1. Two Auditor-General reports to Parliament (*Report No. 5 - 2012-13 Results of audit: State public sector entities for 2011-12* and *Report No. 10: 2013-14 – Contract management: renewal and transition)* examined the procurement practices for contract rollovers in all State public sector entities and whether agencies demonstrably achieve value for money for their goods and services contracts in their decision to extend, renew or re-tender their contracts.
2. The two reports were referred to the Finance and Administration Committee (FAC) on
27 November 2012 and 3 December 2013 for consideration.
3. Two public hearings were conducted by the FAC on 2 April 2014 and 15 October 2014 to further investigate the issues identified in the reports.
4. On 10 December 2014, the Finance and Administration Committee Report No. 57 – *Inquiry into Public Sector Contract Extensions* was tabled in Parliament.
5. The FAC made two recommendations:
* that a whole-of-government review of the benefits and effectiveness be conducted following the implementation of the Procurement Transformation Program’s final phase; and
* that Department of Housing and Public Works assess training requirements for all departments once the final phase of the Procurement Transformation Program is completed in June 2018.
1. Cabinet endorsed the Government response to the Finance and Administration Committee Report No. 57 – *Inquiry into Public Sector Contract Extensions* due to be tabled by 10 June 2015 which acknowledges the recommendations and proposes to report back to the FAC by April 2016 after the Interdepartmental Committee review is completed.
2. *Attachments*
* [Finance and Administration Committee Report No. 57 – *Inquiry into Public Sector Contract Extensions*](Attachments/Report.PDF)
* [Government response to the Finance and Administration Committee Report No. 57](Attachments/Response.pdf)