



## PARLIAMENTARY BUDGET OFFICE

NSW Parliament • Parliament House, Macquarie Street Sydney 2000

**Referred by:** Australian Labor Party      **Proposal No:** C1223  
**Date Referred:** 25/01/2023      **Date Published:** 20/03/2023  
**Proposal Title:** Canterbury Hospital Redevelopment  
**Cluster:** Health

### General Government Sector Impacts

	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000	4 year Total \$'000
Expenses (ex. depreciation)	-	-	-	-	-
Depreciation					-
Less: Offsets					-
Revenue					-
<b>Net Operating Balance:</b>	-	-	-	-	-

Capital Expenditure	-	-	-	-	-
Capital Offsets					
<b>Net Capital Expenditure:</b>	-	-	-	-	-

<b>Net Lending/(Borrowing):</b>	-	-	-	-	-
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### Total State Sector Impacts

<b>Net Lending/(Borrowing):</b>	-	-	-	-	-
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### Notes and costing assumptions:

This policy provides \$225 million towards the redevelopment of Canterbury Hospital over the forward estimates to 2025-26, and an additional \$125 million in 2026-27. This provides a total investment of \$350 million, to be funded from surplus WestInvest funds.

The policy proposes the redevelopment would include additional services and facilities in maternity, surgical, general, emergency, medical outpatients and renal dialysis. For outpatients, a full suite of cardiovascular services, diabetes management, endocrinology, respiratory and cardiology services are proposed. A Community Mental Health facility would also be built.

NSW Health advises that a detailed clinical services plan will be required to confirm the appropriate services and facilities to be included in any redevelopment of Canterbury Hospital, to ensure local health needs are met. This would take into account what will be provided in the redevelopment of Bankstown Hospital, currently in planning.

The policy assumes that funding will come from surplus WestInvest Funds, which have previously been recognised in existing State Budget estimates. Therefore, the policy will have a nil impact on forecast net lending results.

## Notes and costing assumptions continued:

### Key assumptions and caveats

- The Parliamentary Budget Office assumes it reasonable that any of the specified funding amounts can be sourced from the WestInvest fund, therefore, there is no net impact of this policy on NSW government finances.
- In the 2022-23 Budget Paper 3, the Government announced \$11.9 billion towards Health Infrastructure, which includes \$1.3 billion for Bankstown Hospital on new sites to meet the growing health needs of south-western Sydney communities. The planning work is underway, and NSW Health advised the final delivery will provide insights on the clinic services required elsewhere within the South-Western Sydney Local Health District (SWSLHD).
- NSW Health also advised that new facilities and services can only be determined in decision with the district during the planning process to understand how the funding envelope can provide the best value to SWSLHD.
- NSW Health suggests that a Canterbury Hospital redevelopment project might need to include additional services such as:
  - integration of general practice
  - community health services and other specialist services
  - allied health and community services
- NSW Health advised that an indicative timeframe for a typical hospital redevelopment of less than \$500 million would be 8-9 years from planning to completion:
  - Clinical Service Plan (CSP) - 1-2 years
  - Planning stage - 3 years
  - Construction - 4 years