

## Request for Costing an Election Commitment

<b>Name of policy proposal:</b>	Public Housing Package (19 September 2016)
Person requesting costing:	Alistair Coe MLA, Shadow Treasurer
Date of request:	12 October 2016
Summary of proposal:	The Canberra Liberals will reform Public Housing in the ACT to make management more efficient and to promote home ownership.
Issue the proposal will address:	To fix inefficiencies and mismanagement of the Public Housing sector in 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 costing includes \$125,000 for a review into ACT Public Housing with the report to make recommendations to improve efficiency in management and other processes.

Further, ACT Housing and the Community Services Directorate will be tasked to undertake the following, met from within existing resources:

- Conducting an Undeclared Occupancy Amnesty for public housing tenants to ensure proper rent is being paid;
- Reinforce public housing tenancy agreements; and
- Explore options to adjust the current parameters of the Shared Equity Scheme to allow more housing stock to be eligible for the scheme and increase uptake.

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
<b>Revenue<sup>(a)</sup></b>					
<b>Expenses<sup>(a)</sup></b>	0	-125	0	0	-125
<b>Capital</b>					
<b>Depreciation</b>					

(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?

n/a

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?

No.

Who will administer the proposal?

ACT Housing/ Community Services Directorate.

How will the proposal be administered?

ACT Housing will be responsible for implementing key parts of this policy with the Community Services Directorate responsible for engaging external contractors to undertake the review. The Community Services Directorate will also be responsible for exploring parameter changes to the Shared Equity Scheme to increase uptake and make any recommendations to the Minister.

Is the proposal part of a broader package?

No.

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.

No. Implementation of these proposals will be met from within existing resources.

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?

Community impacts are expected to be positive from a more efficiently run Public Housing system.

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?

This proposal is ongoing.

Is there any additional information relevant to this proposal?

No.