

## Fact Sheet 2 – Financial Assistance Grants

- The 2024-25 Budget maintains the system of payments to support local government, through Financial Assistance Grants.
- In 2024-25 the Australian Government will provide **\$3.27b** in Financial Assistance Grants funding.
- Financial Assistance Grants as a proportion of Commonwealth Tax Revenue in 2024-25 is estimated to be **0.51%**. This is an increase from the 0.49% in the 2023-24 Budget.
- Financial Assistance Grants continue to comprise two components: general purpose assistance grants; and untied local roads grants.

**Table 1: Total Financial Assistance Grants to local government 2024-25 to 2027-28**

	2024-25	2025-26	2026-27	2027-28
	\$m	\$m	\$m	\$m
General Purpose Component	2,265.6	2,372.8	2,464.1	2,561.0
Local Road Component	1,005.3	1,052.9	1,093.4	1,136.4
<i>Total financial assistance grants</i>	3,271.0	3,425.7	3,557.6	3,697.4

**Table 2: Financial Assistance Grants by jurisdiction 2024-25**

	NSW \$m	VIC \$m	QLD \$m	WA \$m	SA \$m	TAS \$m	ACT \$m	NT \$m	TOTAL \$m
General Purpose Component	708.8	580.4	464.7	245.6	156.9	48.3	39.6	21.3	<b>2,265.6</b>
Local Road Component	291.7	207.3	188.4	153.7	55.2	53.3	32.2	23.5	<b>1,005.3</b>
<b>TOTAL</b>	1,000.5	787.7	653.1	399.3	212.2	101.6	71.9	44.8	<b>3,271.0</b>

The Australian Government will continue to work with states in relation to the financial support of the local government sector, including advancing funding earlier than would usually occur.