

## 2020 Election Commitment – Canberra Liberals

<b>Name of Commitment:</b>	<b>Law, Order and Community Safety – Police Station for Molonglo Valley</b>	<b>Reference Number:</b> LIB035
<b>Request Submitted by:</b>	Alistair Coe MLA, Canberra Liberals	
<b>Date Request Received:</b>	13-Oct-20	
<b>Additional Information Requested (details and date)</b>	N/A	
<b>Additional Information Received (details and date)</b>	N/A	

<b>Financial Implications</b>					
<b>Impact On:</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>TOTAL</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Revenues <sup>(a)</sup>	0.0	0.0	0.0	0.0	<b>0.0</b>
Expenses <sup>(a)(b)</sup>	-8.0	-174.5	-343.7	-349.2	<b>-875.5</b>
- Employee Expenses	0.0	0.0	0.0	0.0	<b>0.0</b>
- Other Expenses	0.0	0.0	0.0	0.0	<b>0.0</b>
- Cost of Financing	-8.0	-174.5	-343.7	-349.2	<b>-875.5</b>
Depreciation	0.0	0.0	0.0	-532.5	<b>-532.5</b>
<b>Net Operating Balance</b>	<b>-8.0</b>	<b>-174.5</b>	<b>-343.7</b>	<b>-881.7</b>	<b>-1,408.0</b>
<b>Capital Requirement</b>	<b>-500.0</b>	<b>-10,400.0</b>	<b>-10,400.0</b>	<b>0.0</b>	<b>-21,300.0</b>
<b>Cash Surplus/Deficit</b>	<b>-508.0</b>	<b>-10,574.5</b>	<b>-10,743.7</b>	<b>-349.2</b>	<b>-22,175.5</b>

(a) A negative number indicates a decrease in revenue or an increase in expenses.  
(b) Excludes depreciation

<b>Other Information</b>
<b>Costing Methodology Used:</b>
<b>- Costing Technique:</b> The costing has been completed, based on similar works undertaken by the ACT Government.
<b>- Proposal Parameters:</b>
<ul style="list-style-type: none"> <li>• Cost of financing has been calculated at 1.6 per cent.</li> <li>• Depreciation is calculated over a useful life of 40 years, with an assumed commencement date of 1 July 2023.</li> <li>• Repairs and maintenance expenses commence outside the costing period, and have been costed at zero per cent of the capital cost in the first year after construction, one per cent (\$213,000) the year after, and two per cent (\$426,000) ongoing thereafter.</li> <li>• Construction costs are in-line with industry averages.</li> </ul>
<b>Caveats or qualifications to the costing:</b>
<ul style="list-style-type: none"> <li>• The costing request states the funding is for a capped amount. As such, the scope of the proposal would need to be managed within this level of funding.</li> <li>• The overall capital cost of \$21.3 million is assumed to include project management and design work.</li> <li>• The commitment has not identified a station site. This costing assumes there would be no financial outlay for the acquisition of land.</li> </ul>
<b>Other Comments:</b>
This costing only includes the Police Station for Molonglo Valley component of the Canberra Liberals' plan for <i>Law, Order and Community Safety</i> .
<b>- Statistical Data Used:</b>
Treasury estimate.



David Nicol  
Under Treasurer  
15 October 2020