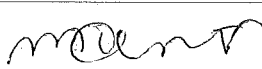


Request for Costing an Election Commitment

Name of election commitment:	Housing for people with a mental illness					
Person and party requesting costing:	Meredith Hunter, ACT Greens Parliamentary Leader					
Date of public release of election commitment, including source:	17 th September 2012 http://act.greens.org.au/content/social-housing-and-homelessness-0					
Summary of election commitment:	The ACT Greens will fund a housing development that provides 24/7 on site support to people living with a mental illness.					
Intention of election commitment:	To provide secure long term and affordable housing to people living with a mental illness who require 24/7 support on site, similar to 'Home' in Queanbeyan.					
Signature of person requesting costing:						
Date of request for costing:	5/10/12					
What are the key assumptions that have been made in the election commitment?						
<p>Note: that where the request to cost an election commitment differs from the public announcement, the costing will be on the basis of information provided in the costing request.</p> <p>Note: it will be up to the professional judgment of the Director-General as to whether these assumptions are adopted in the costing of the election commitment.</p>						
Where relevant, is the funding for the policy to be demand driven or a capped amount?						
The funding is dollar limited.						
Will third parties, for instance the Commonwealth or other State/Territories, have a role in funding or delivering the election commitment?						
The non-government organisation that secures the ACT Government grant for this project could also seek funding from the Australian Government and private sector.						
Will funding/the cost require indexation?						
Recurrent funding is indexed at CPI of 2.5% per annum.						
What are the estimated revenue and operating costs each year (if available) and what are the capital requirements for this election commitment and estimated costs each year (if available)?						
	2012-13	2013-14	2014-15	2015-16	2016-17	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue ^(a)						
Expenses ^(a)		-264	-286	-294	-302	-1,146
Capital		-1,500				-1,500
(a) A negative number indicates a decrease in revenue or an increase in expenses.						
What is the likely take up?						
The development is expected to provide for up to 15 permanent tenants and 5 respite beds.						

Any other assumptions?

- The model of housing is based on that of Home in Queanbeyan – see <http://homeinquanbeyan.org/abouthome.html>.
- The commitment will provide:
 - \$1.5m in capital funding (which includes Shared Services Procurement charges of 4%); and
 - \$200,000 per annum for recurrent expenditure, indexed at 2.5% per annum.
- Additional funding may also be sought from the Australian
- Government and private sector.
- The cost of capital and flat line depreciation over 100 years are included in the expenses.
- Depreciation is assumed to commence at the start of the 2014/15 financial year, when the facility becomes operational.
- It is assumed that the facility/s will be run by a community not for profit organisation.
- Any rent that may be received from tenants has not been included.

Administration of the election commitment

How will the election commitment be administered?

ACT Health and Housing ACT would work together to administer the project and select a community sector partner to run the facility/s.

Who will administer the election commitment?

The election commitment will be administered by ACT Health and Housing ACT.

Has an allowance been made for expenses necessary to support the implementation of this election commitment?

- If no, will the government agency be expected to absorb expenses associated with this election commitment?
- If yes, please specify the key assumptions.

No, the relevant government agencies will be expected to absorb any additional expenses in administering the project.

What is the intended implementation date of the election commitment?

2013-14.

Are there transitional arrangements associated with election commitment implementation?

No.

Are there any other assumptions that need to be considered?

No.

When is the election commitment expected to be fully operational?

Please provide further details i.e. start and end dates, the level of commitment during each period etc?

From 2013-14.

Will the election commitment cease and if so when?

N/A