

Request for Costing an Election Commitment

Name of policy proposal:	Arts Sustainment and Growth (27 September 2016)
Person requesting costing:	Alistair Coe MLA, Shadow Treasurer
Date of request:	10 October 2016
Summary of proposal:	The Canberra Liberals will fund two additional positions to assist in developing a long-term growth strategy for Arts in the ACT.
Issue the proposal will address:	The need for a long-term Arts strategy for the ACT.

What are the key assumptions that have been made in the proposal?

Note: The costing will developed on the basis of information and assumptions provided in the costing request. The professional judgment of the Under Treasurer will determine whether these assumptions are adopted in the costing of the proposal.

- The proposal funds two additional Arts administration positions that will be focused on developing a long term strategic plan to grow the Arts in the ACT. The positions will also support activities that are important to the long term growth of Arts.
- Costs have been calculated as 2 x ASO6 positions with a worker's compensation rate set at 2.23% (Chief Minister, Treasury and Economic Development Directorate core rate).
- Costs have been indexed at 2.5% over the forwards as per Treasury advice.
- Costs have been rounded up to the nearest \$5,000.

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

	2016-17	2017-18	2018-19	2019-20	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue^(a)					
Expenses^(a)	0	-235	-240	-245	-720
Capital					
Depreciation					

(a) A negative number indicates a decrease in revenue or an increase in expenses. The expenses row does not include depreciation costs.

Has any specific information or data been utilised in generating the proposal?

No.

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

Capped.

Will third parties, for instance the Commonwealth or other State/Territories, have a role in funding or delivering the proposal? Does the proposal provide additional funding to, or redirect, any existing Commonwealth/State or Territory funding arrangements (for example, does an education proposal add to or redirect NERA funding).

No.
Will funding/the cost require indexation?
Yes. Costs have been indexed at 2.5% as per Treasury advice.
Who will administer the proposal?
The Chief Minister, Treasury and Economic Development Directorate.
How will the proposal be administered?
The Chief Minister, Treasury and Economic Development Directorate will be responsible for hiring the two additional staff who will have a focus on developing a long term strategy for Arts in the ACT and supporting activities that will promote long term growth. This includes long term plans for the Canberra Museum and Gallery, the future development of the Ainslie, Gorman House and Kingston Arts precincts and an emphasis on Arts in schools.
Is the proposal part of a broader package?
Yes. This proposal forms part of a broader Arts package.
Has an allowance been made for expenses necessary to support the implementation of this proposal?
<ul style="list-style-type: none"> – If no, will the government agency be expected to absorb expenses associated with this proposal? – If yes, please specify the key assumptions.
Yes, funding is for additional staffing positions.
Will the proposal generate savings or offsets?
No.
Has the proposal been previously costed by an external (third) party? Will a copy of this material, including any assumptions, be made available to Treasury?
No.
What are the community impacts associated with the proposal? Who and how many people will be affected?
Impacts for the Arts community are expected to be positive from an increased focus on long term growth of the Arts.
Are there any transitional considerations associated with implementation of the proposal? If so, how will they be managed?
No.
What is the intended implementation date of the proposal?
1 July 2017.
When is the proposal expected to be fully operational? Please provide details such as the start and end dates, the level of commitment during each period etc?
1 July 2017.
Will the proposal cease, and if so, when?
The proposal is ongoing.

Is there any additional information relevant to this proposal?

No.