

Australian Government

Department of Infrastructure, Transport, Regional Development, Communications and the Arts

Tasmanian Freight Equalisation Scheme Information Paper

This information paper is made under subclause 8.3.1 of the Ministerial Directions for the Tasmanian Freight Equalisation Scheme (TFES). This information paper should be read in conjunction with the ANZSIC Information Paper.

King Island and the Furneaux Group Shipments

If you ship eligible goods to or from King Island or the Furneaux Group, you may be eligible for TFES assistance. You cannot claim both Interstate and Intrastate assistance unless the goods you are shipping undergo a manufacturing process on the main island of Tasmania. If the goods went through a manufacturing process on the main island of Tasmania and you incur the freight costs for both legs you should make two separate TFES claims.

Interstate shipments

Interstate shipments between King Island and mainland Australia and between the Furneaux Group and mainland Australia are eligible for TFES assistance. The amount of assistance is calculated as though King Island and the Furneaux Group are part of northern Tasmania.

For Schedule 1 goods that are for permanent use or for sale on mainland Australia, or eligible southbound goods that are manufactured on mainland Australia, the assistance is a maximum of \$855 per TEU.

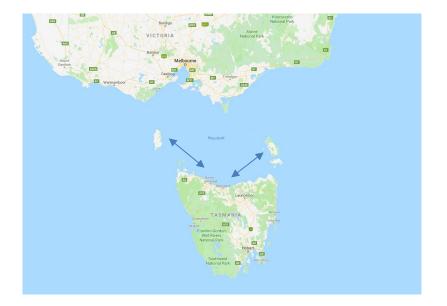
For Schedule 1 goods that are for transhipment via mainland Australia the rate is a flat rate of \$805 per TEU – see Additional Assistance below.



Intrastate shipments

Intrastate shipments are shipments between King Island and the main island of Tasmania and between the Furneaux Group and the main island of Tasmania. Eligible goods are:

- Listed in Schedule 1 of the Ministerial Directions and produced or manufactured on the main island of Tasmania for permanent use or sale on King Island or the Furneaux Group;
- Listed in Schedule 1 and produced or manufactured on King Island or the Furneaux Group for permanent use or sale on the main island of Tasmania;
- Raw material or equipment for use in your manufacturing or production processes if you are engaged in the manufacturing or mining industry on King Island or the Furneaux Group; and
- Material inputs, machinery, implements or equipment for use in your industry if you are engaged in agriculture, forestry or fishing industry on King Island or the Furneaux Group.



Source: Google Maps

The following goods must undergo a manufacturing process on the main island of Tasmania to be eligible:

- Goods shipped to King Island or the Furneaux Group from the mainland via the main island of Tasmania;
- Goods shipped to King Island or the Furneaux Group from overseas via the main island of Tasmania;
- Goods shipped to the Furneaux Group from King Island via the main island of Tasmania; and
- Goods shipped to the King Island from the Furneaux Group via the main island of Tasmania.

The following goods are not eligible under the Intrastate component of TFES:

• Schedule 1 goods produced or manufactured on King Island or the Furneaux Group for transhipment; or

 Schedule 1 goods produced or manufactured on King Island or the Furneaux Group for permanent use or sale on the mainland of Australia.

Additional Assistance

Additional assistance will be provided for Northbound shipments from:

• King Island or the Furneaux Group to mainland Australia for the purposes of transhipment:

The Additional Assistance is a 15% loading on the transhipment, that is \$805 per TEU.

Furneaux Group to mainland Australia for the purposes of transhipment, where there is a land transport component on the main island of Tasmania and if the goods are eligible Furneaux Group goods which were produced or manufactured in the Furneaux Group: Assistance is available for both legs of the trip.

- Additional Assistance of \$805 per TEU for the Furneaux Group mainland Tasmania leg,
- plus \$805 per TEU for the mainland Tasmania mainland Australia leg is available. Therefore total flat rate assistance of \$1,610.00 per TEU.

Furneaux Group to mainland Australia for permanent use or for sale, where there is a land transport component on the main island of Tasmania if the goods are eligible Furneaux Group goods which were produced or manufactured in the Furneaux Group:

- Assistance is available for both legs of the trip.
- Additional Assistance of \$855 (maximum) per TEU for the Furneaux Group mainland Tasmania leg,
- plus \$855 (maximum) per TEU for the mainland Tasmania mainland Australia leg is available up to a maximum of \$1710 per TEU.
- These goods must not undergo a manufacturing process on the main island of Tasmania prior to shipment to mainland Australia.

For further information, please see Clauses 2.5, 2.12-2.15, 3.5 and 3.13 of the TFES Ministerial Directions.