

20 August 2008

Mr Russell Chafer
Secretary
Joint Committee of Public Accounts and Audit
Parliament House
CANBERRA ACT 2600

Dear Mr Chafer

The ANAO wishes to advise the committee of an error in its original submission to the JCPAA Inquiry into the effects of the ongoing efficiency dividend on smaller public sector agencies.

Table 1: Effect of Efficiency Dividend, on page 3 has an error. The second row entitled 0.25% efficiency dividend has been calculated cumulatively, whereas the other rows are not. The table should read:

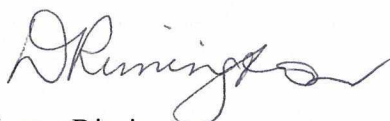
Table 1: Effect of Efficiency Dividend

	03-04	04-05	05-06	06-07	07-08	08-09	09-10	10-11
1% efficiency dividend	604	619	637	643	621	636	678	686
0.25% efficiency dividend	-	-	-	-	0*	158	160	163
2% efficiency dividend	-	-	-	-	0*	1,262	1,271	1,280
Total	604	619	637	643	621	2,056	2,109	2,129

* application of section 50 of the Auditor-General Act 1997 resulted in the .25% and 2% increase not applying to ANAO until 2008-09

As a result of the change to Table 1, the total effect of the efficiency dividend to the ANAO for the 8 year period 2003-04 to 2010-11 is \$9.418m and not \$9.894m as reported on the bottom of page 2.

Yours Sincerely



Dianne Rimington
Group Executive Director
Corporate Services Group