

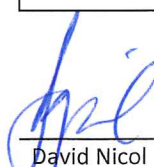
2016 Policy Commitment – ACT Labor

Name of Commitment:	Northside hospital facilities	Reference Number: LAB034
Request Submitted by:	Andrew Barr MLA, ACT Labor	
Date Request Received:	07-Oct-16	
Additional Information Requested (details and date)	N/A	
Additional Information Received (details and date)	N/A	

Financial Implications					
Impact On:	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	TOTAL \$'000
Revenues ^(a)	0.0	0.0	0.0	0.0	0.0
Expenses ^{(a) (b)}	0.0	0.0	-1,200.0	-75.0	-1,275.0
- Employee Expenses	0.0	0.0	-400.0	0.0	-400.0
- Other Expenses	0.0	0.0	-800.0	0.0	-800.0
- Cost of Financing	0.0	0.0	0.0	-75.0	-75.0
Expenses - Depreciation	0.0	0.0	0.0	0.0	0.0
Net Operating Balance	0.0	0.0	-1,200.0	-75.0	-1,275.0
Capital Requirement	0.0	0.0	0.0	-3,000.0	-3,000.0
Cash Surplus/Deficit	0.0	0.0	-1,200.0	-3,075.0	-4,275.0

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

Other Information
Costing Methodology Used:
- Costing Technique:
Treasury has costed this commitment based on the cost of feasibility/scoping studies prepared for similar projects.
- Proposal Parameters:
An estimated \$1.275 million over two years commencing in 2018-19 for a scoping study to determine future hospital service needs in the north. It is assumed that funding would cover stakeholder consultation costs, as well as staffing costs. An estimated \$3 million for preliminary design in 2019-20. The cost of financing has been calculated at 2.5 per cent.
Caveats or qualifications to the costing:
All costs are indicative only. Full design works would be dependent on the outcome of the scoping study and are assumed to continue beyond 2019-20. These amounts have not been included in the costing. Preliminary design works have been capitalised on the assumption that the asset would be owned by the ACT Government. The costing does not include land acquisition, engineering, construction or site preparation costs. It also does not include any operating costs of a new facility.
Other Comments:
ACT Labor has not announced a commitment in relation to the construction of this project.
- Statistical Data Used:
Health Directorate and Treasury estimates. Relevant Enterprise Bargaining Agreement.


David Nicol
Under Treasurer
13 October 2016