

THE BENEFITS FOR SUGAR COMMUNITIES OF MORE AFFORDABLE IRRIGATION WATER IN THE BUNDABERG SUPPLY SCHEME

Supplying the Isis, Millaquin and Bingera Sugar Mills in the South Milling Region

Proposed Scenario

25% REDUCTION IN 2020/21 TO 2023/24 PRICES
to levels to sustain and grow the sugar industry

Year	QCA* proposed	25% reduction
2020/21	\$115/ML	\$86/ML
2021/22	\$117/ML	\$88/ML
2022/23	\$122/ML	\$91/ML
2023/24	\$127/ML	\$95/ML

*Queensland Competition Authority



MODELLED COMMUNITY BENEFITS (2020-2024)

↑ **\$15.9m** in additional indirect output along the supply chain (\$26.6m total)

↑ **\$5m** in additional incomes within the industry and along the supply chain

↑ **17 jobs** in the region

↑ **\$10.6 million** in additional value add (Gross State Product)



ADDITIONAL BENEFITS

Improved sugar mill sustainability due to improved earnings and plant utilisation

Reduced risk of stranded water assets*

Improved environmental outcomes due to the more efficient use of applied nitrogen and herbicides

* Higher utilisation of water allocations lowers the socialisation of costs from non-users onto users, making water supply schemes more affordable and viable.



MODELLED SUGAR INDUSTRY RESPONSE (2020-2024)



155,078 more cane tonnes grown



\$10.7 million in direct output (additional sugar, molasses and energy production)

