

Fact Sheet 3 – Transport

A local government perspective

- The Australian Government provides funding to the states, territories and local governments for road and rail infrastructure through the Infrastructure Investment Program under the Federation Funding Agreement Schedule on Land Transport Infrastructure Projects. The Australian Government has a ten-year funding allocation for this program.
- The Infrastructure Investment Program includes several components that involve payments to the states, territories and local governments. Of particular relevance to local governments:

Roads to Recovery

- \$843.0 million has been allocated to the Roads to Recovery program in 2026-27.
- The Australian Government has delivered on its promise to increase Roads to Recovery funding to \$1 billion per year (expected to hit this target in 2027-28).

\$m	2025-26	2026-27	2027-28	2028-2929	2029-30
	734.0	843.0	1,175.9	1,162.0	999.0

Black Spot Program

- \$157.4 million has been allocated to the Black Spot program in 2026-27.
- This is up from the previous years allocation of \$150.0 million.

Safer Local Roads and Infrastructure

- \$330.0 million has been allocated to the Safer Local Roads and Infrastructure program in 2026-27.
- This is up from the previous year's allocation of \$201.5 million.

Active Transport Fund

- \$500.0 million over ten years from 2026–27 to continue the Active Transport Fund.
- \$90.2 million has been allocated to the Active Transport Fund in 2026-27.
- This is up from the previous year's allocation of \$15.6 million.
- This funding is for the upgrade and construction of new bicycle and walking paths, to improve safety for vulnerable road users (such as cyclists and pedestrians), to support reduced emissions and improve productivity, health and community liveability.

Summary of Commonwealth funding for Roads and Transport in 2026-27 (\$m):

Roads to Recovery	843.0
Black Spots Program	157.4
Safer Local Roads and Infrastructure Program	330.0
Active Transport Fund	90.2

Total road funding allocation for local governments, by State/Territory in 2026-27 is set out in the table below:

State/Territory	Roads to Recovery (\$m)	Safer local roads (\$m)	Black Spots (\$m)	Active Transport Fund (\$m)	TOTAL (\$m)
New South Wales	234.7	112.9	45.1	11.2	403.9
Victoria	164.3	69.9	42.9	8.6	285.7
Queensland	169.6	70.9	30.4	7.0	277.9
Western Australia	126.3	33.4	17.7	6.1	183.5
South Australia*	74.1	20.4	11.5	2.3	108.3
Tasmania	26.1	16.8	4.3	0.9	48.1
Australian Capital Territory	21.5	1.6	2.4	3.4	28.9
Northern Territory	26.4	4.1	3.1	0.8	34.4
Total:	843.0	330.0	157.4	90.2	1420.6