

# South Australian Grape Growers Industry Fund

Management Plan 2023-24 to 2027-28

*Primary Industry Funding Schemes (SA Grape Growers Industry Fund)  
Regulations 2021*

# South Australian Grape Growers Industry Fund Management Plan 2023-24 to 2027-28

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<https://pir.sa.gov.au/wine-funds>

## Document History

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## Introduction

The [Primary Industry Funding Schemes Act 1998](#) ( the Act) provides South Australian primary industries with a legislative based ability to raise money within their sector to deliver activities and services that support the sector.

Section 4 of the Act allows the Governor to make regulations to establish a fund for a particular primary industry sector.

The Minister for Primary Industries and Regional Development (the Minister) is the Administrator for all the funds, which ensures appropriate accountability for the application of funds for the benefit of those industries. The Department of Primary Industries and Regions (PIRSA) manages the operations of the funds for the Minister. The Minister is required to report annually to Parliament on the operation of each fund and its accounts.

The SA Grape Growers Industry Fund is established by the [Primary Industry Funding Schemes \(SA Grape Growers Industry Fund\) Regulations 2021](#) ('the Regulations).

Contributions are payable as per the amount fixed for the period by the Minister, by notice in the South Australian State Government Gazette. Growers of SA Grapes contribute to the fund. Winemakers collect the contribution as a deduction from the payment to the grower, and must forward all contributions to the Minister on or before 30 June each year.

Contributors may seek a refund of their contributions. If a refund is paid to a contributor, they are deemed to be '*in default*' and not entitled to receive direct benefits or services funded by payments from the fund.

Payments are made from the fund for purposes defined in Regulation 7.

This management plan has been developed in consultation with the body that represents the contributors to the fund. It covers a five-year period and must be revised annually and may be updated at any time by the administrator of the fund.

## Estimate of contributions to the fund

The Regulations require a SA grape grower, meaning a person who grows SA grapes and who is not a SA winemaker ('a person who carries on a business of making wine and who processes SA grapes for that purpose') to contribute to the fund.

The contribution is collected by a SA winemaker as a deduction by the winemaker as a deduction from the amount payable by the winemaker to the grower for the grapes.

The contribution rates are shown in Table 1. Following a reform process in 2021, contributions are required to be paid as per the amount fixed for the period by the Minister, by notice in the South Australian State Government Gazette.

The Regulations require winemakers to pay all contributions to PIRSA by 30 June each year.

Table 1 – Contribution Rates					
	2023-24	2024-25 <sup>1</sup>	2025-26 <sup>2</sup>	2026-27 <sup>3</sup>	2027-28 <sup>4</sup>
Grower contribution rate	0.2% of the purchase price	0.2% of the purchase price	0.2% of the purchase price	0.2% of the purchase price	0.2% of the purchase price

The estimated contribution income for the most recent and the next five financial years is provided in Table 2. Industry production estimates have been derived from the industry crush survey and historic contributions. Average production estimates are used in forward years. Contribution rates are subject to change following appropriate consultation with contributors and the approval of the Minister.

Table 2 – Estimated Contributions Income					
	2023-24	2024-25	2025-26	2026-27	2027-28
Estimated production (tonne)	570,000	570,000	570,000	570,000	570,000
Estimated income <sup>5</sup>	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000

<sup>1</sup> Rates to be set via State Government Gazette

<sup>2</sup> Rates to be set via State Government Gazette

<sup>3</sup> Rates to be set via State Government Gazette

<sup>4</sup> Rates to be set via State Government Gazette

<sup>5</sup> contribution income estimate derived from Vintage 2023 contribution rates as currently set by the Regulations

## Investment of the fund

PIRSA administers the financial operations of the fund on behalf of the Minister in accordance with the Regulations and the [Public Finance and Audit Act 1987](#).

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.

## Purposes of the fund

Payments from the fund must be made in accordance with the Regulation 7:

### 7—Application of Fund

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

- (a) payments to a body that, in the opinion of the Minister, represents SA grape growers for 1 or more of the following purposes:
  - (i) the reasonable operating and management expenses of the body;
  - (ii) promoting SA grape growers;
  - (iii) undertaking or facilitating research and development, or the collection and dissemination to SA winemakers and SA grape growers of information, relevant to SA grape growers and, in particular, to the improvement of industry practices;
  - (iv) fees for affiliation of the body with regional, State or national bodies representing or promoting the interests of grape growers;
  - (v) programs designed to encourage communication and cooperation between SA winemakers and SA grape growers;
  - (vi) other purposes of the body;
- (b) payments for other purposes for the benefit of SA grape growers;
- (c) payment of the expenses of administering the Fund;
- (d) payments to the Consolidated Account or a special deposit account established under section 8 of the Public Finance and Audit Act 1987 of amounts in accordance with an agreement entered into between the Minister and a body to which payments may be made under paragraph (a), being repayments of an amount advanced to that body under the agreement;
- (e) repayment of contributions to the Fund under regulation 6

## Funding guidelines

### Eligible organisations

An eligible organisation is a body which, in the opinion of the Minister, represents South Australian Grape Growers.

### Amount available for payment

The amount available for payment from the fund depends on the amount of contributions received from the previous vintage, and will vary from year to year depending on seasonal conditions.

The amount available is dependent on:

- the latest crush estimate of the previous vintage to estimate the total amount of contributions expected
- contributions received by 30 June from winemakers which have remitted contributions within the timeframes specified in the Regulations
- an estimate of late contributions yet to be paid by winemakers
- an estimate of refunds based on historical trends
- an estimate of administration costs.

### Application process

The eligible organisation should contact PIRSA using the enquiry details on page 2 about preparing an application to receive a payment from the fund. The application should be in the form of a letter to the Minister which:

- confirms the organisation represents grape growers and wine makers of the region
- requests a payment from the fund
- attaches an operational plan, which includes for each activity:
  - a brief description and its intended outcome
  - alignment to a purpose (Regulation7(a))
  - the budgeted cost.

### Application approval

Approval for payment from the fund to the eligible organisation is deemed to be an agreement with the Minister that the eligible organisation will undertake the activities outlined in the operational plan and comply with any requirements in the Regulations and this management plan.

The organisation will be required to sign and return an acknowledgement of these conditions, provided with the letter of approval from the Minister, prior to payment being made.

## Payments terms

Payments from the fund to the eligible organisation may be made in accordance with the schedule in Table 3. The amount of any payment will not exceed the available balance of the fund at the time, minus an amount which is considered sufficient to cover audit and administrative costs plus an allowance for any refunds to contributors.

Table 3 – Payment Terms	
Within 30 days of approval	December
60%	40%

## Reporting requirements

The eligible organisation is to provide a report within three months of the end of the financial year, which shows the activities it carried out and/or outcomes achieved with monies from the fund and a statement of acquittal, demonstrating that all monies were expended.

This requirement may also be satisfied by providing a copy of the audited financial statements of the organisation and the annual report of the organisation.

## Fund administration

### Updating the management plan

Section 9 of the Act requires that this management plan is updated annually; that industry is consulted when preparing the management plan; that the revised plan is presented at a public meeting at least once per year; that it is available for public inspection; and that it may be updated at any time.

The updated management plan will be presented at a public meeting, which will be advertised and facilitated by PIRSA, and can be attended by all fund contributors. The management plan will then be posted on the PIRSA website to meet the requirements of section 9 (7) of the Act, in a manner permitted by section 8(3) of the [Legislation Interpretation Act 2021](#), which provides for the 'inclusion of digital material'.