## Single Farming Unit (SFU)

- CICL allows customers to combine water held in individual farm annual allocation accounts<sup>1</sup> into a <u>single account</u>, called a single farming unit (SFU). This simplifies <u>annual</u> water allocation management for customers.
- The single account is accessible via <u>Waterways</u>, with the SFU statement able to be viewed via the primary login.
- The benefits of SFUs only apply during the water season.
- Prior to the end of the water season, any annual allocation remaining in the SFU must be transferred to the individual farm water allocation accounts<sup>2</sup>.
- SFUs can include members, non-members and customers within CICL and Kerarbury Channel Pty Ltd.
- All owners of farms in the SFU and/or non-member water entitlement holders must agree in writing to join the SFU.
- An <u>annual administration charge</u> applies and is invoiced against the first farm in the SFU. If applicable the <u>casual usage charge</u> is also invoiced against the first farm in the SFU.
- All other charges are levied against individual farms in the SFU.
- Water will not be delivered to any farms in the SFU until all the farms in the SFU are financial or have entered into a payment agreement with CICL.
- The SFU policy is available on the CICL website.

## **RATIONALE**

The creation of SFUs simplifies customers' farm business management by:

- Removing the need to transfer annual allocation between farms during the water season including avoiding the temporary allocation transfer charge.
- Including all delivery entitlements on the farms in the SFU for the purpose of management of <a href="mailto:system-wide">system-wide</a> restrictions or <a href="mailto:system-wide">system-wide</a> constraints or combined downstream of a localised constraint.
- Including all delivery entitlements on the farms for calculation of the casual usage charge which applies when water use exceeds 110 percent of the delivery entitlements in the SFU.

## WHAT A SFU ISN'T

The SFU policy is to simplify water allocation account management. It does not extend to the CIA water use policy or the application of CICL Rules.

## **FURTHER INFORMATION**

If you require further information about Single Farming Units please contact CICL on T:02 6954 4003.

<sup>&</sup>lt;sup>2</sup> No temporary allocation transfer charges apply to this end of season account balancing process.





<sup>&</sup>lt;sup>1</sup> Annual allocation account includes water allocated to water entitlements, any carryover volume, member benefit, additional water offers and nett annual allocation trade.