

Request for Costing an Election Commitment

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| Name of policy proposal: | <i>Stage 2 of Light Rail – Civic to Woden</i> |
| Person requesting costing: | Shane Rattenbury MLA |
| Date of request: | 12 October 2016 |
| Summary of proposal: | The ACT Greens will commit \$25.4 million in funding to progress Capital Metro being extended to Woden. |
| Issue the proposal will address: | The proposal will progress Stage 2 of light rail from City to Woden. The light rail stage will improve transport options and revitalise the corridor. |

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 ACT Greens will commit approximately \$25 million - starting this financial year - for scoping and design work to progress the Woden extension to the procurement stage. This work will assist in understanding the route alignment, developing the funding and financing model and the best procurement approach for the Territory.

Funding for 2016-17 is assumed to be expensed (for initial business case development), and capitalised in 2017-18. The estimated construction cost and procurement costs will be finalised during this process.

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) | 0 | 0 | 0 | 0 | 0 |
| Expenses^(a) | -7,000 | -450 | -461 | -473 | -8,384 |
| Capital | 0 | -18,000 | 0 | 0 | -18,000 |
| Depreciation | 0 | 0 | 0 | 0 | 0 |

(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?

Costs are expected to similar to the costs associated with other proposals of this nature.

Where relevant, is funding for the proposal to be demand driven or a capped amount?

Funding for this proposal is to be capped at \$25.384 million.

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.

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| Will funding/the cost require indexation? |
| No. |
| Who will administer the proposal? |
| Transport Canberra and City Services (TCCS) |
| How will the proposal be administered? |
| By TCCS Officials, including the Capital Metro board. |
| 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"> - If no, will the government agency be expected to absorb expenses associated with this proposal? - If yes, please specify the key assumptions. |
| The agency is expected to absorb the expenses associated with this proposal. |
| 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 proposal is for preliminary work prior to the procurement of light rail (City to Woden). |
| Are there any transitional considerations associated with implementation of the proposal? If so, how will they be managed? |
| No. |
| What is the intended implementation date of the proposal? |
| 2016-17. |
| 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? |
| 2016-17. |
| Will the proposal cease, and if so, when? |
| By 2017-18. |
| Is there any additional information relevant to this proposal? |
| No. |