

Request for Costing an Election Commitment

Name of policy proposal:	Calvary Hospital upgrade
Person requesting costing:	Andrew Barr, ACT Labor
Date of request:	07/10/2016
Summary of proposal:	This proposal funds upgrades for Calvary Hospital, to ensure high quality care for patients.
Issue the proposal will address:	This proposal will increase access to services at Calvary by upgrading and expanding facilities and equipment.

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.

This proposal will fund upgrades at Calvary Hospital.

This funding will be in addition to the existing funding that Calvary receives from the ACT Government.

This funding will provide for upgrades and expansions. In 2017-18, the funding will be provided for expanding emergency department facilities, including:

- New paediatric short stay beds, which allow for overnight observation;
- More adult short stay beds allowing patients to be monitored for 24 hours; and
- New waiting and triage areas.

In 2018-19 and 2019-20 further upgrades will also be made in surgical areas, and new imaging and diagnostic equipment installed. These upgrades will be developed in close consultation with Calvary and clinicians.

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)		-4,000	-5,000	-6,000	-15,000
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).
This funding will be provided for upgrades at Calvary Hospital, through ACT Health.
Will funding/the cost require indexation?
No.
Who will administer the proposal?
Health Directorate.
How will the proposal be administered?
The Health Directorate administers the current funding agreement between the ACT Government and Calvary. The funding in this proposal will augment the current agreement.
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.
The Health Directorate administers the current funding agreement between the ACT Government and Calvary. The funding in this proposal will augment the current agreement, as such the Health Directorate can administer this proposal through 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?
The community will benefit from upgraded facilities and equipment at Calvary.
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?
The funding level in each year is detailed above.

Will the proposal cease, and if so, when?
2019-20.
Is there any additional information relevant to this proposal?
No.