

## 2020 Election Commitment – ACT Greens

<b>Name of Commitment:</b>	<b>Supporting the community sector</b>	<b>Reference Number:</b> GRN028
<b>Request Submitted by:</b>	Shane Rattenbury MLA, ACT Greens	
<b>Date Request Received:</b>	13-Oct-20	
<b>Additional Information Requested (details and date)</b>	N/A	
<b>Additional Information Received (details and date)</b>	N/A	

Financial Implications					
Impact On:	2020-21	2021-22	2022-23	2023-24	TOTAL
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenues <sup>(a)</sup>	0.0	0.0	0.0	0.0	0.0
Expenses <sup>(a)(b)</sup>	-598.2	-515.6	-518.1	-520.8	-2,152.7
- Employee Expenses	-65.2	-132.5	-135.1	-137.7	-470.5
- Other Expenses	-533.0	-383.0	-383.0	-383.0	-1,682.2
- Cost of Financing	0.0	0.0	0.0	0.0	0.0
Depreciation	0.0	0.0	0.0	0.0	0.0
<b>Net Operating Balance</b>	<b>-598.2</b>	<b>-515.6</b>	<b>-518.1</b>	<b>-520.8</b>	<b>-2,152.7</b>
<b>Capital Requirement</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Cash Surplus/Deficit</b>	<b>-598.2</b>	<b>-515.6</b>	<b>-518.1</b>	<b>-520.8</b>	<b>-2,152.7</b>

(a) A negative number indicates a decrease in revenue or an increase in expenses.  
(b) Excludes depreciation

Other Information
<p><b>Costing Methodology Used:</b></p> <p><b>- Costing Technique:</b></p> <p>Treasury has costed this commitment based on:</p> <ul style="list-style-type: none"> <li>• funding for a fixed amount of \$150,000 in 2020-21 for the community sector needs analysis. The scope of the proposed study would need to be managed within this level of funding. Treasury considers that this amount is sufficient to undertake a basic needs analysis of this sector.</li> <li>• funding of a fixed amount of \$10,000 per annum for four years for project costs associated with the Community Recovery Cabinet Committee;</li> <li>• a price by quantity methodology based on a daily rate of \$480 for six Committee members meeting 8 times per year;</li> <li>• the standard average salary and on-costs for an ASO6 to provide committee support; and</li> <li>• funding for a fixed amount of \$350,000 per annum for four years for a technology upgrade fund. The grant program would need to be managed within this level of funding.</li> </ul>
<p><b>- Proposal Parameters:</b></p> <ul style="list-style-type: none"> <li>• Staffing costs are for one ASO6 full-time equivalent (FTE), commencing on 1 January 2021.</li> <li>• The costing request assumes that administrative expenses associated with the technology upgrade fund would be absorbed by the Community Services Directorate.</li> </ul>
<p><b>Caveats or qualifications to the costing:</b></p> <ul style="list-style-type: none"> <li>• The proposal includes both non-executive community sector representatives (non-chair) and ministerial representatives on the Community Recovery Cabinet Committee, with the assumption that Ministers and their representatives are not remunerated for Committee membership.</li> <li>• The proposed sector needs analysis is intended to inform new funding agreements with the community sector for a minimum of five years. The study would inform the future consideration of business cases for Community Sector funding under this commitment. The financial implications of these business cases are not included in the Treasury costing.</li> </ul>
<p><b>Other Comments:</b></p> <ul style="list-style-type: none"> <li>• The costing includes the following components of the ACT Greens' election announcement <i>Supporting the Community Sector</i> - More funding and funding certainty, Establishing a Community Recovery Cabinet Committee with Ministers and sector representatives, and Providing support for the community sector to access up to date technology.</li> <li>• Treasury's costing differs from that submitted due to the application of worker's compensation rate at 5.21 per cent.</li> </ul>
<p><b>- Statistical Data Used:</b></p> <p>Treasury estimates and <i>Determination 13 of 2019</i> of the ACT Remuneration Tribunal.</p>



David Nicol  
Under Treasurer  
15 October 2020