

## Election Costing Request Form

| Details of request |  |
|--------------------|--|
| Party:             | Liberals and Nationals Government                        |
| Name of Policy:    | A sustainable future for the Royal Flying Doctor Service |
| Date of request:   | 9 March 2023   |

| Description of policy   |   |
|---|---|
| Summary of policy (please attach copies of relevant policy documents and include information on what the policy aims to achieve): | This policy is to provide \$20m in grant funding to the Royal Flying Doctor Service to support ongoing services in NSW. |
| Has the policy been publicly released yet?  | No  |

| Your estimated costing of the policy <sup>1</sup>  |                   |                   |                   |                   |                   |                 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-----------------|
|  | 2022/23<br>\$'000 | 2023/24<br>\$'000 | 2024/25<br>\$'000 | 2025/26<br>\$'000 | 2026/27<br>\$'000 | Total<br>\$'000 |
| Impact on General Government Sector (GGS) net operating result <sup>2</sup>                  | -                 | 5,000             | 5,000             | 5,000             | 5,000             | 20,000          |
| Impact on GGS capital expenditure <sup>3</sup>   |                   |                   |                   |                   |                   |                 |
| If different from above, impact on total State Sector net financial liabilities <sup>4</sup> |                   |                   |                   |                   |                   |                 |

**Note:** Has the policy been costed by a third party?  
If yes, can you provide a copy of this costing and its assumptions?

<sup>1</sup> Amounts should be expressed in nominal dollars. GGS - General Government Sector.

<sup>2</sup> Negative for a saving that reduces expenditure

<sup>3</sup> Negative for a reduction in capital expenditure.

<sup>4</sup> Only required if proposal is outside GGS. Negative for a reduction in net financial liabilities.

| <b>Key assumptions made in the policy</b>  |   |
|--|---|
| 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?<br><i>(See checklist)</i>                             | This grant funding will support operations of the Royal Flying Doctor Service. The grant will be capped at \$5m per year.<br><br>Administration of the grant will be met from within Health's existing 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?<br>If yes, please provide details.               | Not applicable  |
| Are there significant costs or savings <b>outside</b> the forward estimates period which should be considered in costing this policy? <sup>5</sup> | Not applicable  |

| <b>Administration of policy</b>  |                        |
|--|------------------------|
| Intended date of implementation:   | 1 July 2023            |
| Intended duration of policy:   | Four years             |
| Who will administer the policy (e.g. Government entity, non-government organisation, etc.)?  | The Ministry of Health |
| 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         |

| <b>If the policy is mainly an expenditure<sup>6</sup> commitment</b> |        |
|--|--------|
| Demand driven or a capped amount:                                    | Capped |
| Eligibility criteria or thresholds:                                  |        |

| <b>If the policy is mainly a revenue commitment</b> |                |
|---|----------------|
| Transaction based or capped:                        | Not applicable |

<sup>5</sup> 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.

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

|   |                |
|---|----------------|
| Thresholds and/or exemptions:   | Not applicable |
| Collection method:  | Not applicable |
| Additional expenditure associated with collection:                    | Not applicable |
| <b>If the policy is mainly a capital costs<sup>7</sup> commitment</b> |                |
| <b>Nature of Capital Spending</b>                                     |                |
| Type of work, size and capacity:                                      | Not applicable |
| Proposed start and completion date of work:                           | Not applicable |
| Intended construction schedule/cashflow:                              | Not applicable |
| Associated asset sell off (if any):                                   | Not applicable |
| <b>Recurrent Impacts</b>  |                |
| Offsetting expenditure savings:                                       | Not applicable |
| On-going maintenance, depreciation and operational expenses:          | Not applicable |
| Third party funding involvement:                                      | Not applicable |
| Delivery model <sup>8</sup>   | Not applicable |

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<sup>7</sup> Capital costs differ from expenditure in that only depreciation will be included in the impact on operating balance.

<sup>8</sup> 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.