

Election Costing Request Form

Details of request	
Party:	Liberals and Nationals Government
Name of Policy:	Unblocking Supply Chains
Date of request:	27 February 2023

Description of policy	
Summary of policy (please attach copies of relevant policy documents and include information on what the policy aims to achieve):	<p>This policy seeks to drive down the cost of goods and services in NSW through the following measures:</p> <ul style="list-style-type: none">• Appointing a new Supply Chain Commissioner to work closely with industry to unblock supply chains across the state;• Tackle truck driver shortages by subsidising heavy vehicle course fees between \$500 and \$1,000 for 7,000 people aged under 30; and• Driving national reform around packaging to cut red tape and create consistency to reduce packaging costs.
Has the policy been publicly released yet?	No

Your estimated costing of the policy ¹						
	2022/23 \$'000	2023/24 \$'000	2024/25 \$'000	2025/26 \$'000	2026/27 and later years ² \$'000	Total \$'000
Impact on General Government Sector (GGS) net operating result ³	-	-	-	-	-	-
Impact on GGS capital expenditure ⁴	-	-	-	-	-	-
If different from above, impact on total State Sector net financial liabilities ⁵	-	-	-	-	-	-

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?	No
What assumptions have been made in deriving the financial impacts in your estimated costing? (See checklist)	This policy will not have a budget impact. The cost of the Supply Chain Commissioner and any associated staff will be met within existing DPC resources. The Heavy Vehicle course fee rebate will cost \$5m over two years and will be met from within existing Transport for NSW resources.
Is there a range for the costing or any sensitivity analysis that you have undertaken?	Not applicable
Are there associated savings, offsets or, in the case of a revenue proposal, offsetting expenses? If yes, please provide details.	Not applicable

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.

⁵ Only required if proposal is outside GGS. Negative for a reduction in net financial liabilities.

Are there significant costs or savings outside the forward estimates period which should be considered in costing this policy? ⁶	Not applicable
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Administration of policy	
Intended date of implementation:	1 April 2023
Intended duration of policy:	Ongoing
Who will administer the policy (e.g. Government entity, non-government organisation, etc.)?	The Department of Premier and Cabinet, and Transport for NSW
Are there any specific administrative arrangements for the policy that need to be taken into account (e.g. agreements between different levels of government)?	Not applicable
Are there transitional arrangements associated with policy implementation?	Not applicable

If the policy is mainly an expenditure⁷ commitment	
Demand driven or a capped amount:	Capped amount
Eligibility criteria or thresholds:	Eligibility criteria will apply for the subsidisation of heavy vehicle course fees, including that people must be under the age of 30.

If the policy is mainly a revenue commitment	
Transaction based or capped:	Not applicable
Thresholds and/or exemptions:	Not applicable
Collection method:	Not applicable
Additional expenditure associated with collection:	Not applicable
If the policy is mainly a capital costs⁸ commitment	
Nature of Capital Spending	
Type of work, size and capacity:	Not applicable

⁶ 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.

⁷ Expenditure is operating expenses, e.g. salaries, interest cost and grants. Expenditures are fully included in the impact on operating balance.

⁸ Capital costs differ from expenditure in that only depreciation will be included in the impact on operating balance.

Proposed start and completion date of work:	Not applicable
Intended construction schedule/cashflow:	Not applicable
Associated asset sell off (if any):	Not applicable
Recurrent Impacts	
Offsetting expenditure savings:	Not applicable
On-going maintenance, depreciation and operational expenses:	Not applicable
Third party funding involvement:	Not applicable
Delivery model ⁹	Not applicable

⁹ There is a range of possible delivery models, e.g. built, owned and operated by a NSW government agency; built and transferred to a private operator; privately built for public operation; privately built and operated with government assuming risk or providing a guarantee in relation to future income (often applicable to public/private partnership arrangements), and so on. The policy should provide assumptions about the proposed delivery model.