

Appendix one – Response from agency



5 O'Keefe Avenue NOWRA NSW 2541 Locked Bag 3015 NOWRA NSW 2541 Our Reference: Your Reference: Contact: A599062 PA6604 Melissa Gibbs 02 4428 4174

Mr Ian Goodwin Deputy Auditor General of NSW GPO Box 12 SYDNEY NSW 2001

By Email: mail@audit.nsw.gov.au

Dear Mr Goodwin

Thank you for your letter of 8 June 2018 and for the opportunity to respond to the Performance Audit Report on Shared Services in Local Government.

The Office of Local Government (OLG) welcomes the Audit Office's observations on strengthening local government performance in shared service delivery.

In particular, OLG notes and supports the report's recommended practices for councils to efficiently and effectively undertake shared services. Additionally, the recommendation that OLG develop guidance on the risks and opportunities of shared service governance models will provide valuable support to councils.

I am also pleased to advise that the Government has recently introduced a further initiative to support council collaboration and provide a robust governance framework for councils to undertake shared services. The establishment of 11 new Joint Organisations (JOs) provides new opportunities for councils in regional NSW to address existing challenges and improve their service delivery. This initiative is the result of four years of collaboration with the local government sector. The observations provided by the Audit Office will be of great assistance in supporting councils who choose to share services through JOs.

The Office of Local Government looks forward to working with the Audit Office to implement the findings of the report, as we continue to support local councils to deliver high quality, value for money services for their communities.

Yours sincerely

Tim Hurst Acting Chief Executive Office of Local Government

14/6/18

T 02 4428 4100 F 02 4428 4199 TTY 02 4428 4209 E olg@olg.nsw.gov.au W www.olg.nsw.gov.au ABN 44 913 630 046

