

## Fact Sheet 1 – Financial Assistance Grants

- The 2022-23 Budget maintains the system of payments to support local government, through Financial Assistance Grants.
- In 2022-23 the Australian Government will provide **\$2.8b** in Financial Assistance Grants funding. This includes **\$2.1b** which will be brought forward from the 2022-23 estimate and paid to State and Territory Governments in 2021-22
- The Financial Assistance Grants as a proportion of Commonwealth Tax Revenue in 2022-23 is therefore estimated to be **0.55%%**. In 2021-22 – this was 0.6%
- Financial Assistance Grants continue to comprise two components: general purpose assistance grants; and untied local roads grants.

*Table 1 - Overview of Financial Assistance Grants 2022-23*

<b>Table 1: Financial Assistance Grants 2022-23 \$M</b>	
General Purpose Component	487.9
Local Road Component	216.5
<b>Total Financial Assistance Grants</b>	<b>704.4</b>

*\*Note \$2.1 b will be brought forward into the 2021-22 financial year (BP3 P97)*

Table 2 Financial Assistance Grants for the period 2021-22 to 2025-26.

<b>Table 2: Total Financial Assistance Grants to local government 2022-23 to 2025-26</b>				
	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>
	<b>\$m</b>	<b>\$m</b>	<b>\$m</b>	<b>\$m</b>
General Purpose Component	487.9	2,027.6	2,111.3	2,195.4
Local Road Component	216.5	899.7	936.9	974.2
<i>Total financial assistance grants</i>	704.4	2,927.3	3,048.2	3,169.5

Note a bring forward payment of **\$2.1B** from 2022-23 will be provided in 2021-22. **(BP3 P97)**

Table 3 Financial Assistance Grants by jurisdiction – 2022-23

<b>Table 3: Financial Assistance Grants by jurisdiction 2022-23</b>									
	<b>NSW \$m</b>	<b>VIC \$m</b>	<b>QLD \$m</b>	<b>WA \$m</b>	<b>SA \$m</b>	<b>TAS \$m</b>	<b>ACT \$m</b>	<b>NT \$m</b>	<b>TOTAL \$m</b>
General Purpose Component	154.9	125.9	99.3	51	33.7	10.3	8.2	4.7	487.9
Local Road Component	62.8	44.6	40.6	33.1	11.9	11.5	6.9	5.1	216.5
<b>TOTAL</b>	217.7	170.6	139.9	84.1	45.6	21.8	15.1	9.8	704.4

Note a bring forward payment of **\$2.1B** from 2022-23 will be provided in 2021-22. **(BP3 P97)**