

2020 Election Commitment – Canberra Liberals

Name of Commitment:	Infrastructure – Molonglo River Bridge	Reference Number: LIB058
Request Submitted by:	Alistair Coe MLA, Canberra Liberals	
Date Request Received:	15-Oct-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	10,000.0	20,000.0	30,000.0	60,000.0
Expenses ^{(a)(b)}	0.0	172.8	495.6	986.7	1,655.1
- 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	172.8	495.6	986.7	1,655.1
Depreciation	0.0	0.0	0.0	0.0	0.0
Net Operating Balance	0.0	10,172.8	20,495.6	30,986.7	61,655.1
Capital Requirement	0.0	-18,000.0	-76,000.0	-81,000.0	-175,000.0
Capital - Offset from Provision	0.0	18,800.0	76,000.0	81,200.0	176,000.0
Net Capital Requirement	0.0	800.0	0.0	200.0	1,000.0
Cash Surplus/Deficit	0.0	10,972.8	20,495.6	31,186.7	62,655.1
<small>(a) A negative number indicates a decrease in revenue or an increase in expenses.</small>					
<small>(b) Excludes depreciation</small>					

Other Information
Costing Methodology Used:
- Costing Technique:
The costing is for a fixed level of \$87.5 million representing the ACT contribution to match Australian Government funding of \$87.5 million announced on 4 October 2020. Treasury considers the proposed \$1 million reduction in scope for the project, relative to estimates included in the <i>2020 Pre-election Budget Update</i> , to be achievable.
The Treasury costing is based on receiving the contribution announced by the Commonwealth as revenue. The Treasury costing also accepts the Commonwealth's announced timing for its contribution. Over the life of the project, the net financial impact in Treasury's costing is consistent with the costing request.
- Proposal Parameters:
<ul style="list-style-type: none"> • The project is expected to start in early 2022 and be completed by mid-2024. • Cost of financing has been calculated at 1.6 per cent.
Caveats or qualifications to the costing:
The funding profile is indicative only for the ACT component for this project. Timing of the ACT contribution would need to be agreed with the Commonwealth Government that has announced its intent to contribute \$87.5 million in matched funding for this package in its 2020-21 Budget.
Other Comments:
<ul style="list-style-type: none"> • Treasury's costing differs from that submitted due to the inclusion of savings in the cost of financing. • The surplus shown above represents the effect of the Commonwealth contribution to this project, as the ACT had provisioned for the full cost.
- Statistical Data Used:
N/A



David Nicol
Under Treasurer
15 October 2020