


## 2012 Policy Commitment - ACT Labor

| Election Commitment:  |  |
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| <b>Name of Commitment:</b> Replacement of Respite Properties                              | Reference No: LAB079                     |
| <b>Cost Request Submitted by:</b> <sup>1</sup> Katy Gallagher MLA, ACT Labor Party Leader |  |
| <b>Date Request Received:</b> 09-Oct-12   | <b>Date of Public Release:</b> 28-Sep-12 |
| <b>Additional Information Requested (including date):</b> n/a                             |  |
| <b>Additional Information Received (including date):</b> n/a                              |  |

| Financial Implications:      |                   |                   |                   |                   |                   |                 |
|------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-----------------|
| Impact On:                   | 2012-13<br>\$'000 | 2013-14<br>\$'000 | 2014-15<br>\$'000 | 2015-16<br>\$'000 | 2016-17<br>\$'000 | TOTAL<br>\$'000 |
| Revenues <sup>(a)</sup>      | 0.0               | 0.0               | 0.0               | 0.0               | 0.0               | 0.0             |
| Expenses <sup>(a)</sup>      | 0.0               | -85.0             | -188.6            | -228.4            | -270.9            | -772.9          |
| <b>Net Operating Balance</b> | <b>0.0</b>        | <b>-85.0</b>      | <b>-188.6</b>     | <b>-228.4</b>     | <b>-270.9</b>     | <b>-772.9</b>   |
| <b>Capital Requirement</b>   | 0.0               | -2,000.0          | -2,000.0          | 0.0               | 0.0               | -4,000.0        |
| <b>Cash Surplus/Deficit</b>  | 0.0               | -2,085.0          | -2,173.6          | -198.4            | -240.9            | -4,697.9        |

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

| Other Information:   |
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| <b>Caveats or qualifications to the costing:</b><br>The commitment relates to Item 7 of the <i>ACT Labor to deliver more to Canberrans with a disability, their families and carers</i> policy.  |
| <b>Other Comments:</b>   |
|  |
| <b>Costing Methodology Used:</b>   |
| - <b>Costing Technique:</b><br>The Treasury costing differs from the announced cost due to:<br>- the inclusion of cost of funds at 4.25 per cent;<br>- repairs and maintenance calculated on the basis that the first year after construction will be under warranty, second year costs will be 1 per cent of the construction costs and 2 per cent thereafter.<br>- depreciation calculated over 80 years with a residual value of 40 per cent.<br>It has been assumed that Housing ACT will own the properties and meet all direct property costs. It is further assumed that the construction period of each property is 12 months. |
| - <b>Policy Parameters:</b>  |
| n/a  |
| <b>Statistical Data Used:</b>  |
| n/a  |



Megan Smithies  
Director-General