Senate Standing Committee on Economics

ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Budget Estimates, 2 June – 4 June 2009

Question: bet 107

Topic: GROCERYchoice Milestones

Hansard Page: E46-47

Senator Bushby asked:

Senator BUSHBY—Which was of course the intention under the ACCC as well. I take your point about the special prices and the ACCC, but one would have hoped that the ACCC also had a pretty good understanding of the market as well. You indicated early on in your answers to Senator Barnett that there were a number of KPIs and milestones that needed to be achieved and that payment will be made on the basis of achievement of those milestones.

Ms Holdaway—That is correct.

Senator BUSHBY—Subsequently you outlined a payment schedule which was based around dates. Presumably, though, for CHOICE to qualify for payment on those dates they must have achieved those milestones?

Ms Holdaway—That is correct.

Senator BUSHBY—Can you outline what those milestones are?

Ms Holdaway—I will have to take that on notice. The detail I do not currently have on me, but they are along the lines—

Senator BUSHBY—That is surprising.

Ms Holdaway—Pardon?

Senator BUSHBY—That is surprising that you do not have that detail with you. I would have thought that in budget estimates where we are discussing issues around payment of government monies that is the kind of detail you would have with you.

Ms Holdaway—I can provide you with a very, very high level detail of those milestones and the KPIs, but I think we have already taken on notice the descriptions of KPIs and milestones previously when Senator Barnett asked those questions.

Senator BUSHBY—I would like you to specifically take on notice what needs to be met and what milestones need to be reached in order for them to qualify for the progress payments.

Senator Sherry—We will take that on notice.

Answer:

Please refer to the Grocerychoice Website Contract for this information.