

Request for Costing an Election Commitment

Name of policy proposal:	Extend light rail to Woden
Person requesting costing:	Andrew Barr MLA, ACT Labor
Date of request:	12/10/2016
Summary of proposal:	ACT Labor will commit funds to progress Capital Metro being extended to Woden.
Issue the proposal will address:	To do the preliminary work prior to going to procurement to extend light rail to Woden. This will address congestion and improve urban renewal.

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

Note: The costing will be 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.

An ACT Labor Government will commit \$25 million over two years - starting this financial year - for scoping and design work to progress the Woden extension to the procurement stage. This work will assist in understanding the route alignment, developing the funding and financing model and the best procurement approach for the Territory.

Funding for 2016-17 is assumed to be expensed (for initial business case development), and capitalised in 2017-18. The estimated construction cost and procurement costs will be finalised during this process.

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)	-7,000	-450	-461	-472.8	-8,384
Capital		-18,000			
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?

Costs for similar project.

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)?

N/A
Will funding/the cost require indexation?
N/A
Who will administer the proposal?
Transport Canberra and City Services (TCCS)
How will the proposal be administered?
By TCCS officials and the Capital Metro board.
Is the proposal part of a broader package?
N/A
Has an allowance been made for expenses necessary to support the implementation of this proposal?
– If no, will the government agency be expected to absorb expenses associated with this proposal? – If yes, please specify the key assumptions.
TCCS to absorb
Will the proposal generate savings or offsets?
N/A
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?
N/A
What are the community impacts associated with the proposal? Who and how many people will be affected?
This work is the preliminary work prior to procuring light rail to extend from civic to Woden. This will provide urban renewal and an integrated north south transport network.
Are there any transitional considerations associated with implementation of the proposal? If so, how will they be managed?
N/A
What is the intended implementation date of the proposal?
1 January 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?
Commencing 1 January 2017.
Will the proposal cease, and if so, when?
The work will be complete by 30 June 2018.
Is there any additional information relevant to this proposal?
N/A