

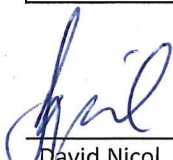
2016 Policy Commitment – Canberra Liberals

Name of Commitment:	Local Shopping Centre Upgrades	Reference Number: LIB024
Request Submitted by:	Jeremy Hanson MLA, Canberra Liberals	
Date Request Received:	07-Oct-16	
Additional Information Requested (details and date)	N/A	
Additional Information Received (details and date)	N/A	

Financial Implications					
Impact On:	2016-17	2017-18	2018-19	2019-20	TOTAL
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenues ^(a)	0.0	0.0	0.0	0.0	0.0
Expenses ^{(a) (b)}	0.0	-50.0	-101.3	-173.8	-325.0
- Employee Expenses	0.0	0.0	0.0	0.0	0.0
- Other Expenses	0.0	0.0	0.0	-20.0	-20.0
- Cost of Financing	0.0	-50.0	-101.3	-153.8	-305.0
Expenses - Depreciation	0.0	0.0	-67.0	-133.0	-200.0
Net Operating Balance	0.0	-50.0	-168.3	-306.8	-525.0
Capital Requirement	0.0	-2,000.0	-2,000.0	-2,000.0	-6,000.0
Cash Surplus/Deficit	0.0	-2,050.0	-2,101.3	-2,173.8	-6,325.0

(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:
Treasury has costed this commitment as a fixed level of \$2 million per annum in capital funding from 2017-18 to 2019-20. The scope of the proposal would need to be managed within this level of funding.
- Proposal Parameters:
The costing assumes that administrative expenses associated with the program would be absorbed by the Transport Canberra and City Services Directorate (TCCS). The cost of financing has been calculated at 2.5 per cent. Depreciation has been calculated on a straight-line basis over a useful life of 30 years. 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.
Caveats or qualifications to the costing:
N/A
Other Comments:
N/A
- Statistical Data Used:
TCCS and Treasury estimates.



 David Nicol
 Under Treasurer
 10 October 2016