



Parliamentary Budget Office - Election Policy Costing

NSW Parliament • Parliament House, Macquarie Street Sydney NSW 2000

Referred By: Australian Labor Party
Date Referred: 7/03/2019

Proposal No: B396
Date Published: 18/03/2019

Proposal Title: Rural and regional roads - additional funding

Cluster: Transport for NSW

General Government Sector Impacts

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	4 year Total \$'000
Expenses (ex. depreciation)	-	23,000	53,000	33,000	109,000
Depreciation	-	-	-	-	-
Less: Offsets	-	-	-	-	-
Revenue	-	-	-	-	-
Net Operating Balance:	-	(23,000)	(53,000)	(33,000)	(109,000)

Capital Expenditure	-	92,000	212,000	132,000	436,000
Capital Offsets	-	-	-	-	-
Net Capital Expenditure:	-	92,000	212,000	132,000	436,000

Net Lending/(Borrowing):	-	(115,000)	(265,000)	(165,000)	(545,000)
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Total State Sector Impacts

Net Lending/(Borrowing):	-	(115,000)	(265,000)	(165,000)	(545,000)
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Notes and costing assumptions

The policy proposes to provide an additional \$900 million in funding over the next five years for rural and regional roads. The funding would be split 80% capital, 20% recurrent. The funding would be provided from 1 July 2019 to 30 June 2024, consistent with the profile in **Table 1**.

Table 1

	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	Total \$'000
	115,000	265,000	165,000	180,000	175,000	900,000
Capital	92,000	212,000	132,000	144,000	140,000	720,000
Recurrent	23,000	53,000	33,000	36,000	35,000	180,000

Key assumptions:

- Advice from Transport for NSW is that the current capital budget is as below:

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000	Total \$'000
Capital maintenance budget	558,461	552,437	625,863	714,672	794,593	3,246,026