# Request for Costing an Election Commitment

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| **Name of policy proposal:** | Road Safety around Schools |
| Person requesting costing: | Andrew Barr MLA, ACT Labor Leader |
| Date of request: | 11/10/2016 |
| Summary of proposal: | ACT Labor will introduce school crossing supervisors and a range of infrastructure to improve road safety at 20 schools identified to be at greatest risk. |
| Issue the proposal will address: | The proposal will improve road safety around schools for children, parents and motorists. |

**What are the key assumptions that have been made in the proposal?**
**Note**: The costing will 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 costing assumes works are undertaken across two years, with 10 schools per year. The relevant recurrent funding is ongoing. The capital costs are capped.

The average capital cost of $52,500 per school has been determined using:

- Dragon's teeth ($10k)
- School crossing ($10k)
- Signage ($10k)
- Traffic island ($5k)
- Communication materials, relevant consultants ($10k)
- Contingency ($5k)
- Procurement fees, insurance (5% of capital cost): $2.5k

The cost of school crossing supervisor is based on recent advertisements of similar positions in other jurisdictions, and indexed at 2 per cent per annum.

Depreciation has not been included. Maintenance costs are included at one per cent for one year post completion, and two per cent per annum thereafter.

This request for costing only includes funding out to 2019-20 as per the Treasury costing guidelines.

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)?

| | 2016-17 | 2017-18 | 2018-19 | 2019-20 | Total |
|---|---|---|---|---|---|
| | $'000 | $'000 | $'000 | $'000 | $'000 |
| **Revenue**[(a)] | | | | | |
| **Expenses**[(a)] | | -963.1 | -995.6 | -1,022.6 | -2,979.3 |
| **Capital** | | -525.0 | -525.0 | | -1,050.0 |
| **Depreciation** | | | | | |

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

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| Has any specific information or data been utilised in generating the proposal? |
| N/A |
| Where relevant, is funding for the proposal to be demand driven or a capped amount? |
| The funding is capped and dollar limited. Maintenance and cost of capital are fixed per parameters above. |
| 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 (for example, does an education proposal add to or redirect NERA funding). |
| N/A |
| Will funding/the cost require indexation? |
| No. |
| Who will administer the proposal? |
| TCCS will meet any additional administration costs from internal resources. |
| How will the proposal be administered? |
| Through TCCS. |
| Is the proposal part of a broader package? |
| Yes – ACT Labor's "Better Roads" package. |
| Has an allowance been made for expenses necessary to support the implementation of this proposal?<br>– If no, will the government agency be expected to absorb expenses associated with this proposal?<br>– If yes, please specify the key assumptions. |
| No. See above regarding TCCS internal resources. |
| 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 community will benefit from improved road safety around schools. |
| Are there any transitional considerations associated with implementation of the proposal? If so, how will they be managed? |
| N/A |
| What is the intended implementation date of the proposal? |
| 1 July 2017 |
| 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? |
| Start date 1 July 2017. |
| Will the proposal cease, and if so, when? |
| Recurrent funding is ongoing. |
| Is there any additional information relevant to this proposal? |
| N/A |