

## 2012 Policy Commitment - Canberra Liberals

### Election Commitment:

**Name of Commitment:** Northside 200 Bed Sub-Acute Hospital

**Reference No:** LIB045

**Cost Request Submitted by:**<sup>1</sup> Zed Seselja MLA, Canberra Liberals Leader

**Date Request Received:** 15-Oct-12

**Date of Public Release:** 03-Sep-12

**Additional Information Requested (including date):** Further information was requested on the provisions made for forward design work on 15/10/2012

**Additional Information Received (including date):** 17/10/2012

### Financial Implications:

Impact On:	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	TOTAL \$'000
Revenues <sup>(a)</sup>	0.0	0.0	0.0	0.0	*	0.0
Expenses <sup>(a)</sup>	0.0	0.0	-1,275.0	-4,729.2	*	-6,004.2
<b>Net Operating Balance</b>	<b>0.0</b>	<b>0.0</b>	<b>-1,275.0</b>	<b>-4,729.2</b>	*	<b>-6,004.2</b>
<b>Capital Requirement</b>	<b>0.0</b>	<b>0.0</b>	<b>-30,000.0</b>	<b>-80,000.0</b>	*	<b>-110,000.0</b>
<b>Cash Surplus/Deficit</b>	<b>0.0</b>	<b>0.0</b>	<b>-31,275.0</b>	<b>-84,729.2</b>	*	<b>-116,004.2</b>

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

\* No costing was requested to be undertaken for 2016-17, in line with the Party's stated approach to use the standard of the current published budget and forward estimates period of 2012-13 to 2015-16.

### Other Information:

#### Caveats or qualifications to the costing:

Advice received from the party indicates that the Northside Hospital is a priority and that forward design will be funded from redirecting the existing budget for the design of enhanced hospital facilities at the Canberra Hospital. Any additional funds needed for the design of Canberra Hospital facilities will be considered once the Northside Hospital project is underway.

#### Other Comments:

The construction for the new hospital will commence in 2014-15 and be operational in 2017-18.

#### Costing Methodology Used:

##### - Costing Technique:

Treasury notes that the costs will be better understood as the design advances. The profile across the forward estimates will also be likely to change. Treasury estimated a total capital cost of \$280 million, however, the project could be scoped to \$340 million, for example by changing the standards of the facility, including amenity, technology and environmental design.

Design costs are not included in the costing as it will be funded by reallocating the existing budget of other projects.

The costing varies marginally due to the calculation of cost of funds.

##### - Policy Parameters:

n/a

##### Statistical Data Used:

n/a

  
Megan Smithies  
Director-General