

2012 Policy Commitment - ACT Greens

Election Commitment:

Name of Commitment: A new home for Megalo

Reference No: GRN014

Cost Request Submitted by:¹ Meredith Hunter MLA, ACT Greens Parliamentary Leader

Date Request Received: 05-Sep-12

Date of Public Release: 01-Aug-12

Additional Information Requested (including date): n/a

Additional Information Received (including date): n/a

Financial Implications:

Impact On:	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	TOTAL \$'000
Revenues ^(a)	0.0	0.0	0.0	0.0	0.0	0.0
Expenses ^(a)	0.0	-55.3	-110.6	-113.0	-115.6	-394.5
Net Operating Balance	0.0	-55.3	-110.6	-113.0	-115.6	-394.5
Capital Requirement	0.0	-1,300.0	0.0	0.0	0.0	-1,300.0
Cash Surplus/Deficit	0.0	-1,355.3	-57.6	-60.0	-62.6	-1,535.5

(a) A negative number indicates a decrease in revenue or an increase in expenses

Other Information:

Caveats or qualifications to the costing:

The new location for Megalo is yet to be determined and will need to be in accordance with the Kingston Foreshore Masterplan.

Other Comments:

The costing is reasonable, noting the cost of construction and fit-out and the treatment of existing budget provisions relating to the \$3.9 million capital funding provided in the 2011-12 Budget. Treasury notes, however, that there is a level of uncertainty on costings at an early stage of project definition and user specification.

Costing Methodology Used:

- Costing Technique:


Treasury has included the cost of funds in addition to the capital costs (\$0.235 million across four years). While the Party states that the capital costs include the cost of funds, Treasury considers that the cost of funds represent opportunity costs of capital, and as such, does not need to be a constraint on the capital cost of the project in the manner identified by the Party.

- Policy Parameters:

n/a

Statistical Data Used:

n/a



Megan Smithies
Director-General