

SUBJECT AREA	COMMONWEALTH	NSW GOVERNMENT	NSW HEALTH	LHD / NETWORK
<p>Procurement and shared services delivery</p>	<p>Commonwealth legislation impacting on procurement</p> <ul style="list-style-type: none"> • <i>Therapeutic Goods Act</i>: import of drugs and use of medical devices <ul style="list-style-type: none"> - Reprocessing of medical devices • <i>Australian Tax Law</i>: requirements for invoices, withholding tax, Goods and Services Tax • <i>Anti-Money Laundering and Counter-Terrorism Financing Act 2006</i> : supply and procurement requirements • <i>Australian Competition law</i>: unfair/unconscionable conduct, price fixing and misuse of market power 	<p>NSW Procurement Board</p> <ul style="list-style-type: none"> • provides whole of government direction on tendering and procurement policies and processes. • Sets procurement methods for non contract purchases based on value (single quote <\$30,000, 3 quotes \$30,000-\$250,000, Open tender over \$250,000) <p>Statewide tendering and procurement</p> <ul style="list-style-type: none"> • Tendering & procurement rules set through Directions made by the Procurement Board and Codes and Guidelines (incl the <i>Code of Practice for Procurement and Tendering Guidelines</i>, which include requirements for use of e-Tenders • Agencies required to procure goods and services in accordance with these policies and directions • Agencies required to use State Contracts (where in place) • Contracts not to exceed 5 years (including extensions) without the approval of relevant Minister/Minister for Health <p>Agency Procurement Accreditation Scheme</p> <ul style="list-style-type: none"> • NSW Procurement Board accredits government agencies to procure goods & services. • accredited agencies can invite tenders for over \$250,000 and obtain goods and services not available under State Contract without reference to Procurement NSW <p>NSW Government Corporate and Shared Services Reform Program (administered through DFS)</p> <ul style="list-style-type: none"> • Requires Cluster based shared corporate services programs • Sets program targets for each agency which covers a wide range of activities including food, linen, implementation of procurement cards for small purchases, warehouse/distribution, supply chain improvement, fleet purchase and management, electricity, telecommunications and software licences, and contract labour (non clinical). • Approves projects involving market testing of public services. <p>Procurement savings</p> <ul style="list-style-type: none"> • Whole of Government savings target of \$1.05B over 4 years from 2011/12 to 2015/16 <p>Insurance</p> <ul style="list-style-type: none"> • Treasury Managed Fund (TMF) sole “insurer” for government agencies, via grouped agency “pools”. 	<p>Ministry and HealthShare Accredited under Scheme</p> <ul style="list-style-type: none"> • The MoH and HealthShare accredited for Goods and Services procurement up to \$30m • A further accreditation submission is proposed in late 2013 to remove the\$30M limit and to include Health Infrastructure in G&S accreditation <p>Shared services reforms across NSW Health</p> <ul style="list-style-type: none"> • NSW Health implements Corporate and Shared Services Reform Program as it applies to Health through Health Share NSW, which manages health system requirements under Government targets and programs. Key initiatives for Health cover food services, linen services and distribution services. • MoH provides expertise services to LHDs in development of private sector partnerships and service provision in accordance with Cabinet approval <p>Use of NSW Health Pathology</p> <ul style="list-style-type: none"> • Pathology services to public health system provided or commissioned through NSW Health Pathology <p>Procurement savings</p> <ul style="list-style-type: none"> • Health target for 2012/13 \$37m. • MoH and LHDs/Networks work together on most effective way to meet targets • MoH reports quarterly on procurement savings roadmap incorporating Whole of Government, NSW Health (HS & MoH) and District savings. <p>Insurance</p> <ul style="list-style-type: none"> • Treasury Managed Fund Health Portfolio Pool with risks managed through MoH in conjunction with LHDs/Networks 	<p>Procurement</p> <ul style="list-style-type: none"> • Can procure up to \$250K in own right within approved Health System accreditation • Non State Contract procurement over \$250,000 require engagement of accredited agency (MoH or HealthShare NSW (up to limit of Healthshare’s delegation) <p>Local Accreditation</p> <ul style="list-style-type: none"> • Can seek to be accredited in their own right by Procurement NSW via Accreditation standards <p>Shared services reform</p> <ul style="list-style-type: none"> • Develops local market testing strategies (in conjunction with MoH expertise centre) • Contract management of any private sector service arrangements <p>Procurement savings</p> <ul style="list-style-type: none"> • MoH and LHDs/Networks work together on most effective way to meet targets <p>Insurance</p> <ul style="list-style-type: none"> • Treasury Managed Fund Health portfolio Pool, with risks managed through MoH in conjunction with LHDs/Networks