

**Submission
No 5**

**EXAMINATION OF THE AUDITOR-GENERAL'S
PERFORMANCE AUDIT REPORTS JULY 2015 –
JANUARY 2016**

Organisation: NSW Treasury
Name: Ms Caralee McLeish
Position: Acting Secretary
Date Received: 6 September 2016

5 September 2016

Mr Bruce Notley-Smith MP
Chair
Public Accounts Committee
Parliament of NSW
Macquarie Street
SYDNEY NSW 2000

Email: pac@parliament.nsw.gov.au

Dear Mr Notley-Smith

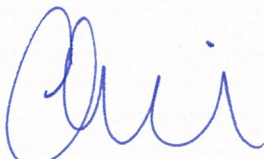
Auditor-General's performance audit report – Identifying productivity in the public sector

Thank you for your letter of 26 July 2016 requesting NSW Treasury's response to the abovementioned report. I apologise for the delay in responding.

I am pleased to advise that NSW Treasury supports, and is implementing the recommendations of the Auditor-General. Please find enclosed Treasury's completion of the response template provided in your correspondence.

If you require further information, your committee manager can contact Mr Joshua Greenwood, Acting Director, FMT Change and Engagement, on 02 9228 3561 or at joshua.greenwood@treasury.nsw.gov.au.

Yours sincerely



Caralee McLiesh
Acting Secretary

IMPLEMENTATION OF RECOMMENDATIONS

NSW Treasury

Identifying productivity in the public sector

RECOMMENDATION	ACCEPTED OR REJECTED	ACTIONS TO BE TAKEN	DUE DATE	STATUS (completed, on track, delayed) and COMMENT	RESPONSIBILITY (Section of agency responsible for implementation)
1 As part of Financial Management Transformation and implementation of Program-Based Resource Management: Review the Guide to Economic Performance Measurement (TPP 01-03).	Accept	a) Internal review has been completed. b) Any technical content to be included should first be subject to review by an external expert before being issued.	Completed Jan 2017	Completed To be commissioned	Fiscal & Economic Group Fiscal & Economic Group
2 To provide more up to date guidance to NSW Government agencies on how to measure productivity and efficiency.	Accept	Include some of the contents of TPP01-03, suitably redrafted, relating to productivity concepts and productivity measurement techniques, in FMT guidance material.	July 2017	On track	Financial Management Transformation
3 Provide guidance to NSW Government agencies on how to report on productivity and efficiency.	Accept	Make reference to current and future FMT guidance material.	July 2017	On track	Financial Management Transformation