



Parliamentary Budget Office - Policy Costing

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

Proposal No: C116
Released Date: 25-Mar-11

Proposal Title: Invest \$1.25 million a year into supported playgroups to provide early literacy services and early intervention to 600 Aboriginal children and their families

Lead Agency: Department of Human Services

General Government Sector Impacts

Table with 5 columns: 2010-11, 2011-12, 2012-13, 2013-14, 4 Year Total. Rows include Expenses (ex. depreciation), Depreciation, Less: Agency Offsets, Agency Revenue, and Net Operating Balance.

Table with 6 columns: 2010-11, 2011-12, 2012-13, 2013-14, Other Years, Total Cost. Rows include Capital Expenditure, Capital Offsets, and Net Capital Expenditure.

Table with 5 columns: 2010-11, 2011-12, 2012-13, 2013-14. Row: Net Worth.

Table with 5 columns: 2010-11, 2011-12, 2012-13, 2013-14. Row: Net Financial Liabilities.

Total State Sector Impacts

Table with 5 columns: 2010-11, 2011-12, 2012-13, 2013-14. Row: Net Financial Liabilities.

Costing assumptions used:

This program will commence in July 2011. Services will be contracted out to Non Government Organisations (NGOs). Community Services has advised that there are an average of 10 children in each playgroup. Services will be provided to 60 playgroups at a cost of \$15,000 each per annum. Any cost pressures beyond this will be absorbed by the NGOs. There will be contract administration fees of \$40,500 per annum and additional staff costs of \$145,474 p.a. There will be a cost of \$45,000 in 2013-14 to evaluate the program. Costs are escalated at 2.5% p.a.

Handwritten signature of A.C. Harris

A.C Harris
Acting Parliamentary Budget Officer