

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

Finance Portfolio

Department/Agency: Department of Finance
Outcome/Program: 1/1.1
Topic: Procurement Arrangements and forward estimates

Senator: Wong
Question reference number: F31
Type of question: Hansard, F&PA Committee, Page 66-67, 25 February 2014
Date set by the committee for the return of answer: Friday, 11 April 2014

Number of pages: 2

Question:

Senator WONG: Can you provide the estimated savings to be obtained by the coordinated procurement arrangements over the forwards please?

Mr Tune: Sorry, the estimated savings from?

Senator WONG: Coordinated procurement.

Mr Tune: By the specific measure?

Senator WONG: Yes.

Mr Tune: The one from last year's budget?

Senator WONG: Correct.

Mr Tune: Okay.

Senator WONG: In F58 you provided us with a table to 2012-13; I am asking for the same measure over the forwards—on notice, if you like.

Mr Tune: Yes, that is fine. We will take it on notice.

Answer:

The table below shows the achieved and projected savings retained by agencies and returned to the Budget for the ICT and Non-ICT arrangements as at February 2014.

Whole of Government Arrangements Savings as at February 2014

Estimated Cost Reductions or Savings Retained by Agencies										
Arrangement		2008/09 \$M	2009/10 \$M	2010/11 \$M	2011/12 \$M	2012/13 \$M	2013/14 \$M	2014/15 \$M	2015/16 \$M	Total \$M
Non ICT Arrangements	Stationery & Office Supplies					2.8	7.3	7.3	7.3	24.7
	Air Travel			20	20	20	20			80
	Major Office Machines				2.9	4	5.4	6.4	8.5	27.2
	Recruitment, Tender & Public Notices Advertising		27	30	22	13	13	1	1	107
	Fleet									0
ICT Arrangements	Desktop			7.5	18	1.3				26.8
	Volume Sourcing Agreement 1	15.6	21.8	24.4	23.7	23.4				108.9
	Data Centres				9	15	23	27	41	115
Total Agency Cost Reductions and Savings		15.6	48.8	81.9	95.6	79.5	68.7	41.7	57.8	489.6

Savings Returned to Budget (out years estimated)									
Arrangements	2008/09 \$M	2009/10 \$M	2010/11 \$M	2011/12 \$M	2012/13 \$M	2013/14 \$M	2014/15 \$M	2015/16 \$M	Total \$M
Air Travel			40	40	70	70	30		250
Major Office Machines				0.5	0.8	1	1.1	1.4	4.8
Desktops					6.2				6.2
Internet-based Network Connected Services					1.2	16	19	19	55.2
Volume Sourcing Agreement 2						33.3	33.3	33.4	100
Total Returned to Budget			40	40.5	78.2	120.3	83.4	53.8	416.2
Gross WoAG Arrangements	15.6	48.8	121.9	136.1	157.7	189.0	125.1	111.6	905.8
Less NPP Funding	0.6	6.8	7.5	7.3	8.0	3.9			34.1
Nett WoAG Arrangements	15.0	42.0	114.4	128.8	149.7	185.1	125.1	111.6	871.7