

## Request for Costing an Election Commitment

<b>Name of policy proposal:</b>	<b>Safe School Zones</b>
Person requesting costing:	Shane Rattenbury MLA
Date of request:	30 September 2016
Summary of proposal:	A capped investment over two years to make school zones safer by consulting with schools to develop traffic management plans, and then making tailored upgrades (e.g. raised pedestrian crossings, lighting etc) at primary and secondary schools in Canberra.
Issue the proposal will address:	Proposal will ensure school zones (i.e. the area/s around schools) are appropriately planned and are safe/safer for children.

### 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.

Additional staffing resources have been allocated between 2016-17 to 2019-20 to help support consultation, the development of traffic management plans and monitor capital works with selected primary and secondary schools in the ACT region. Capital works will be conducted on a needs basis to be determined by the relevant Directorate, acknowledging that some schools already have good quality traffic management infrastructure in place (e.g. raised islands, multiple pedestrian crossings etc).

Construction is anticipated to commence in 2018-19 and take two years to complete.

The cost of financing has been calculated at 2.5 per cent per annum.

Depreciation has been calculated on a straight line basis over a 50 year period.

Repairs and maintenance expenses would need to be 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 (noting that repairs and maintenance costs sit outside of the financial periods listed below).

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)?

	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Revenue<sup>(a)</sup></b>	0	0	0	0	0
<b>Expenses<sup>(a)</sup></b>	-107	-218	-476	-734	-1,535
<b>Capital</b>	0	0	-10,000	-10,000	-20,000
<b>Depreciation</b>	0	0	0	-200	-200

(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 (for example, does an education proposal add to or redirect NERA funding).
No
Will funding/the cost require indexation?
Incorporated as part of the total package.
Who will administer the proposal?
Transport Canberra and City Services Directorate
How will the proposal be administered?
Capital upgrades to be based on priority of need, determined by the Transport Canberra and City Services Directorate, in consultation with the Education Directorate and the relevant Minister/s.
Is the proposal part of a broader package?
No.
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>
Yes. Expenses allocated cover additional staffing costs for 3.5 years (2 x ASO 5) from 1 January 2017. Staff will need to consult with schools on their needs and oversee/evaluate projects.
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?
Improved levels of safety around school areas for children.
Are there any transitional considerations associated with implementation of the proposal? If so, how will they be managed?
No, noting that capital upgrades will be done based on priority of need, and that the school/s will need to be appropriately consulted with prior to capital works commencing.
What is the intended implementation date of the proposal?
1 January 2017 (consultation phase to begin)

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?

1 July 2018 (capital works to commence).

Will the proposal cease, and if so, when?

30 June 2020.

Is there any additional information relevant to this proposal?

No.