

2024 Election Commitment – Canberra Liberals

Name of Commitment:	Making our city safer – Police and crime prevention	Reference Number: LIB079
Request Submitted by:	Elizabeth Lee MLA, Canberra Liberals	
Date Request Received:	11-Oct-24	
Additional Information Requested (details and date)	N/A	
Additional Information Received (details and date)	N/A	

Financial Implications					
Impact On:	2024-25 \$'000	2025-26 \$'000	2026-27 \$'000	2027-28 \$'000	TOTAL \$'000
Revenues ^(a)	0.0	0.0	0.0	0.0	0.0
Expenses ^{(a)(b)}	0.0	-5,271.8	-10,791.0	-16,799.7	-32,862.5
- Employee Expenses	0.0	-4,878.0	-9,720.3	-15,147.8	-29,746.1
- Other Expenses	0.0	0.0	0.0	0.0	0.0
- Cost of Financing	0.0	-393.8	-1,070.7	-1,651.9	-3,116.4
Depreciation	0.0	0.0	0.0	-83.3	-83.3
Net Operating Balance	0.0	-5,271.8	-10,791.0	-16,883.0	-32,945.8
Capital Requirement	0.0	-7,500.0	-12,500.0	-10,000.0	-30,000.0
Cash Surplus/Deficit	0.0	-12,771.8	-23,291.0	-26,799.7	-62,862.5
(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 costing is for \$30.0 million capped capital funding and \$50.627 million expense over four years from 2025-26 to 2028-29, indexed and ongoing consisting of: • \$25.0 million in capped capital funding toward the building of the Molonglo Police Station; • \$5.0 million in capped funding toward the uplift of the Woden Police Station; and • \$50.627 million in expense funding for additional Constables for ACT Policing. The costing assumes an increase in ACT Policing members of 18 in 2025-26 and 2026-27 and 19 in 2027-28 and 2028-29, totalling 74 by 2028-29. The employee costings were derived from the ACT Standard Costing Parameters 2024.

- Proposal Parameters:

These costings assume that:

- the delivery of the Molonglo Police Station is capped at \$25 million from 2025-26 to 2027-28.
- the capital upgrades at the Woden Police Station is capped at \$5 million from 2025-26 to 2026-27.
- depreciation is calculated on a straight-line basis over 60 years.
- the cost of financing is 5.25% as per the Standard Costing Parameters.
- Police Member costs are indexed at the WPI for salary expenses and CPI for supplier cost, consistent with the 2024 Standard Costing Parameters.
- The costing does not include any funding or further works for the ACT Police Civic Police Station and the Gungahlin Police Station, consistent with the costing request.

Caveats or qualifications to the costing:

- ACT Policing have advised that for the purposes of integrating the additional Police members into its operating model, the additional 74 FTE would be required to consist of a different grades including Sergeants, Inspectors and Senior Constables and may not be limited to Constables. This would result in increased costs above those captured within the costing.
- Treasury notes additional funding above that contained in the costing request would be required to deliver a fit-for-purpose facility with a suitable footprint for the Molonglo facility, with a cost between \$75 million and \$150 million estimated by ACT Policing and the ACT Justice and Community Safety Directorate (JACS).

Other Comments:

The costing over the Budget and forward estimate years, including the cost of financing, is \$62.863 million, and \$85.483 million over the four years from 2025-26 to 2028-29.

- Statistical Data Used:

Treasury and JACS estimates.



Stuart Hocking PSM
Under Treasurer
17 October 2024