

# Australian Government Department of Defence

Mr Simon Lewis Acting Secretary

#### SEC/OUT/2012/162

Senator Ursula Stephens Chair Senate Foreign Affairs, Defence and Trade Legislation Committee Parliament House CANBERRA ACT 2600

Dear Senator Stephens

I write to correct a response to a question on notice from the Supplementary Budget Estimates hearing held on 19 October 2011.

On 7 December 2011, Defence responded to written question number 154 regarding Corporate Cars, asked by Senator Eggleston. In response to part (d) of the question, which referred to the cost of each car for 2010-11, Defence inadvertently failed to include the cost of diesel fuel.

Defence became aware of this omission when answering the similar written question number 73, which was tabled 18 April 2012.

A response correcting the previous answer to question number 154 part (d) is enclosed. The revised response includes the cost of diesel fuel.

Yours sincercly

Simon Lewis Acting Secretary

31 May 2012

#### Enclosure:

1. Revised response to question on notice 154.

PO Box 7900 Canberra BC ACT 2610 Telephone 02 626 52851 - Facsimila 02 6265 2375

#### Attachment 2

### Q154 - Corporate Cars - Amended Response

#### Senator Eggleston provided in writing

- (a) How many cars are owned by each department and agency in your portfolio?
- (b) Where is the car/s located?
- (c) What is the car/s used for?
- (d) What is the cost of each car for 2010-11?
- (e) How far did each car travel in 2010-11?

#### **Response:**

(a) Defence has an owned fleet of approximately 6,200 commercial vehicles and trailers, including approximately 2,459 cars [sedans, station wagons and buses (people movers to 14 seats)].

Within Defence, the Executive Vehiele Scheme (EVS) provides eligible employees (Senior Executive Service / Military Star ranked) as part of their remuneration package an Executive Vehicle Allowance (EVA) or access to a private plated Commonwealth vehicle fitted with State/Territory registration plates. This is consistent policy across all Commonwealth Government agencies.

(b) The vehicles are located throughout Australia and overseas (Singapore and Malaysia) as follows:

- Australian Capital Territory: 214;
- New South Wales:794;
- Northern Territory: 168;
- Queensland: 505;
- South Australia: 140;
- Tasmania: 36;
- Victoria: 420;
- Western Australia: 157;
- Singapore: 7; and
- Malaysia 18.

(c) These cars are used to meet departmental administrative requirements.

(d) The net cost of owning the approximately 2,459 cars during FY10/11 (excluding fuel) was \$11.94m (when averaged across all vehicles, this is \$4,856 per vehicle).

673 cars were acquired during FY10/11 at a cost of \$20.659m, whilst 715 cars were disposed of, generating revenue of \$12.281m. Operating costs for the Defence Commercial Vehicle Fleet (excluding fuel) in FY10/11 were \$8.980m with \$3.562m being attributed against the car fleet.

The 2,459 cars identified all use Unleaded Petrol (ULP). In FY 10/11, the Joint Fuels and Lubricants Agency purchased \$4.577m of ULP, equating to approximately 3.813 million litres. This is approximately \$1861.00 on fuel per vehicle.

In FY 2010/11, \$5.852m worth of Diesel and Unleaded Petrol was attributed to the domestic car the file of the term of the second second

(e) A complete data set the distance travelled for 2010-11 is not available and would be unable to be confirmed within the time available to respond to this Question on Notice. Average utilisation across a sample of 1,945 cars over the entire vehicle life was 15,102km per annum per vehicle.

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In FY 2010/11, \$5.852m worth of Diesel and Unleaded Petrol was attributed to the domestic car fleet (on average \$2,381 per vehicle).

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