

Election Costing Request Form

Details of request	
Party:	Australian Labor Party (NSW Branch)
Name of Policy:	Labor's plan to rebuild TAFE
Date of request:	13 January 2019

Description of policy	
Summary of policy (please attach copies of relevant policy documents and include information on what the policy aims to achieve):	(1) Establish a specialist unit – TAFE Rescue NSW. (2) Remove fees on all TAFE courses in plumbing, disability care, aged care, child care, electrical and construction at Certificate III and IV levels. (3) Limit eligibility for the Fee-free Apprenticeship Scheme to those undertaking training in public institutions. (4) Allocate \$7.1 million to support capital repairs and investments in TAFE.
Has the policy been publicly released yet?	

Your estimated costing of the policy ¹						
	2018/19 \$'000	2019/20 \$'000	2020/21 \$'000	2021/22 \$'000	2022/23 and later years ² \$'000	Total \$'000
Impact on GGS expenses						
Impact on GGS revenue						
Impact on General Government Sector (GGS) net operating result ³						
Impact on GGS capital expenditure ⁴						
Impact on GGS net lending/borrowing						

¹ Amounts should be expressed in nominal dollars. GGS - General Government Sector.

² Please provide information on other years if spending occurs outside the forward estimate years and will be required to cost the policy or will assist in public understanding of the policy.

³ Negative for a saving that reduces expenditure

⁴ Negative for a reduction in capital expenditure.

Key assumptions made in the policy	
<p>Does the policy relate to a previous announcement? If yes, which announcement?</p>	
<p>What assumptions have been made in deriving the financial impacts in your estimated costing? <i>(See checklist)</i></p>	<p><u>Specialist unit</u></p> <p>The office of Rescue TAFE NSW would be established using existing resources from the Department of Industry and the TAFE Commission.</p> <p><u>Free TAFE</u></p> <p>Implementation would proceed as follows:</p> <ul style="list-style-type: none"> • plumbing, disability care and aged care courses free from 1 January 2020 • child care and electrical courses free from 1 January 2021 • construction courses free from 1 January 2022 • fee-free apprenticeships limited to public institutions from 1 January 2020 (but with existing recipients grandfathered). <p><u>Fee-free Apprenticeship Scheme limitations</u></p> <p>To reflect the restriction of eligibility for fee-free apprenticeships to TAFE, the number of fee-free apprenticeship places (after grandfathering) would be fixed at the number of places currently estimated to be received by TAFE students.</p> <p><u>Repairs and maintenance</u></p> <p>Allocate \$1.425 million in 2019-20, \$2.85 million in 2020-21 and \$2.85 million in 2021-22 to support TAFE infrastructure.</p> <p>Scope of works funded would be scalable to fixed funding amounts. Works funded would be identified in consultation with TAFE NSW.</p> <p>Assume the funding is capital.</p>

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.	See <u>Assumptions</u> .
Are there significant costs or savings outside the forward estimates period which should be considered in costing this policy? ⁵	No.

Administration of policy	
Intended date of implementation:	1 January 2020
Intended duration of policy:	Ongoing.
Who will administer the policy (e.g. Government entity, non-government organisation, etc.)?	Department of Industry and the TAFE Commission.
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 expenditure⁶ commitment	
Demand driven or a capped amount:	Demand driven.
Eligibility criteria or thresholds:	See <u>Assumptions</u> .

⁵ 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.

⁶ Expenditure is operating expenses, e.g. salaries, interest cost and grants. Expenditures are fully included in the impact on operating balance.