

Election Costing Request Form

| Details of request | |
|--------------------|-------------------------------------|
| Party: | Australian Labor Party (NSW Branch) |
| Name of Policy: | Making homes affordable |
| Date of request: | 11 March 2019 |

| Description of policy | |
|---|--|
| Summary of policy (please attach copies of relevant policy documents and include information on what the policy aims to achieve): | Commence a strategy to promote housing affordability, including the development of housing affordability mandates (see Attachment 1). |
| Has the policy been publicly released yet? | |

| | 2018/19 \$'000 | 2019/20 \$'000 | 2020/21 \$'000 | 2021/22 \$'000 | Total \$'000 |
|---|-------------------|-------------------|-------------------|-------------------|-----------------|
| Impact on GGS expenses | | | | | |
| Impact on GGS revenue | | | | | |
| Impact on General Government Sector (GGS) net operating result ¹ | | | | | |
| Impact on GGS capital expenditure ² | | | | | |
| Impact on GGS net lending/borrowing | | | | | |

Note: Has the policy been costed by a third party?
If yes, can you provide a copy of this costing and its assumptions?

¹ Negative for a saving that reduces expenditure

² Negative for a reduction in capital expenditure.

| Key assumptions made in the policy | |
|--|---|
| Does the policy relate to a previous announcement? If yes, which announcement? | |
| What assumptions have been made in deriving the financial impacts in your estimated costing? <i>(See checklist)</i> | Support policy delivery with the eight additional staff within the Department of Planning and Environment. The average remuneration would be \$130,000 before on-costs. |
| Is there a range for the costing or any sensitivity analysis that you have undertaken? | No. |
| Are there associated savings, offsets or, in the case of a revenue proposal, offsetting expenses? If yes, please provide details. | .. |
| Are there significant costs or savings outside the forward estimates period which should be considered in costing this policy? ³ | .. |

| Administration of policy | |
|--|---|
| Intended date of implementation: | 1 January 2020 |
| Intended duration of policy ⁴ : | Ongoing. |
| Who will administer the policy (e.g. Government entity, non-government organisation, etc.)? | Department of Planning and Environment. |
| Are there any specific administrative arrangements for the policy that need to be taken into account (e.g. agreements between different levels of government)? | No. |
| Are there transitional arrangements associated with policy implementation? | .. |

| If the policy is mainly an expenditure⁵ commitment | |
|--|-----|
| Demand driven or a capped amount: | No. |
| Eligibility criteria or thresholds: | .. |

³ Particularly important for large projects with long lead times, policies with a delayed timetable for implementation, or policies where up-front investment is required to achieve long term savings.

⁴ Where a policy is intended to be ongoing, please indicate "ongoing" in the space to the right

⁵ Expenditure is operating expenses, e.g. salaries, interest cost and grants. Expenditures are fully included in the impact on operating balance.

Attachment 1

A NSW Labor Government will commence a plan to promote affordable housing. The plan will include:

1. Conducting a full audit of government-owned land and create the Affordable Housing Land Register (AHLR). This full audit of government land will identify holdings that could be developed for affordable housing
2. Working with stakeholders to establish a 25% affordable mandate on land owned by the Government fast-tracked for development. The specifications and definitions of the affordable housing model will be determined as part of the policy process and include measures to offset any potential costs and ensure financial sustainability.
3. Working with stakeholders to establish a 15% affordable housing mandate on privately developed land. The specifications and definitions of the affordable housing model will be determined as part of the policy process and include measures to offset potential costs and ensure financial sustainability.

The mandates would be introduced subsequent to the above policy process and require a further decision of government. It is anticipated that this would occur 1 January 2023.