

## QUALIFYING SOUTH AUSTRALIAN EXPENDITURE

### Further details about *Qualifying South Australian Expenditure* to assist applicants in providing correct information.

The South Australian Film Corporation requires that Applicants meet their expected level of qualifying South Australian expenditure. South Australian expenditure commitments will be monitored throughout the production and at any point requested by SAFC.

With each Production Report provided to SAFC under the relevant Agreement, the Producer will declare within it whether the South Australian expenditure as nominated will be reached, and in the event that, at any time, the Producer reasonably expects the level of expenditure in South Australia will be less than that nominated, the Producer will notify and engage in meaningful consultation with SAFC and use its best endeavours to:

- (i) meet the level of Qualifying South Australian Expenditure as contracted;
- (ii) replace any previously planned Qualifying South Australian Expenditure with alternative Qualifying South Australian Expenditure;
- (iii) minimise the underspend in overall Qualifying South Australian expenditure.

In the event of a disagreement between a Producer and SAFC Management in regard to either:

- (a) the Producer meeting their expected Qualifying South Australian Expenditure; or
- (b) the Producer's best endeavours (as outlined in (i),(ii) and (iii) above)

A failure to deliver the contracted level of qualifying South Australian expenditure without SAFC's prior written approval will be a breach of the Production Grant Agreement and may prevent the Producer from being eligible to obtain further funding from SAFC.

On application form:	Definitions for all projects:
Qualifying South Australian Expenditure	<ul style="list-style-type: none"> <li>/ Payments to a supplier of goods or services whose principal place of business is in South Australia.</li> <li>/ Payments to a supplier of goods or services which, although their principal place of business is outside South Australia, has an office or branch within South Australia through which it is supplying the goods or services in South Australia.</li> <li>/ Salaries paid to South Australian residents for services provided in connection with the project outside South Australia for a reasonable amount of time as determined by SAFC. SA Residency is defined in the <b>SAFC Terms of Trade</b>.</li> </ul>

	<ul style="list-style-type: none"> <li>/ Salaries and other expenses paid to or incurred in relation to any South Australian residents engaged on the project, and which includes superannuation contributions and tax</li> <li>/ Fringe Benefits Tax relating to benefits provided in South Australia</li> <li>/ South Australian Workers Compensation payments</li> <li>/ Fees for production services provided by South Australian companies in connection with the project</li> <li>/ Per diems (as that term is used and adopted by the Media Entertainment and Arts Alliance) (MEAA) paid to cast and crew who are not South Australian residents, but who provide their services to the producer in SA, in connection with the production of the project</li> <li>/ Expenditure in South Australia on accommodation, travel, hire car and other similar expenses paid to or incurred on behalf of any member of cast or crew in direct relation to the production, who is not a SA resident but who is working on the project in SA.</li> <li>/ Inbound international or interstate travel to a South Australian destination. Where a return fare is purchased 50% of the fare qualifies as South Australian Expenditure.</li> <li>/ All flights connected with the production of the project, that are purchased through a South Australian travel agent</li> <li>/ Inbound freight to a South Australian destination</li> <li>/ A maximum of up to 50% of the contingency can be apportioned as Qualifying South Australian Expenditure.</li> </ul>
SA Resident	<ul style="list-style-type: none"> <li>/ For the purposes of calculating Qualifying South Australian Expenditure, a South Australian Resident is an individual who meets all the following criteria: <ul style="list-style-type: none"> <li>/ their principal place of abode is in South Australia; and</li> <li>/ they are professionally based in and carry out their business in South Australia; and</li> <li>/ they are registered on the state electoral roll.</li> </ul> </li> <li>/ All contracts with individuals who are included in Qualifying South Australian Expenditure must have an SA electoral roll registration attached. The registration must be dated within 12 months prior to the contract execution date. The residency requirements may be varied by program specific guidelines, in which case those specific guidelines will apply.</li> </ul>