### WATER

#### **Question on Notice 1**

Mr D O'BRIEN: Thank you, Chair. Minister, can I ask a question to Ms Vaughan, who is just walking your way. I wonder if you could provide me with, as of 1 July 2020, how many customers across each water authority were on payment plans, and likewise for 1 July 2019?

A response to this question was provided to PAEC at the conclusion of the hearing.

Mr HIBBINS: Yes, okay, thanks. Look, I will conclude there, but can we just take on notice just a breakdown of the funding (*for 'Improving the health of Victoria's waterways and catchments in the face of escalating impacts of climate change'*) if you could provide that to the committee on notice?

The proposed breakdown of funding over the four years for this program is outlined below.

Program	\$ M
<b>Water statutory functions</b> – this includes permitting activities and floodplain advice activities of CMAs under the <i>Water Act 1989.</i>	37.000
<b>Waterway on-ground works</b> – this includes riparian management activities delivered by CMAs in partnership with landholders such as fencing, revegetation and weed control. It also includes implementation of regional waterway strategies and Flagship Waterway projects.	40.000
<b>Demonstrating waterway outcomes</b> – this includes monitoring, evaluation and research activities that provide evidence about the condition of Victoria's waterways and the effectiveness of management interventions. Provides critical information to meet reporting obligations, including for the Murray-Darling Basin Plan.	12.000
<b>Environmental water reserve officers, shared benefits and community engagement</b> – this includes regional planning, management and engagement for the environmental water reserve in CMAs.	19.680
<b>Environmental water works and measures and water recovery</b> – this includes several, small-scale infrastructure projects delivered by CMAs that will help improve the outcomes achieved from environmental water delivery.	0.750
<b>Ramsar site management</b> – this includes site co-ordination, management activities and monitoring for Victoria's 12 Ramsar sites.	12.179
<b>Integrated catchment management</b> - this includes renewal of 10 regional catchment strategies and delivery of on-ground ICM projects by CMAs.	21.750
Murray Programs, Investment and Reporting System, Anglesea River management – this includes staff and operating costs for Murray Programs, improvements to project reporting and management of the Anglesea estuary.	7.800
<b>Murray-Darling Basin Plan obligations</b> – this includes staff in the northern CMAs, monitoring and other projects to meet Victoria's obligations for environmental watering under the Murray-Darling Basin Plan.	7.624
<b>State-wide policy co-ordination and projects</b> – this includes DELWP staff and operational funds to deliver critical state-wide policy and projects, including the renewal of the Victorian Waterway Management Strategy and implementation of the new State Environment Protection Policy (Waters).	35.058
<b>Victorian Environmental Water Holder</b> – this includes the operations, fees and charges of the VEWH.	30.000
TOTAL	223.841

Mr D O'BRIEN: Thank you. I mentioned the \$50 million the federal government has put up for the onfarm emergency water rebate scheme. Will the state be matching the contribution?

The Commonwealth Government's On Farm Emergency Water Infrastructure Rebate Scheme (the Scheme) was a program available to drought-affected primary producers and horticulture growers to buy and install on-farm water infrastructure, such as pipes, pumps, drilling new stock water bores and desilting dams to supply water to permanent plantings and livestock.

The Scheme was announced in 2018 and Victoria was allocated \$5 million for a two year program, managed by Agriculture Victoria, administered by Rural Finance, under the portfolio responsibilities of the Minister for Agriculture.

As a result of the Commonwealth Government reducing its funding allocation to Victoria, the Scheme closed in May 2019, earlier than scheduled. In response the Victorian Government provided \$0.8 million to meet the financial commitments made to applicants that had applied to the Scheme in good faith.

In October 2020, the Commonwealth Government announced an extension to the Scheme with \$50 million in new funding and introduced a co-funding expectation from jurisdictions.

The Commonwealth Government's new expectation that jurisdictions provide matching funding was made without consultation or prior notice. The Victorian Government is continuing to negotiate with the Commonwealth Government to find a mutually agreeable position on how we make this program available to Victorian farmers.

The Commonwealth Government can directly fund the Scheme as it was originally designed and delivered should it choose to support Victorian farmers immediately.

Since 2018 the Victorian Government has provided over \$81 million in targeted support for Victorian farmers and rural communities affected by drought and dry seasonal conditions

Mr D O'BRIEN: Through the questions we were all asking the minister was responding in detail reading from a document about capital projects in her portfolio, and given we have not got a state budget paper 4 on capital, I was wondering whether she would be happy to table that information for the committee.

Project	Project Status	Total	-
			completion
		cost (\$m)	year
-		\$19.98	Dec-20
District	September 2019. Stage three included construction of 10.7km of pipeline		
	and 45 outlets upgraded and/or blanked. The project was delivered in full up to stage		
	three, however there remains an opportunity for further modernisation.		
	The Commonwealth's National Water Infrastructure Development Fund – Capital		
	Component has not allocated funding to Victoria for this		
	project. The project has completed 3 of the 5 construction stages.	<u> </u>	<b>D</b> 20
Bacchus Marsh	Stage four works were completed in June 2020. The total pipeline	\$9.90	Dec-20
Irrigation District	replaced throughout the project was approximately 8.5km.		
	The Commonwealth's National Water Infrastructure Development Fund – Capital		
	Component has not allocated funding to Victoria for this		
<b>-</b> .	project. The project has completed 4 of the 5 construction stages.	405.00	
East	Planning and approvals have commenced. Constructed expected to commence early	\$85.20	Sep-22
Grampians Rural	<b>2021 (subject to planning conditions).</b> The project will construct up to 1,600km of		
Water	pipeline network to provide a secure domestic and stock water supply covering up to		
Supply Project	330,000 hectares of unserviced land in the East Grampians region surrounding Ararat	<u> </u>	
Mitiamo Pipeline	Planning and approvals work commenced in 2019.	\$29.00	2 years
Project	The State has advanced \$200,000 to Goulburn Murray Water enabling		from when
	commencement of planning and approval works. On 11 April 2019, the Federal		funding is
	Coalition announced an election commitment to co-fund the Mitiamo and District		secured
	Reticulated Water Project. DELWP is awaiting the formal offer of funding.	¢20.00	L
Lindenow Valley	Project commenced May 2020 with applications open until 30 June 2021. In May	\$20.00	Jun-23
Water Security	2019, the Federal Coalition announced an election commitment of \$10 million		
Scheme	towards the Lindenow Valley scheme. Rural Finance is delivering the program on behalf of the Victorian Government and has recently concluded the first tranche of		
	assessment for grant applications. Under the first tranche, \$4.3 million in grants		
	funding for water infrastructure projects has either been approved or received an in-		
	principle approval.		
Western Irrigation	Project commenced in November 2020. The project will establish an irrigation	\$116.30	Apr-25
Network	scheme in the Parwan/Balliang region supplied by recycled water from three nearby	Ş110.50	Api 23
Network	treatment plants. The project will initially supply 4.2GL of class C recycled water by		
	2024 and has the potential of supplying up to 18.3GL of recycled water by 2050.		
Macalister	Funding agreement executed with early works underway. The \$62.6 million MID	\$62.60	Sep-24
Irrigation District	Phase 2 project will complete the Macalister modernisation program over the next	<i>\$</i> 02.00	000 21
Phase 2	four years, as part of the MID 2030 Strategy.		
GMW Connections	The Connections Project has completed works to achieve the 429 gigalitres of water	\$1.051.99	Oct-20
Stage 1	savings – on time and within budget. A small project team remains to	+ =) = = = = = = =	000 20
	ensure all works function as designed and are integrated into GMW. A full financial		
	reconciliation and audit will be completed by Connections Project and DELWP in early		
GMW Connections		\$1,084.37	Oct-20
Stage 2	governments.		
	All water savings from the Connections Project must be verified in line with the Water		
	Savings Protocol and Technical Manual. The 2019-20 audit, to include works		
	commissioned to 30 June 2020, has commenced and is expected in early 2021.		

Project	Project Status	Total	Expected
		projectcompletion	
		cost (\$m)	year
Macalister	Project on track for completion in 2021.	\$60.00	Jun-21
Irrigation			
District Phase 1B			
Sunraysia	Completed October 2019 on time and within budget.	\$7.81	Oct-19
Modernisation			
Project 2			
South West	Project completed in March 2020.	\$89.80	Mar-20
Loddon			
Coldstream	Building on the feasibility study completed for the project in 2017, in November	\$0.50	Dec-20
Recycled-Water	2018, the Commonwealth Government offered to co-fund up to \$250,000 to establish		
	governance arrangements and finalise project design under the NWIDF – Feasibility		
	Component.		
Hinterland Recycled	Feasibility study to assess the economy feasibility of diverting recycled water from the	\$0.69	Dec-21
Water Feasibility	South Eastern Outfall to the hinterland region of the Mornington		
Study	Peninsula. Countersignature for varied bilateral schedule was signed by the Minister		
	for Water in September 2020.		
12 Feasibility	Feasibility studies for 11 projects completed by 2018 - Agriculture and Job Growth	\$8.30	Jun-19
Studies	West of Melbourne; Coldstream Recycled-Water Pipeline (CROPS); Dilwyn Aquifer		
	Infrastructure; Lindenow Valley Water Security; Macalister Irrigation District 2030 -		
	Phase 2 Development; Mitiamo Reticulated Water Supply; Moonambel Water		
	Supply; South East Melbourne Regional Water Plan; Southern Victorian Irrigation		
	Development; Sunraysia Modernisation Project: Stage 2; Yanakie Secure Water		
	Supply		
	Feasibility study for East Grampians West Wimmera project was completed in 2019.		
TOTAL		\$2,646.43	

Mr LIMBRICK: Thank you, Minister. In the short time I have got left—one of the things in your slide was 'Improving recognition and management of water by traditional owners and Aboriginal Victorians'. What does this program actually entail and what is it trying to achieve?

Ms NEVILLE: Firstly, we have changed legislation so that all of our water authorities and CMAs have to engage with traditional owners around environmental watering et cetera. But we have also funded, in a range of the Aboriginal communities, water officers and policy officers so that they build their capacity. There are economic programs. I am happy to provide any more information you want on that.

Victorian Traditional Owners and Aboriginal Victorians' knowledge, expertise and participation have historically been excluded from water policy, decision-making and management, which has limited Traditional Owners and Aboriginal Victorians' ability to manage, access, use and own water for self-determined purposes. The historical legacy of government policy on water ownership by Traditional Owners and Aboriginal Victorians' has led to continued disconnection from Country and cultural uses of water, perpetuated socio-economic disadvantage, and missed a significant opportunity to more holistically and inclusively manage water resources.

Aboriginal Water reform initiatives in DELWP and our delivery partners aim to improve this situation by investing in projects, programs and resources to enable water-related outcomes for Traditional Owners and Aboriginal Victorians' for spiritual, customary, economic and social purposes.

A key enabler supporting Traditional Owners and Aboriginal Victorians' involvement in the water sector is the Aboriginal Water Program (AWP). The AWP aims to progress the actions set out in *Water for Victoria* Chapter Six, by providing funding under two key initiatives:

- Recognising Aboriginal values and uses to water through the roll-out of local projects to assist communities to better understand their values, uses and aspirations to water, employ Aboriginal Water Officers (AWO) and initiate an AWO Network. The projects aimed to explore cultural mapping, seasonal watering plans, water management plans, and research of cultural and environmental flows for the sustainable management of water and the health of Country.
- Aboriginal access to water for economic development through the roll-out of pilot and research projects which aimed to inform a 'roadmap' to help recognise where Traditional Owners and Aboriginal Victorians' can access water. The pilot projects aimed to test the feasibility of aquaculture, bush foods, native plants, water-based education, tourism and water access and trading for an economically independent future.

Through the 2020-21 State Budget, the Government will invest a further \$21 million to continue progress towards Traditional Owner access, management and ownership to water for self-determined purposes. The investment will enable up to 23 FTE AWO to secure employment for a further four years, and fund Traditional Owner-led projects to support Aboriginal communities' involvement in the water sector.