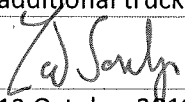


Request for Costing an Election Commitment

| | | | | | |
|--|--|----------------|----------------|----------------|---------------|
| Name of election commitment: | <i>Improvement to the Street Sweeping Program</i> | | | | |
| Person and party requesting costing: | Zed Seselja MLA, Leader of the Opposition | | | | |
| Date of public release of election commitment, including source: | 17 September 2012, media release 'Libs to clean up the streets' | | | | |
| Summary of election commitment: | Increase Street Sweeping in the ACT | | | | |
| Intention of election commitment: | Increase Street Sweeping in the ACT by leasing an additional truck | | | | |
| Signature of person requesting costing: |  | | | | |
| Date of request for costing: | 12 October 2012 | | | | |
| What are the key assumptions that have been made in the election commitment? | | | | | |
| <ul style="list-style-type: none"> - The additional truck will commence work in 2013-14 with the lease to be signed in early 2013 - In 2010-11 the cost of the program was \$737,306 for 5 trucks for 8 months (QoN 1799). This equates to \$221,196 per truck per year (including the driver, petrol and other vehicle costs) - This has been indexed at 2.5% to calculate the 2013-14 cost onwards - It is assumed that the 6th truck will be leased through the same company that provides the other trucks therefore a tender will not be required - See attached documents for further information | | | | | |
| Where relevant, is the funding for the policy 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 election commitment? n/a | | | | | |
| Will funding/the cost require indexation? Costs are indexed by 2.5% consistent with Treasury advice | | | | | |
| What are the estimated revenue and operating costs each year (if available) and what are the capital requirements for this election commitment and estimated costs each year (if available)? | | | | | |
| | 2012-13 | 2013-14 | 2014-15 | 2015-16 | Total |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Revenue ^(a) | | | | | |
| Expenses ^(a) | 0 | -240 | -250 | -255 | -745 |
| Capital | | | | | |
| (a) A negative number indicates a decrease in revenue or an increase in expenses. | | | | | |
| What is the likely take up? n/a | | | | | |
| Any other assumptions? No costing is requested to be undertaken for 2016-17, in line with the Canberra Liberals stated approach to use the standard of the current published budget and forward estimates period of 2012-13 to 2015-16. | | | | | |

| | |
|--|---|
| <i>Administration of the election commitment</i> | |
| How will the election commitment be administered? | In line with the existing administration of street sweeping contracts |
| Who will administer the election commitment? | TAMS |
| Has an allowance been made for expenses necessary to support the implementation of this election commitment? | This commitment is considered business as usual for TAMS |
| What is the intended implementation date of the election commitment? | 1 July 2013 as the beginning of 2013 will be used to sign a lease |
| Are there transitional arrangements associated with election commitment implementation? | n/a |
| Are there any other assumptions that need to be considered? | n/a |
| When is the election commitment expected to be fully operational? | In the 2013-14 financial year |
| Will the election commitment cease and if so when? | This is commitment is ongoing |

Street Sweeping – Costing Justification

The cost of an additional street sweeper (including the driver and other associated costs such as fuel) has been calculated using the cost of the street sweeping program in 2010-11.

QoN 1799 states that from January to August 2011, the street sweeping program cost \$737,306. Given there are 5 trucks leased, this equates to \$18,433 per truck per month, or \$221,196 per truck for the 2010-11 financial year.

Rounded to \$222,000 this number has then been indexed at 2.5% consistent with Treasury advice across the forward estimates for the cost of an additional truck in 2013-14 to 2015-16.

2010-11: 222,000

2011-12: 227,550

2012-13: 233,239

2013-14: 239,070

2014-15: 245,046

2015-16: 251,173

The cost has been rounded up to the nearest \$5,000

Street Sweeping

| | 2012-13 | 2013-14 | 2014-15 | 2015-16 |
|------------------|---------|----------|------------|------------|
| Additional Truck | | 0 | 240 | 250 |
| Total | | 0 | 240 | 255 |

QoN 1799

| | 2010-11 | 2011-12 | 2012-13 | 2013-14 | 2014-15 | 2015-16 |
|----------------|---------|---------|---------|---------|---------|---------|
| Cost per Truck | 222,000 | 227,550 | 233,239 | 239,070 | 245,046 | 251,173 |
| | | | | 240 | 250 | 255 |

Indexed at 2.5%

MINISTER FOR TERRITORY AND MUNICIPAL SERVICES

ACT LEGISLATIVE ASSEMBLY QUESTION

Notice Paper No. 119 of 22 September 2011

Question No. 1799

RECEIVED
19 OCT 2011
A. J. COE M.P.A.

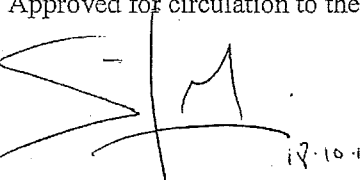
Mr Coe – Asked the Minister for Territory and Municipal Services

- (1) In relation to the street sweeping program what is the street sweeping schedule for the ACT.
- (2) What was the total cost for street sweeping services per year for (a) 2009, (b) 2010, and (c) 2011 to date.
- (3) Regarding the vehicles used for street sweeping (a) how many are there, by make and model, (b) when were they procured and at what cost and (c) has the procurement of more vehicles been budgeted for and if so, for how many vehicles.
- (4) How many staff are assigned to the program and at what cost.

Mr Corbell - The answer to the Member's question is as follows:

- (1) All streets are swept at least twice per year. Suburbs with deciduous street trees where there is heavy leaf fall receive additional services during autumn.
Major arterial roads are swept on a monthly basis and minor arterials three monthly.
- (2) (a) 2009-\$968,510; (b) 2010-\$1,034,411; (c) 2011-\$737,306 (January to August).
- (3) (a) Five; Hino Ranger PRO 9VT; (b) leases began in September and October 2008 on a five year lease. Lease cost per month - \$5,505.04 (excl. GST, fuel and maintenance); (c) Yes, replacing five street sweepers.
- (4) Five staff; \$309,302 per annum.

Approved for circulation to the Member and incorporation in Hansard.

 17.10.11

Simon Corbell MLA
Minister for Territory and Municipal Services

Date:.....