

2012 Policy Commitment - ACT Labor

Election Commitment:

Name of Commitment: Melrose High School (Amended)

Reference No: LAB122

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

Date Request Received: 14-Oct-12

Date of Public Release: 12-Jul-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	-259.3	-473.6	-546.1	-619.1	-1,898.0
Net Operating Balance	0.0	-259.3	-473.6	-546.1	-619.1	-1,898.0
Capital Requirement	0.0	-6,100.0	0.0	0.0	0.0	-6,100.0
Cash Surplus/Deficit	0.0	-6,359.3	-270.3	-342.8	-415.7	-7,388.0

(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 only relates to the synthetic football fields at Melrose High School component of Labor's *ACT Labor to invest \$26 million in our local sports grounds and facilities policy*.

Other Comments:

n/a

Costing Methodology Used:

- Costing Technique:

Treasury's costing differs from the announced cost due to the increase in estimated capital costs, the inclusion of cost of funds and maintenance costs and differences in the timing of the application of depreciation.

Treasury's capital cost is based on similar benchmarks.

Treasury has also included maintenance costs. While the costing request suggests that these could be absorbed, Treasury notes that the commitment includes construction of buildings and artificial playing fields which require maintenance and repairs. Therefore, maintenance costs may be difficult to absorb without the offsets being identified.

- Policy Parameters:

n/a

Statistical Data Used:

n/a



Megan Smithies
Director-General