

2016 Policy Commitment – ACT Labor

Name of Commitment:	Road Safety around Schools	Reference Number: LAB049
Request Submitted by:	Andrew Barr MLA, ACT Labor	
Date Request Received:	12-Oct-16	
Additional Information Requested (details and date)	N/A	
Additional Information Received (details and date)	N/A	

Financial Implications					
Impact On:	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	TOTAL \$'000
Revenues ^(a)	0.0	0.0	0.0	0.0	0.0
Expenses ^{(a) (b)}	0.0	-963.1	-995.6	-1,020.9	-2,979.6
- Employee Expenses	0.0	-950.0	-969.0	-988.4	-2,907.4
- Other Expenses	0.0	0.0	0.0	-5.3	-5.3
- Cost of Financing	0.0	-13.1	-26.6	-27.2	-66.9
Expenses - Depreciation	0.0	0.0	-11.0	-22.0	-33.0
Net Operating Balance	0.0	-963.1	-1,006.6	-1,042.9	-3,012.6
Capital Requirement	0.0	-525.0	-525.0	0.0	-1,050.0
Cash Surplus/Deficit	0.0	-1,488.1	-1,520.6	-1,020.9	-4,029.6
(a) A negative number indicates a decrease in revenue or an increase in expenses.					
(b) Excludes depreciation expenses.					

Other Information
Costing Methodology Used:
- Costing Technique:
The costing has been completed using a price by quantity methodology, based on similar works undertaken by the ACT Government.
- Proposal Parameters:
The costing assumes that administrative expenses associated with the program would be absorbed by the Transport Canberra and City Services Directorate (TCCS).
Construction is anticipated to commence in 2017-18 and take two years to complete.
The cost of financing has been calculated at 2.5 per cent.
Depreciation has been calculated on a straight-line basis over a 50-year period.
Indexation of two per cent has been applied to staffing expenses (it should be noted that these are not ACT Public Servants).
Repairs and maintenance expenses are costed at zero per cent of the capital cost in the first year after construction, one per cent the year after, and two per cent ongoing thereafter.
The School Crossing Supervisors have been costed from the beginning of the 2017-18 financial year to improve safety at all schools within the program from commencement.
Caveats or qualifications to the costing:
N/A
Other Comments:
N/A
- Statistical Data Used:
TCCS and Treasury estimates.
Recent advertisements of similar positions in other jurisdictions.


 David Nicol
 Under Treasurer
 13 October 2016