

2012 Policy Commitment - ACT Labor

Election Commitment:

Name of Commitment: Community Supported Disability Housing

Reference No: LAB083

Cost Request Submitted by:¹ Katy Gallagher MLA, ACT Labor Party Leader

Date Request Received: 09-Oct-12

Date of Public Release: 28-Sep-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	-17.0	-214.5	-449.7	-486.2	-1,167.4
Net Operating Balance	0.0	-17.0	-214.5	-449.7	-486.2	-1,167.4
Capital Requirement	0.0	-400.0	-1,100.0	-1,500.0	0.0	-3,000.0
Cash Surplus/Deficit	0.0	-417.0	-1,314.5	-1,938.5	-463.7	-4,134.7

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

Other Information:

Caveats or qualifications to the costing:

That the commitment relates to item 5 of ACT Labor's policy, *ACT Labor to deliver more to Canberrans with a disability, their families and carers.*

Other Comments:

The capital funding profile has been adjusted in the Treasury costing between 2014-15 (increase by \$100,000) and 2015-16 (decrease by \$100,000) to reflect completion of the first unit in 2014-15.

Management of the facilities will be by a Not-For-Profit entity.

Support costs are dependent on the number and complexity/needs of residents.

The government subsidy will depend on the negotiated service delivery agreement.

Costing Methodology Used:

- Costing Technique:

The Treasury costing differs from the announced cost due to:

- the inclusion of cost of funds at 4.25 per cent;
- 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.
- depreciation calculated over 80 years with a residual value of 40 per cent.
- support costs have been indexed at 2.5 per cent.

- Policy Parameters:

n/a

Statistical Data Used:

n/a



Megan Smithies
Director-General