

Request for Costing an Election Commitment

Name of policy proposal:	Northside hospital facilities
Person requesting costing:	Andrew Barr, Chief Minister
Date of request:	07/10/2016
Summary of proposal:	This proposal will fund a scoping study for expanded Northside hospital facilities and initial design work on a new acute care facility.
Issue the proposal will address:	Ensure the health care needs of Canberra's growing population are met, particularly in northern suburbs.

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 provides funding for a scoping study to determine what future hospital services will be required in Canberra's north in coming years, in order to meet the region's growing population. The study will include consultation with healthcare professionals and consumers.
- This proposal also includes funding for the initial phases of design work on new hospital facilities.
- The ACT Labor policy funds this policy over three years from 2018-19. This request for costing only includes funding out to 2019-20 as per the Treasury costing guidelines.

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)			-1,200.0	-75.0	-1,275.0
Capital				-3,000.0	-3,000.0
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)?

No.

Will funding/the cost require indexation?
No.
Who will administer the proposal?
Health Directorate
How will the proposal be administered?
The Health Directorate will administer this proposal.
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 expenses outlined in this proposal will be sufficient to fund the scoping study and initial design work.
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 long-term planning to ensure health facilities in Canberra's north are meeting the needs of the region's growing population.
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 2018.
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?
This proposal will provide funding in 2018-19, 2019-20, and 2020-21. This request for costing only includes funding out to 2019-20 as per the Treasury costing guidelines.
Will the proposal cease, and if so, when?
This policy ends in 2020-21, with future funding for expanded hospital facilities to be determined after the scoping and design phases.
Is there any additional information relevant to this proposal?
No.