

2020 Election Commitment – Canberra Liberals

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| Name of Commitment: | Reducing cost of living pressure on families - Active and Creative Kids Vouchers | Reference Number: LIB 004 |
| Request Submitted by: | Alistair Coe MLA, Canberra Liberals | |
| Date Request Received: | 30-Sep-20 | |
| Additional Information Requested (details and date) | N/A | |
| Additional Information Received (details and date) | N/A | |

| Financial Implications | | | | | |
|-------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Impact On: | 2020-21 | 2021-22 | 2022-23 | 2023-24 | TOTAL |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Revenues ^(a) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Expenses ^{(a)(b)} | -1,022.3 | -2,070.2 | -2,101.2 | -2,138.0 | -7,331.7 |
| - Employee Expenses | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| - Other Expenses | -1,022.3 | -2,070.2 | -2,101.2 | -2,138.0 | -7,331.7 |
| - Cost of Financing | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Depreciation | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Net Operating Balance | -1,022.3 | -2,070.2 | -2,101.2 | -2,138.0 | -7,331.7 |
| Capital Requirement | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Cash Surplus/Deficit | -1,022.3 | -2,070.2 | -2,101.2 | -2,138.0 | -7,331.7 |

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

| Other Information |
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| Costing Methodology Used: |
| - Costing Technique: Treasury has costed this commitment based on the number of year 7 to year 9 students enrolled in ACT High Schools as per the Census of ACT Schools as at February 2020 and population growth. |
| - Proposal Parameters: |
| <ul style="list-style-type: none"> • The costing assumes two \$100 vouchers are provided to eligible children in all ACT schools each school year (beginning in 2021); redeemable towards sport and creative extracurricular activities. • The costing assumes 60 per cent of vouchers are redeemed, consistent with the average take-up rates observed in the NSW Active Kids program in 2018 and 2019. • The costing assumes that administrative expenses associated with the program would be absorbed by the Education Directorate. |
| Caveats or qualifications to the costing: |
| The cost of this program is dependent on the take-up rate. For example, if take-up is 70 per cent instead of the costed 60 per cent, this would add \$170,380 in 2020-21 and \$345,020 (indexed) a year from 2021-22 (when two vouchers per year are issued to students). |
| Other Comments: |
| This costing only includes the 'Active and Creative Kids vouchers' element of the Canberra Liberal's election announcement - <i>Deliver Better Education Outcomes</i> . |
| - Statistical Data Used: |
| Treasury estimates are based on the ACT Schools Census - February 2020 produced by the ACT Education Directorate, population growth forecasts as per the Standard Costing Parameters, and data on the NSW Active Kids program produced by the NSW Government Office of Sport. |



David Nicol
Under Treasurer
7 October 2020