

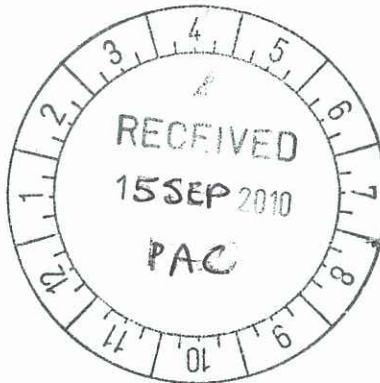


NEW SOUTH WALES

TREASURER
MINISTER FOR STATE AND REGIONAL DEVELOPMENT
SPECIAL MINISTER OF STATE

Mr Paul Gibson MP
Chairman
Public Accounts Committee
Legislative Assembly
Parliament House
Macquarie Street
SYDNEY NSW 2000

Contact: A Cocco
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Our Reference: EA1599282



10 SEP 2010

Dear Mr Gibson

Public Accounts Committee Inquiry into the Infringement Processing Bureau

I refer to the Public Accounts Committee's report that was tabled in Parliament on 15 September 2004 and the Government's subsequent response.

Recommendation 8 of the report was that the Government should consider seeking financial compensation from the contractor involved in the relocation of the Bureau for the losses incurred.

Treasury has investigated the possibility of legal action and found that the prospects for successful litigation are not strong. There appears to be no credible evidence that could be used as a basis for legal action against the contractor.

Consequently, the Government has decided not to proceed with legal action to seek financial compensation for the losses incurred.

Yours sincerely

THE HON ERIC ROOZENDAAL MLC