

## Request for Costing an Election Commitment

<b>Name of proposal:</b>	Law, Order and Community Safety – Emergency Services Station for Molonglo Valley
Person requesting costing:	Alistair Coe MLA
Date of request:	13 October 2020
Summary of proposal:	The Canberra Liberals will build a new emergency services station in Molonglo Valley
Issue the proposal will address:	The lack of emergency services infrastructure in the Molonglo Valley and Weston Creek area

### What are the key assumptions that have been made in the proposal?

**Note:** The costing will be developed on the basis of information and assumptions provided in the costing request. The professional judgment of the Under Treasurer will determine whether these assumptions are adopted in the costing of the proposal.

The new station will be located at or near the future Molonglo Valley town centre and will be completed by 30 June 2024.

The Belconnen Ambulance and Fire & Rescue station in Aranda was [completed in 2016](#), at a cost of [\\$20.85 million](#). In 2015, Tuggeranong Fire Station was constructed at a [cost \\$17.36m](#).

These budget items have informed the estimated costings for the new Molonglo station, with necessary inflation and indexing taken into account.

Costings assume straight line depreciation based on a 40-year life. Cost of financing has been calculated at 1.6 per cent. Repair and maintenance expenses are costed at zero per cent of capital cost in the first year after construction.

Design work to support the Molonglo ESA station was funded in the 2019-20 Budget.

What are the estimated revenue and operating costs each year (if available) and what are the capital requirements for this proposal and estimated costs each year (if available)?

	2020-21	2021-22	2022-23	2023-24	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue<sup>(a)</sup></b>					
<b>Expenses<sup>(a)</sup></b>	-6.4	-169.7	-335.6	-341.0	-852.7
<b>Capital</b>	-400.0	-10,200.0	-10,200.0		-20,800.0
<b>Depreciation</b>				-520.0	-520.0

(a) A negative number indicates a decrease in revenue or an increase in expenses. The expenses row does not include depreciation costs.

Has any specific information or data been utilised in generating the proposal?

No

Where relevant, is funding for the proposal 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 proposal? Does the proposal provide additional funding to, or redirect, any existing Commonwealth/State or Territory funding arrangements?
No
Will funding/the cost require indexation?
No
Who will administer the proposal?
Justice and Community Safety Directorate
How will the proposal be administered?
Through the Justice and Community Safety Directorate
Is the proposal part of a broader package?
Yes – the Canberra Liberals’ plan for Law, Order and Community Safety
Has an allowance been made for expenses necessary to support the implementation of this proposal?
<ul style="list-style-type: none"> <li>– If no, will the government agency be expected to absorb expenses associated with this proposal?</li> <li>– If yes, please specify the key assumptions.</li> </ul>
No
Will the proposal generate savings or offsets?
No
Has the proposal been previously costed by an external (third) party? Will a copy of this material, including any assumptions, be made available to Treasury?
No
What are the community impacts associated with the proposal? Who and how many people will

be affected?
The entire ACT community will benefit from more police and emergency services stations for our city.
Are there any transitional considerations associated with implementation of the proposal? If so, how will they be managed?
No
What is the intended implementation date of the proposal?
Preliminary works to begin in 2020-21.
When is the proposal expected to be fully operational? Please provide details such as the start and end dates, the level of commitment during each period etc.
30 June 2023
Will the proposal cease, and if so, when?
N/A
Is there any additional information relevant to this proposal?
No