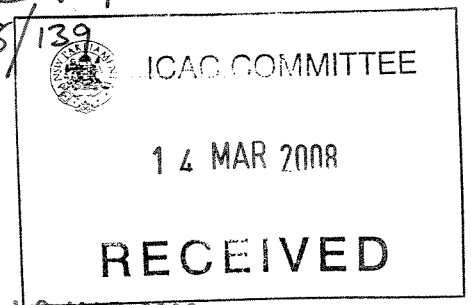




Premier of New South Wales
Australia

ICC 214
C08/139



Mr Frank Terenzini MP
Chair, Committee on the ICAC
Parliament of New South Wales
Macquarie Street
Sydney NSW 2000

Dear Mr Terenzini

I have received your recent letter enclosing the Committee on the Independent Commission Against Corruption's report entitled "*Review of the 2005-2006 Annual Report of the Inspector of the Independent Commission Against Corruption*".

I note your recommendation that the Inspector of the ICAC should discuss with the Premier the feasibility of relocating the Inspector's Office. I expect that the Inspector will contact me in due course in relation to that recommendation.

In relation to your recommendation concerning section 12A of the *Independent Commission Against Corruption Act 1988* (the "ICAC Act"), I am advised that the ICAC is required by that section to direct its attention to two types of corrupt conduct, being serious corrupt conduct and systemic corrupt conduct.

I note there is general agreement amongst ICAC, the Inspector of the ICAC and the Department of Premier and Cabinet that this is the proper interpretation of section 12A.

To the extent that this could be made more clear in the legislation, however, the Government will consider putting forward an appropriate amendment on the next occasion when amendments to the ICAC Act are proposed to be introduced into Parliament.

Yours sincerely


Morris Iemma MP
Premier