



STANDING COMMITTEE ON ENVIRONMENT AND TRANSPORT AND CITY SERVICES
MS TARA CHEYNE MLA (CHAIR), CANDICE BURCH MLA (DEPUTY CHAIR), JAMES MILLIGAN MLA

Inquiry into referred 2018–19 Annual and Financial Reports
ANSWER TO QUESTION ON NOTICE

Ms Nicole Lawder MLA: To ask the Minister for City Services

Transport Canberra and City Services Directorate, 2018–19 Annual Report, output class 2.1 Roads and Infrastructure.

In relation to: Capital Linen

Canberra Hospital Contract

1. On-time delivery was achieved 99% for Canberra Hospital. What was the on-time delivery for all other contracts?
2. Canberra Hospital is one of the largest customers. What proportion of Capital Linen work is for Canberra Hospital?

Energy

1. How much has \$1.6 million investment dry fold process system and energy efficient air compressors saved in energy costs?
2. How will the 27% estimated energy reduction be achieved?
3. How much will the reduction cost?
4. What is the cost benefit advantages be of this expenditure?
5. How much is planned to be spent to reduce energy use over the next 3 years

Mr Chris Steel MLA: The answer to the Member's question is as follows:–

Canberra Hospital Contract

1. The on-time delivery for all volumes ordered across all customers for 2018-19 was 99.1%.
2. The Canberra Hospital is Capital Linen Service's largest customer accounting for around 31% of all sales volumes (tonnes of laundry sold) in the 2018-19 reporting period.

Energy

1. The dry fold processing line is a system which sorts and folds towelling items. The benefit associated with the towel folding system relates to the automation of a previous manual system. The system installed does not provide a reduction in energy.

The air-compressors are estimated to save around \$39,000 per annum.

2. Capital Linen Service engaged an organisation to produce an Eco Reduction Plan. The plan includes a range of initiatives over three years which together has the potential to reduce energy consumption by 27%.

The Eco Reduction Plan mainly focuses on better ways to use and manage steam including steam recovery systems used to heat water for boilers and heating and cooling systems, boiler start up changes and repairs to existing steam pipe works.

3. The Eco-Reduction Plan requires investment of around \$1.31m.
4. The cost benefit advantages associated with the initiatives in the Eco-Reduction Plan include an annual saving of around \$0.22m and an annual reduction in CO2 emissions of around 428 tonnes per year.
5. Capital Linen Service has not yet committed to any expenditure although Year 1 initiatives, which have a capital investment of \$0.452m, are currently being explored, tested and negotiated.

Approved for circulation to the Standing Committee on Environment and Transport and City Services

Signature:



Date:

3/12/19

By the Minister for City Services, Mr Chris Steel MLA