



Parliamentary Budget Office - Policy Costing

Referred By: Australian Labor Party (NSW Branch)
Referred Date: 21-Mar-11

Proposal No: C127
Released Date: 23-Mar-11

Proposal Title: More police numbers for safer communities - Provide 360 extra police across NSW for Local Area Commands and specialist squads.

Lead Agency: NSW Police Force

General Government Sector Impacts

	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	4 Year Total \$'000
Expenses (ex. depreciation)		277	8,761	15,798	24,836
Depreciation		0	26	80	106
Less: Agency Offsets					0
Agency Revenue					0
Net Operating Balance:	0	-277	-8,787	-15,878	-24,942

	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	Other Years \$'000	Total Cost \$'000
Capital Expenditure		0	351	359	798	1,508
Capital Offsets						0
Net Capital Expenditure:	0	0	351	359	798	1,508

Net Worth:	0	-277	-9,064	-24,942
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Net Financial Liabilities:	0	277	9,389	25,546
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Total State Sector Impacts

Net Financial Liabilities:	0	277	9,389	25,546
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Costing assumptions used:

Treasury advised that the Budget for the 150 Officers is included in the Mid-Year Review. Therefore the costing is based on the remaining 210 additional Officers.

The Parliamentary Budget Office has assumed the following average cost per officers:

General Duties Officers - \$115,000; Detectives - \$151,805; Highway Patrol Officers - \$154,000; Civilian Officers - \$122,000.

Each Officer is entitled to one-off pre-attestation allowance of \$23,345, except for the Civilian Officers.

The estimate for the fit-out cost per Highway Patrol Vehicles is \$58,425 (2012-13 dollars) with depreciation rate of 15 per cent per annum. The Parliamentary Budget Office has assumed that the Vehicles will be leased.

Therefore the depreciation costs are based on the fit-out of the Vehicles.

The above rates are based on Treasury's funding benchmarks (2011-12 dollars) and escalated by 2.5 per cent per annum. The Officers will be appointed progressively over the four years from 2011-12.

There is no information for the Parliamentary Budget Office to estimate the possible additional revenues generated from the increase in additional officers.

The Parliamentary Budget Office is unable to estimate the multiplier effect of additional Officers would have to other government agencies such as the Office of the Director of Public Prosecutions, the judicial system and the correctional facilities.

A.C Harris
Acting Parliamentary Budget Officer