not yet established)	Outer Metropolitan	Vic
Grayndler	Metro	Inner Metropolitan	Inner Metropolitan	NSW
Greenway	Metro	Outer Metropolitan	Outer Metropolitan	NSW
Grey	Remote	Rural	Rural	SA
Griffith	Metro	Outer Metropolitan	Outer Metropolitan	Qld
Groom	Regional/Rural	Provincial	Provincial	Qld
Gwydir	Regional/Rural	Rural	Rural	NSW
-lasluck	Metro	Outer Metropolitan	Outer Metropolitan	WA
-lerbert	Remote	Provincial	Provincial	Qld
-liggins	Metro	Inner Metropolitan	Inner Metropolitan	Vic
-lindmarsh	Metro	Inner Metropolitan	Inner Metropolitan	SA
-linkler	Regional/Rural	Rural	Rural	Qld
Holt	Regional/Rural	Outer Metropolitan	Outer Metropolitan	Vic
-lotham	Metro	Outer Metropolitan	Outer Metropolitan	Vic
Hughes	Metro	Outer Metropolitan	Outer Metropolitan	NSW
lume	Metro	Rural	Rural	NSW
-lunter	Regional/Rural	Rural	Rural	NSW
Indi	Regional/Rural	Rural	Rural	Vic
Isaacs	Metro	Outer Metropolitan	Outer Metropolitan	Vic
lagajaga	Metro	Outer Metropolitan	Outer Metropolitan	Vic
(algoorlie	Remote	Rural	Rural	WA
(ennedy	Remote	Rural	Rural	Qld
(ingsford Smith	Metro	Inner Metropolitan	Inner Metropolitan	NSW
Kingston	Regional/Rural	Outer Metropolitan	Outer Metropolitan	SA
Cooyong	Metro	Inner Metropolitan	Inner Metropolitan	Vic
_a Trobe	Metro	Outer Metropolitan	Outer Metropolitan	Vic
_alor	Metro	Outer Metropolitan	Outer Metropolitan	Vic
_eichhardt	Remote	Rural	Rural	Qld
Lilley	Metro	Inner Metropolitan	Inner Metropolitan	Qld
_indsay	Metro	Outer Metropolitan	Outer Metropolitan	NSW
ingiari	Remote	Rural	Rural	NT
ongman.	Metro	Rural	Rural	Qld
_owe	Metro	Inner Metropolitan	Inner Metropolitan	NSW
_yne	Regional/Rural	Rural	Rural	NSW
yons	Remote	Rural	Rural	Tas
Macarthur	Metro	Outer Metropolitan	Rural	NSW
Mackellar	Metro	Outer Metropolitan	Outer Metropolitan	NSW
Macquarie	Metro	Outer Metropolitan	Outer Metropolitan	NSW
Macquarie Makin	Metro	Outer Metropolitan	Outer Metropolitan	SA
Mallee	Regional/Rural	Rural	Rural	Vic
Mariee Maranoa	Regional/Rural	Rural	Rural	Qld

Electorate	Old Classification	AEC Class	AEC Class	State	
		Pre 2004 Election	Post 2004 Election		
Maribyrnong	Metro	Outer Metropolitan	Outer Metropolitan	Vic	
Mayo	Metro	Rural	Rural	SA	
McEwen	Regional/Rural	Rural	Rural	Vic	
McMillan	Regional/Rural	Rural	Rural	Vic	
McPherson	Metro	Provincial	Provincial	Qld	
Melbourne	Metro	Inner Metropolitan	Inner Metropolitan	Vic	
Melbourne Ports	Metro	Inner Metropolitan	Inner Metropolitan	Vic	
Menzies	Metro	Outer Metropolitan	Outer Metropolitan	Vic	
Mitchell	Metro	Outer Metropolitan	Outer Metropolitan	NSW	
Moncrieff	Metro	Provincial	Provincial	Qld	
Moore	Metro	Outer Metropolitan	Outer Metropolitan	WA	
Moreton	Metro	Inner Metropolitan	Inner Metropolitan	Qld	
Murray	Regional/Rural	Rural	Rural	Vic	
New England	Regional/Rural	Rural	Rural	NSW	
Newcastle	Regional/Rural	Provincial	Provincial	NSW	
North Sydney	Metro	Inner Metropolitan	Inner Metropolitan	NSW	
O'Connor	Regional/Rural	Rural	Rural	WA	
Oxley	Metro	Outer Metropolitan	Outer Metropolitan	Qld	
Page	Regional/Rural	Rural	Rural	NSW	
Parkes	Remote	Rural	Rural	NSW	
Parramatta	Metro	Inner Metropolitan	Inner Metropolitan	NSW	
Paterson	Regional/Rural	Rural	Rural	NSW	
Pearce	Remote	Rural	Outer Metropolitan	WA	
Perth	Metro	Inner Metropolitan	Inner Metropolitan	WA	
Petrie	Metro	Outer Metropolitan	Outer Metropolitan	Qld	
Port Adelaide	Metro	Inner Metropolitan	Inner Metropolitan	SA	
Prospect	Metro	Outer Metropolitan	Outer Metropolitan	NSW	
Rankin	Metro	Outer Metropolitan	Outer Metropolitan	Qld	
Reid	Regional/Rural	Inner Metropolitan	Inner Metropolitan	NSW	
Richmond	Regional/Rural	Rural	Rural	NSW	
Riverina	Regional/Rural	Rural	Rural	NSW	
Robertson	Regional/Rural	Provincial	Provincial	NSW	
Ryan	Metro	Outer Metropolitan	Outer Metropolitan	Qld	
Scullin	Metro	Outer Metropolitan	Outer Metropolitan	Vic	
Shortland	Regional/Rural	Provincial	Provincial	NSW	
Solomon	Remote	Inner Metropolitan	Inner Metropolitan	NT	
Stirling	Metro	Inner Metropolitan	Inner Metropolitan	WA	
Sturt	Metro	Inner Metropolitan	Inner Metropolitan	SA	
Swan	Metro	Inner Metropolitan	Inner Metropolitan	WA	
Sydney	Metro	Inner Metropolitan	Inner Metropolitan	NSW	
Tangney	Metro	Inner Metropolitan	Inner Metropolitan	WA	
Throsby	Regional/Rural	Inner Metropolitan	Provincial	NSW	
Wakefield	Remote	Rural	Rural	SA	
Wannon	Regional/Rural	Rural	Rural	Vic	
Warringah	Metro	Inner Metropolitan	Inner Metropolitan	NSW	
Watson	Metro	Inner Metropolitan	Inner Metropolitan	NSW	
Wentworth	Metro	Inner Metropolitan	Inner Metropolitan	NSW	
Werriwa	Metro	Outer Metropolitan	Outer Metropolitan	NSW	
Wide Bay	Regional/Rural	Rural	Rural	Qld	
Wills	Metro	Inner Metropolitan	Inner Metropolitan	Vic	

## Sustainable Regions Programme -Indigenous Project Expenditure: 2003-04

Project No.	Postcode	Project Title	Indigenous Beneficiary	Amount GST Exclusive	Amount GST Inclusive
		Wide Bay Burnett Sustainable Region			
1	4605	Cherbourg Food Processing Company	The company is positioned within an Aboriginal community with about 20 of its workforce being indigenous	454,545.45	500,000.00
		Kimberley Sustainable Region			
2	6725	Kimberley Aboriginal Pastoralists Project (KAPA)	primarily for a part time Executive Officer to coordinate the implementation of KAPA's strategic plan and for the day to day operations of the KAPA office	288,300.00	317,130.00
3	6725	Kimberley Aboriginal Aquaculture Corporation -Kimberley Black Tiger Prawn	659,927.27	725,920.00	
4	6743	Wunan Foundation, Kimberly Aboriginal Tourism Project	Wunan Foundation - The project aims to maximise the potential of existing relationships and involvements between 'host' aboriginal communities and the Wunan Foundation's tourism activities	85,000.00	93,500.00
5	6725	Miriam Council Aboriginal Corporation -Kimberley Interpreting Service (KIS)	Assist KIS to increase the use of interpreters within its existing client base as well as develop an expanded market with the private sector	115,454.55	127,000.00
6	6770	Warlayirti Arts Centre - The project will be based at Warlayirti Arts and Cultural Centre and will include the employment and support for a Business Development Manager and a Community Development Worker, to manage the commercial and non commercial development	Warlayirti Artists Aboriginal Corporation - Teaching Kids, Teaching Tourists, Sharing Culture	609,500.00	670,450.00
		Atherton Tablelands Sustinable Region			
7	4871	The Djabuagay Tribal Aboriginal Corporation, the traditional owners of the Bare Hill Rock Art site, will develop several guided tours of the site and other culturally significant locations nearby.	Djabugay Tribal Aborginal Corporation	142,090.91	156,300.00
		Total		2,354,818.18	2,590,300.00

## Regional Partnerships Programme - General Indigenous Expenditure 2003-04 (Actual)

RP no	Organisation Name		Project	Location	pcode	State		Total Funding (GST inc)
90	Tiwi Training and Employment Board Pty Ltd (RSP/1957)	company	Tiwi Islands Training Centre - Stage 2	NGUIU	822	NT	\$91,163	\$100,279
169	Watarru Community Inc	corp	Watarru Community Store Managers House	WATARRU COMMUNITY	872	SA	\$275,000	\$302,500
198	Oodnadatta Progress Assoc	assoc	Oodnadatta Tourism & Community Infrastructure project	OODNADATT A	5734	SA	\$72,500	\$79,750
336	Taribelang Bunda Aboriginal Corporation for land	corp	Pottery Workshop Activity Centre	BUNDABERG	4670	QLD	\$30,000	\$33,000
610	Kempsey Shire Council	council	Wigay Aboriginal Cultural Park	WEST KEMPSEY	2440	NSW	\$8,000	\$8,800
615	Gumala Aboriginal Corporation	corp	Aboriginal Lore Grounds Infrastructure Project	TOM PRICE	6751	WA	\$96,100	\$105,710
643	Central Australian Aborigina Media Association	assoc	Regional Indigenous Music Community Partnership	ALICE SPRINGS	870	NT	\$246,850	\$271,535
663	Ningy Ningy Cultural Heritage	assoc	Kurbingaibah infrastructure development	KIPPA-RING	4021	QLD	\$250,000	\$275,000
819	Coolgaree Aboriginal Corporation	corp	Palm Island Sponges Aquaculture Project - Technical Development	PALM ISLAND	4816	QLD	\$129,000	\$141,900
899	Balkanu Cane York Development Corp.	corp	Indigenous Stock Exchange	CAPE YORK	4870	QLD	\$45,000	\$49,500
958	Central Australian Regional Development Committee	committee	Desert Knowledge Business Centre (DKBC)	ALICE SPRINGS	870	NT	\$1,250,000	\$1,375,000
	Total						\$2,493,613	\$2,742,974

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MDL:AR/M Long F2004/06943

June 25 2004

Mr Ian Geary Department of Transport & Regional Services GPO Box 594 CANBERRA ACT 2601

Fax: (02) 6274 8100

Dear Mr Geary

## Regional Partnerships - Tumbi Creek Dredging

Please find attached Council's revised application for Regional Partnerships regarding the Tumbi Creek Dredging proposal. Council is now seeking financial support from the Federal Government for two-thirds of the estimated cost of the project (\$1.36M), with Council contributing the remaining one-third of the cost (\$0.68M), on the basis that the NSW Government has made no provision for funding of this work.

Should you require any further information or clarification please contact the undersigned on telephone 43 505 418.

Yours faithfully

Mike Long Manager

**OPEN SPACE AND RECREATION** 

Attch.

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FAMED

MDL:AR/M Long F2004/06943

July 1 2004

Mr Ian Geary Department of Transport & Regional Services GPO Box 594 CANBERRA ACT 2601

Fax: (02) 6274 8100

Dear Mr Geary

## Regional Partnerships - Tumbi Creek Dredging

Further to Council's previous correspondence, this letter is to confirm that Council's letter of June 25 2004 with enclosed application is seeking an <u>additional</u> \$0.68M to Council's original application of \$0.68M.

This means that the Federal Government's financial support, if approved, would amount to \$1.36M, or two thirds of the estimated project cost. Council's commitment would be \$0.68M, or one third of the estimated project cost.

Should you require any further information or clarification please contact the undersigned on telephone 43 505 418.

Yours faithfully

Mike Long

Manager \_

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