



STANDING COMMITTEE ON ECONOMIC DEVELOPMENT AND TOURISM

**JEREMY HANSON MLA (CHAIR), MICHAEL PETTERSSON MLA (DEPUTY CHAIR), MARK PARTON MLA,
SUZANNE ORR MLA**

**Inquiry into referred 2016–17 Annual and Financial Reports
ANSWER TO QUESTION ON NOTICE**



Asked by MS ORR MLA:

Chief Minister, Treasury and Economic Development Directorate Volume 1 Output 4.1 Economic Management

In relation to:

A University of NSW report found that for every \$100 million spent on construction, over \$5 million is wasted as a result of poor quality:

1. What impact would the need to spend the \$5 million for each \$100 million spent on construction industry activity have on productivity for that industry in the ACT?
2. What gains to productivity would we realise if this figure was decreased, for example to \$1 million?
3. Has any modelling been done on how productivity constraints due to poor building quality might impact development in the ACT?
 - a. How many projects may be delayed or shelved due to resourcing or financial constraints created by a build quality dispute?

Mr BARR MLA: The answer to the Member's question is as follows:—

1. Productivity estimates by industry are unavailable for the ACT.
2. This is unable to be quantified.
3. No.
- 3a. This is unable to be quantified.

Approved for circulation to the Standing Committee on Economic Development and Tourism

Signature: *Andrew Barr*

Date: 24.11.17

By the Treasurer, Mr Andrew Barr MLA

