


2012 Policy Commitment - ACT Greens

Election Commitment:	
Name of Commitment:	Climate and Energy - Public Housing Energy Efficiency Upgrades Reference No: GRN129
Cost Request Submitted by:¹	Meredith Hunter MLA, ACT Greens Parliamentary Leader
Date Request Received:	10-Oct-12 Date of Public Release: 21-Sep-12
Additional Information Requested (including date):	n/a
Additional Information Received (including date):	n/a

Financial Implications:						
Impact On:	2012-13	2013-14	2014-15	2015-16	2016-17	TOTAL
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenues ^(a)	0.00	0.00	0.00	0.00	0.00	0.00
Expenses ^(a)	0.00	-675.08	-1,093.74	-1,497.44	-1,761.23	-5,027.49
Net Operating Balance	0.00	-675.08	-1,093.74	-1,497.44	-1,761.23	-5,027.49
Capital Requirement	0.00	-5,696.00	-5,670.00	-5,670.00	-5,834.00	-22,870.00
Cash Surplus/Deficit	0.00	-6,371.08	-6,621.34	-6,883.29	-7,169.33	-27,045.04

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

Other Information:
Caveats or qualifications to the costing:
<p>The commitment only relates to Item 8 of the ACT Green's Policy: <i>Climate and Energy</i>.</p> <p>Treasury notes that the cost of individual upgrades to Housing ACT properties, and hence the number of properties that can be upgraded, will not be known until energy ratings have been complete.</p> <p>Treasury understands that the cost to upgrade multi-unit properties and residential properties with poor orientation would far exceed the average cost applied in the costing. As such, the funding even with programming lower cost properties first, may not provide for the full upgrade of 5,500 properties (of the total 9,500 properties to be upgraded by 2020-21).</p> <p>Treasury also notes that the commitment anticipates a contribution from the Energy Efficiency Improvement Scheme. Treasury considers that as commercial decisions from energy retailers are yet to be made on the operation of the scheme, this funding cannot be assured.</p>
Other Comments:
n/a
Costing Methodology Used:
<p>- Costing Technique:</p> <p>The Treasury costing varies from the announced cost primarily due to depreciation being applied over 40 years, rather than 80 years. Treasury has assumed the dollar limited capital expenditure as profiled across the years in the policy commitment.</p>
- Policy Parameters:
n/a
Statistical Data Used:
n/a



Megan Smithies
Director-General

1. Name of Person and Applicable Party