

Senate Finance and Public Administration Legislation Committee
ANSWERS TO QUESTIONS ON NOTICE
SUPPLEMENTARY BUDGET ESTIMATES 2013-2014

Finance Portfolio

Department/Agency: Department of Finance
Outcome/Program: Outcome 1, Program 1.1
Topic: Coordinated procurement arrangement savings

Senator: Wong

Question reference number: F58

Type of question: Written

Date set by the committee for the return of answer: Friday 17 January 2014

Number of pages: 2

Question:

1. Can you provide an update on the level of savings achieved to date from the coordinated procurement arrangements?

Answer:

The table below details savings achieved to the end of June 2013 from the existing whole of government arrangements. Further updates would require a significant diversion of resources.

Whole-of-Government Arrangements							
As at 30 June 2013							
Cost Reductions or Savings Retained by Agencies							
Arrangement		2008/09	2009/10	2010/11	2011/12	2012/13	Total
		\$M	\$M	\$M	\$M	\$M	\$M
Non ICT Arrangements	Stationery & Office Supplies					2.8	2.8
	Air Travel			20.0	20.0	20.0	60.0
	Major Office Machines				2.9	4.0	6.9
	Recruitment, Tender & Public Notices Advertising		27.0	30.0	22.0	13.0	92.0
ICT Arrangements	Desktop			7.5	18.0	1.3	26.8
	Volume Sourcing Agreement 1	15.6	21.8	24.4	23.7	23.4	108.9
	Data Centres				9.0	15.0	24.0
Total Agency Cost Reductions and Savings		15.6	48.8	81.9	95.6	79.5	321.4

Savings Returned to Budget						
Air Travel			40.0	40.0	70.0	150.0
Major Office Machines				0.5	0.8	1.3
Desktops					6.2	6.2
Internet-based Network Connection Services					1.2	1.2
Total Returned to Budget			40.0	40.5	78.2	158.7

Gross WoAG Arrangements	15.6	48.8	121.9	136.1	157.7	480.1
Less NPP Funding *	0.6	6.8	7.5	7.3	8.0	30.2
Net WoAG Arrangements	15.0	42.0	114.4	128.8	149.7	449.9

*Note: NPP funding was received in the 2009-10 Budget