

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 **\$2.9B** in Financial Assistance Grants funding. This includes **\$2.1B** which was 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 0.52%
- 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

Table 1: Financial Assistance Grants 2022-23	
General Purpose Component	\$569M
Local Road Component	\$252M
Total Financial Assistance Grants	\$821M

*Note \$2.1 b was brought forward into the 2021-22 financial year (BP3 P92)

Table 2 Financial Assistance Grants for the period 2022-23 to 2025-26.

Table 2: Total Financial Assistance Grants to local government 2022-23 to 2025-26				
	2022-23	2023-24	2024-25	2025-26
	\$m	\$m	\$m	\$m
General Purpose Component	\$569.0	\$2,114.2	\$2,196.0	\$2,281.9
Local Road Component	\$252.5	\$938.1	\$974.4	\$1,012.5
<i>Total financial assistance grants</i>	\$821.5	\$3,052.3	\$3,170.5	\$3,294.4

Note a bring forward payment of \$2.1B from 2022-23 was provided in 2021-22. (BP3 P92)

Table 3 Financial Assistance Grants by jurisdiction – 2022-23

Table 3: Financial Assistance Grants by jurisdiction 2022-23									
	NSW \$m	VIC \$m	QLD \$m	WA \$m	SA \$m	TAS \$m	ACT \$m	NT \$m	TOTAL \$m
General Purpose Component	\$178.8	\$144.9	\$116.3	\$61.0	\$39.9	\$12.6	\$10.0	\$5.5	\$569.0
Local Road Component	\$73.3	\$52.1	\$47.3	\$38.6	\$13.9	\$13.4	\$8.1	\$5.9	\$252.5
TOTAL	\$252.1	\$196.9	\$163.6	\$99.6	\$53.8	\$26	\$18.1	\$11.4	\$821.5

Note a bring forward payment of \$2.1 b from 2022-23 was provided in 2021-22. (BP3 P92)