

2020 Election Commitment – ACT Labor

Name of Commitment:	Gorman House Upgrades	Reference Number: LAB056
Request Submitted by:	Andrew Barr MLA, ACT Labor	
Date Request Received:	14-Oct-20	
Additional Information Requested (details and date)	N/A	
Additional Information Received (details and date)	N/A	

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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)}	0.0	0.0	-32.0	-128.5	-160.5
- Employee Expenses	0.0	0.0	0.0	0.0	0.0
- Other Expenses	0.0	0.0	0.0	0.0	0.0
- Cost of Financing	0.0	0.0	-32.0	-128.5	-160.5
Depreciation	0.0	0.0	0.0	0.0	0.0
Net Operating Balance	0.0	0.0	-32.0	-128.5	-160.5
Capital Requirement	0.0	0.0	-2,000.0	-6,000.0	-8,000.0
Cash Surplus/Deficit	0.0	0.0	-2,032.0	-6,128.5	-8,160.5

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

Other Information
Costing Methodology Used:
- Costing Technique:
The funding is for a fixed level of \$8 million over two years from 2022-23, for capital upgrades to Gorman House. The scope of the proposal would need to be managed within this level of funding.
- Proposal Parameters:
<ul style="list-style-type: none"> • The costing assumes that project delivery and management costs would be met from within the \$8 million commitment. • Cost of financing has been calculated at 1.6 per cent. • Depreciation falls outside the forward estimates but would be in the order of \$200,000 per annum based on an assumed 40 year life from 2024-25. • The project would commence in 2022-23 with completion expected by the end of the 2023-24 financial year. • No additional funding for repairs and maintenance expenses is required as ArtsACT already has repairs and maintenance budgeted for the building.
Caveats or qualifications to the costing:
N/A
Other Comments:
N/A
- Statistical Data Used:
N/A



David Nicol
Under Treasurer
15 October 2020