



## Parliamentary Budget Office - Election Policy Costing

NSW Parliament • Parliament House, Macquarie Street Sydney NSW 2000

Referred By: Coalition  
Date Referred: 19/02/2019

Proposal No: Y056  
Date Published: 18/03/2019

Proposal Title: Record capital funding boost for non-government schools

Cluster: Education

### General Government Sector Impacts

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	4 year Total \$'000
Expenses (ex. depreciation)	-	-	15,000	15,000	30,000
Depreciation	-	-	-	-	-
Less: Offsets	-	-	-	-	-
Revenue	-	-	-	-	-
<b>Net Operating Balance:</b>	-	-	<b>(15,000)</b>	<b>(15,000)</b>	<b>(30,000)</b>

Capital Expenditure	-	-	-	-	-
Capital Offsets	-	-	-	-	-
<b>Net Capital Expenditure:</b>	-	-	-	-	-

<b>Net Lending/(Borrowing):</b>	-	-	<b>(15,000)</b>	<b>(15,000)</b>	<b>(30,000)</b>
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### Total State Sector Impacts

<b>Net Lending/(Borrowing):</b>	-	-	<b>(15,000)</b>	<b>(15,000)</b>	<b>(30,000)</b>
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### Notes and costing assumptions

The policy proposes to increase funding under the Building Grants Assistance Scheme (BGAS) by \$335.2 million over four years starting from 1 July 2019. Of this amount, \$235.2 million is currently included in the 2018-19 Half Yearly Review and has no further budget impact. An additional \$100 million is proposed to meet the overall funding commitment of \$335.2 million.

The policy is estimated to cost \$30 million across the forward estimates (2019-20 to 2021-22), with an additional cost of \$70 million in 2022-23, resulting in a total estimated cost of \$100 million. The proposed profile of these grants has been provided by NSW Treasury.

Table 1 details the policy's funding arrangement below:

	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000	Total
Current funding allocation included in the Half Yearly Review	59,000	59,000	58,795	58,385	235,180
Additional funding proposed	-	15,000	15,000	70,000	100,000
<b>Total funding for BGAS</b>	<b>59,000</b>	<b>74,000</b>	<b>73,795</b>	<b>128,385</b>	<b>335,180</b>

The policy specifies that any additional administrative costs associated with this program would be met within existing resources at the Department of Education. The criteria for eligibility to receive funding from the BGAS would remain unchanged.