

## 2020 Election Commitment – ACT Labor

<b>Name of Commitment:</b>	<b>Tuggeranong Arts Centre Theatre</b>	<b>Reference Number:</b> LAB040
<b>Request Submitted by:</b>	Andrew Barr MLA, ACT Labor	
<b>Date Request Received:</b>	12-Oct-20	
<b>Additional Information Requested (details and date)</b>	N/A	
<b>Additional Information Received (details and date)</b>	N/A	

<b>Financial Implications</b>					
<b>Impact On:</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>TOTAL</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Revenues <sup>(a)</sup>	0.0	0.0	0.0	0.0	<b>0.0</b>
Expenses <sup>(a)(b)</sup>	0.0	-1.6	-16.0	-32.3	<b>-49.9</b>
- Employee Expenses	0.0	0.0	0.0	0.0	<b>0.0</b>
- Other Expenses	0.0	0.0	0.0	0.0	<b>0.0</b>
- Cost of Financing	0.0	-1.6	-16.0	-32.3	<b>-49.9</b>
Depreciation	0.0	0.0	0.0	0.0	<b>0.0</b>
<b>Net Operating Balance</b>	<b>0.0</b>	<b>-1.6</b>	<b>-16.0</b>	<b>-32.3</b>	<b>-49.9</b>
<b>Capital Requirement</b>	<b>0.0</b>	<b>-100.0</b>	<b>-900.0</b>	<b>-1,000.0</b>	<b>-2,000.0</b>
<b>Cash Surplus/Deficit</b>	<b>0.0</b>	<b>-101.6</b>	<b>-916.0</b>	<b>-1,032.3</b>	<b>-2,049.9</b>

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

<b>Other Information</b>
<b>Costing Methodology Used:</b>
<b>- Costing Technique:</b>
The funding is for a fixed amount of \$2 million over three years and therefore the scope of the proposal would need to be managed within this capped level of funding. Treasury considers that this scope could be achieved for the costing proposed.
<b>- Proposal Parameters:</b>
<ul style="list-style-type: none"> <li>• The costing assumes that the proposal would be administered by ArtsACT in the Chief Minister, Treasury and Economic Development Directorate, and managed in collaboration with the Tuggeranong Arts Centre.</li> <li>• The funding is intended to be provided from 1 July 2021 for planning and design, with construction anticipated to commence in 2022-23 and be completed by the end of 2023-24.</li> <li>• Cost of financing has been calculated at 1.6 per cent.</li> <li>• Depreciation costs in the order of \$50,000 per annum (assuming a 40 year useful life) would be applicable from 2024-25 onwards.</li> <li>• The costing assumes administrative expenses associated with the program would be absorbed by the agency.</li> </ul>
<b>Caveats or qualifications to the costing:</b>
<ul style="list-style-type: none"> <li>• Repairs and maintenance costs have been excluded on the basis this is an existing asset for which repairs and maintenance funding would already be available.</li> </ul>
<b>Other Comments:</b>
N/A
<b>- Statistical Data Used:</b>
N/A



David Nicol  
Under Treasurer  
14 October 2020