


## Request for Costing an Election Commitment

<b>Name of election commitment:</b>	<i>Creative Street Furniture</i>
Person and party requesting costing:	Meredith Hunter, ACT Greens Parliamentary Leader
Date of public release of election commitment, including source:	19 <sup>th</sup> September 2012 <a href="http://act.greens.org.au/sites/greens.org.au/files/Arts%20Package.pdf">http://act.greens.org.au/sites/greens.org.au/files/Arts%20Package.pdf</a>
Summary of election commitment:	\$5000 grants for local artists to design and fabricate creative bike racks
Intention of election commitment:	To provide opportunities for local designers and artists to gain experience and exposure for their work while adding colour and creativity to the urban landscape.
Signature of person requesting costing:	
Date of request for costing:	5/10/12

**What are the key assumptions that have been made in the election commitment?**

**Note:** that where the request to cost an election commitment differs from the public announcement, the costing will be on the basis of information provided in the costing request.  
**Note:** it will be up to the professional judgment of the Director-General as to whether these assumptions are adopted in the costing of the election commitment.

**Where relevant, is the funding for the policy to be demand driven or a capped amount?**

A capped amount. 10 x \$5000 grants per year plus depreciation and cost of borrowing

**Will third parties, for instance the Commonwealth or other State/Territories, have a role in funding or delivering the election commitment?**

Yes, local artists will be engaged to construct the bike racks

**Will funding/the cost require indexation?**

Depreciation and costs of borrowing have been included in this policy costing.

**What are the estimated revenue and operating costs each year (if available) and what are the capital requirements for this election commitment and estimated costs each year (if available)?**

	2012-13	2013-14	2014-15	2015-16	2016-17	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue <sup>(a)</sup>	0	0	0	0	0	0
Expenses <sup>(a)</sup>	0	-2.5	-9.5	-16.5	-23.5	-52
Capital	0	-50	-50	-50	-50	200

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

**What is the likely take up?**

Up to 40 individual grants are available over the four years.

**Any other assumptions?**

- The \$5000 grants are intended to cover the design, materials and fabrication of the proposed street furniture.
- The finished items will be installed by TAMS within their existing schedule of works.
- Installation is assumed to occur at the end of the financial year, hence depreciation commences on the first day of the next financial year
- Per the TAMS Annual Audited Financial Statements for 2010-11, Note 2(v), property plant and equipment is depreciated on a straight line basis over a period between 2 and 50 years. We have assumed straight line depreciation over a period of ten years, or \$500 per year per bike back.
- Compounding cost of capital of 4.25% per year.

**Administration of the election commitment****How will the election commitment be administered?**

The grants process will be administered by ArtsACT within their existing arts grants processes. The design and fabrication will be administered by the applicant artist. Installation will be administered by TAMS within their existing schedule of works.

**Who will administer the election commitment?**

As above.

**Has an allowance been made for expenses necessary to support the implementation of this election commitment?**

- If no, will the government agency be expected to absorb expenses associated with this election commitment?
- If yes, please specify the key assumptions.  
No allowance has been made, both ArtsACT and TAMS will be required to implement elements of this policy within their existing resources.

**What is the intended implementation date of the election commitment?**

From the start of the 2013-14 financial year.

**Are there transitional arrangements associated with election commitment implementation?**

N/A.

**Are there any other assumptions that need to be considered?**

Installations will be required to meet relevant codes for safety and functionality.

**When is the election commitment expected to be fully operational?**

*Please provide further details i.e. start and end dates, the level of commitment during each period etc?*

From the start of the 2013-14 financial year.

**Will the election commitment cease and if so when?**

The election commitment is intended to run during the four years 2013/14 until 2016/17.