# Pig Industry Fund Public Meeting 2024

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3pm Friday 2024 via MS Teams





## **Agenda**

- About the Fund
- 2. Management Plan
  - a) Estimate of Contributions
  - b) Proposals for Investment of the Fund
  - c) Proposals for the Application of the Fund
  - d) Process for Payments from the Fund
- 3. Reporting
- 4. Next Steps





#### 1. About the Fund

The Primary Industries Funding Scheme Act permits the collection of contributions from industry to support industry development

#### Legislation

- Primary Industries Funding Scheme Act 1998
- 14 funds operating under the Act
  - Grains x2

Pork

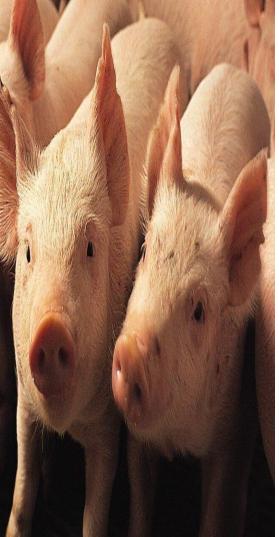
Livestock x2

Apiary

• Wine x7

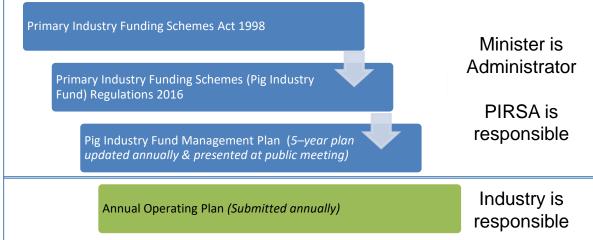
- Citrus
- Each fund is established under its own regulations
- Each requires development of a 5 year management plan





#### 1. About the Fund

Primary Industries Funding Scheme (PIFS) permits the collection of contributions from industry to support industry development







### 1. About the Fund - Roles

Pig Producer (Contributor)	Stock Agent / Abattoir / Producer (Collection Agent)	Minister / PIRSA (Administrator)	Industry Association (Fund Recipient)
Sells pigs to collection agent  Responsible for	Deducts \$0.20 per pig sold for \$20 or more whether within or outside South	Processes contributions  Processes requests for	Consults with Industry on priorities for coming year
checking deduction has been made.	Australia	refunds	Develop application to fund
*Can request refund if not happy with how	Collection Agents to forward this contribution to PIRSA	Facilitates applications to the fund	Deliver services to industry as per
funds are being spent	on monthly basis (producers on quarterly basis)	Makes payments from the fund  Manages legislative	application to fund/regulated approved purposes
		requirements	Reports to industry and Minister on how funds have been spent and outcomes





## 2. Management Plan

- Management Plans are public documents.
- Provide the Funds Administrator (Minister) with directions on how the fund contributors want their funds managed.
- Must provide minimum details as required in the Primary Industry Funding Scheme Act 1998.
- Can cover other issues as required.
- These plans were drafted, consulted and have been approved by Minister.





### 2a Est. Contributions

Table 1 – Contribution Rates and Estimated Income					
	2024-25	2025-26	2026-27	2027-28	2028-29
Contribution rate	\$0.20	\$0.20	\$0.20	\$0.20	\$0.20
Estimated sales (pigs)	880,000	885,000	885,000	885,000	885,000
Estimated income	\$176,000	\$177,000	\$177,000	\$177,000	\$177,000

- Contribution rate is set at 20c per pig sold for \$20 or more by a pig producer, whether within or outside South Australia.
- Pork SA assists with forward estimate figures



#### 2b Investment of the Funds

- PIRSA administers the financial operations of the fund on behalf of the Minister
- Contributions are invested in an interest-bearing account in accordance with the Department of Treasury and Finance.
- Interest paid on monies held is treated as income to the fund consistent with the regulations. Interest is paid monthly on the balance of the fund.
- Annual report to parliament delivered annually on income and expenditure





## 2c. Application of the Funds

The Fund may be applied by the Minister for any of the following purposes:

- Payments to a body that, in the opinion of the Minister, represents pig producers (Pork SA)
  - Pork SA to submit annual Operational Plan requesting funding amount and detailing how funds will be expended
- Payment of the expenses of administering the Fund
- Repayment of contributions to the Fund under regulation 5
  - those who request refunds are ineligible to receive benefits from the fund





## 2d Payments from the Funds

The application should be in the form of a letter to the Minister which:

- a) Confirms the organisation represents South Australian pig growers
- b) Requests a nominated payment from the fund
- c) An operational plan, which includes
  - brief description of activity + intended outcome
  - alignment to a approved purpose
  - budgeted cost.

The proposed activities in the operational plan

- should align with the national, and state strategic objectives and regional priorities
- may extend over multiple years
- collaborative projects are encouraged

Payments from the fund may be used as industry co-contribution for other grant programs

Applicants should ensure that they have completed reporting requirements of any previous agreement

of South Australia

Department of Primary
Industries and Regions



## 2d Payments from the Funds

Table 2 – Payment Terms				
July	January			
70%	30%			

- Fund Balance was \$2,792,341 as of 1 April 2024
- Industry has agreed to:
  - Always retain a minimum of two years annual contributions to ensure appropriate moneys are available for refund requests (\$334,000)
  - Retain an additional \$1,000,000 in funds for extreme animal disease outbreak activities.
- Application for 2023-24 from Pork SA was for \$195,148



## 3. Reporting

#### For transparency

- PIRSA produce an Annual Report to Parliament
  - https://www.pir.sa.gov.au/primary\_industry/livestock/pig\_industry\_fund
- Industry report on Annual Operating Plan
  - https://www.porksa.com.au/pig-industry-fund/
  - Important for transparency to producers on how funds are spent
  - All underspends are to be reported on with proposed contingency plans outlined.
- Pork Industry Fund webpage
  - For more information:
     <a href="https://pir.sa.gov.au/primary\_industry/livestock/pig\_industry\_fund">https://pir.sa.gov.au/primary\_industry/livestock/pig\_industry\_fund</a>





## 4. Next Steps

#### **Management Plans**

- Management Plans are for 5 year period commencing 2024-25.
- They will be made available on the PIRSA Website after this public meeting.
- These plans must be updated annually.
- A review of these plans and appropriate consultation activity will occur Q4 2025.

#### **Priorities for 2024-25**

 Review purpose and role of the public meeting to ensure relevant to current technology and industry needs





### **Questions and Discussion**



