

Election Costing Request Form

Details of request	
Party:	Australian Labor Party (NSW Branch)
Name of Policy:	Public transport acceleration fund
Date of request:	14 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):	Direct savings from infrastructure projects (see <u>Attachment 1</u>) not proceeded with into a special managed investment fund.
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?

Key assumptions made in the policy	
Does the policy relate to a previous announcement? If yes, which announcement?	

¹ Negative for a saving that reduces expenditure

² Negative for a reduction in capital expenditure.

<p>What assumptions have been made in deriving the financial impacts in your estimated costing? (See checklist)</p>	<p>Legislate that savings from specified infrastructure projects not proceeded with would be directed into a managed fund for the purpose of accumulating funds to support public transport acceleration.</p> <p>The fund would be modelled on the most risk tolerant fund management approach currently existing in the NSW Government.</p> <p>Net fund earnings (earnings relative to the opportunity cost of funds not being placed in consolidated revenue) would be retained in the fund for future investment.</p> <p>Disbursing the funds to specific projects would require subsequent decisions of government after the completion of business cases and criteria satisfied.</p>
<p>Is there a range for the costing or any sensitivity analysis that you have undertaken?</p>	<p>No.</p>
<p>Are there associated savings, offsets or, in the case of a revenue proposal, offsetting expenses? If yes, please provide details.</p>	<p>..</p>
<p>Are there significant costs or savings outside the forward estimates period which should be considered in costing this policy?³</p>	<p>..</p>

<p style="text-align: center;">Administration of policy</p>	
<p>Intended date of implementation:</p>	<p>Upon formation of government.</p>
<p>Intended duration of policy⁴:</p>	<p>Ongoing.</p>
<p>Who will administer the policy (e.g. Government entity, non-government organisation, etc.)?</p>	<p>Treasury, Infrastructure NSW.</p>
<p>Are there any specific administrative arrangements for the policy that need to be taken into account (e.g. agreements between different levels of government)?</p>	<p>See <u>Assumptions</u>.</p>
<p>Are there transitional arrangements associated with policy implementation?</p>	<p>No.</p>

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

If the policy is mainly a revenue commitment	
Transaction based or capped:	Transaction based.
Thresholds and/or exemptions:	See <u>Assumptions</u> .
Collection method:	N/a.
Additional expenditure associated with collection:	Nil.

Attachment 1

Project savings to be directed into fund

- A016 Do not proceed with F6 Extension
- A013 Do not proceed with the Sydenham to Bankstown line conversion
- A015 Do not proceed with the Western Harbour Tunnel