



Parliamentary Budget Office - Election Policy Costing

NSW Parliament • Parliament House, Macquarie Street Sydney NSW 2000

Referred By: Coalition
Date Referred: 14/03/2019

Proposal No: Y099
Date Published: 18/03/2019

Proposal Title: Supporting Local Communities

Cluster: Various

General Government Sector Impacts

	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	4 year Total \$'000
Expenses (ex. depreciation)	-	60,000	70,000	70,000	200,000
Depreciation	-	-	-	-	-
Less: Offsets	-	-	-	-	-
Revenue	-	-	-	-	-
Net Operating Balance:	-	(60,000)	(70,000)	(70,000)	(200,000)

Capital Expenditure	-	2,000	2,000	20,000	24,000
Capital Offsets	-	-	-	-	-
Net Capital Expenditure:	-	2,000	2,000	20,000	24,000

Net Lending/(Borrowing):	-	(62,000)	(72,000)	(90,000)	(224,000)
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Total State Sector Impacts

Net Lending/(Borrowing):	-	(62,000)	(72,000)	(90,000)	(224,000)
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Notes and costing assumptions

The policy proposes to provide grants to local councils and non-government organisations across NSW to support community engagement, local sporting organisations, local tourism and local economies. The policy includes building a link road from the intersection of Garfield Road West and Denmark Road and constructing the Orange Sports Complex.

The total estimated cost of the policy is \$224 million over the forward estimates. This comprises recurrent expenditure of \$200 million and capital expenditure of \$24 million over the forward estimates.

The policy specifies that

- grants of \$60 million in 2019-20 and \$70 million each year from 2020-21 to 2021-22 are provided to non-government organisations
- administrative costs associated with the grants will be met within existing resources
- the Orange Sports Complex will be funded through the Growing Local Economies fund and is within existing Budget estimates
- Denmark Road link will be funded from Restart NSW

Roads and Maritime Services estimates that the cost of the Denmark Link road is \$24 million over the forward estimates and \$44 million by 2022-23.

Depreciation costs are not included in the costing, as the projected completion date is beyond the forward estimates.