



Australian Government

Department of Climate Change, Energy,
the Environment and Water

Dean Knudson
Deputy Secretary

Mr Daniel Craig
Executive Director (acting)
Office of Impact Analysis
Department of the Prime Minister and Cabinet
BARTON ACT 2600
Email: Helpdesk-OIA@pmc.gov.au

Dear Mr Craig

I write in relation to the attached Impact Analysis (IA) prepared for the proposed Environmentally Sustainable Procurement Policy.

I am satisfied that the IA addresses the concerns raised in your letter of 25 January 2024. Specifically, DCCEEW have:

- Revised the problem statement for better clarity. The statement has been narrowed to focus on the negative environmental impact of Australian Government procurements. Further detail has been included on key actors and the context
- Refined the goals and objectives with measures and delivery dates. Several objectives were set to address barriers to Government action
- Added the estimate of the annual regulatory burden;
- Included the purpose of the consultation, outlined challenges with the industry and APS survey tool and detailed future consultation;
- Elaborated on the conclusion;
- Included detail on timeline for implementation and the status of the IA at major decision points; and
- Included more detail on how the policy will be evaluated.

The regulatory costs are estimated as \$1.2 million per year.

Accordingly, I am satisfied that the IA is now consistent with the six principles for Australian Government policy makers as specified in the *Australian Government Guide to Policy Impact Analysis*.

I submit the IA to the Office of Impact Analysis for formal final assessment.

Yours sincerely

Dean Knudson
Deputy Secretary

16February 2024

DCCEEW.gov.au

John Gorton Building, King Edward Terrace, Parkes ACT 2600 Australia
GPO Box 3090 Canberra ACT 2601 ABN: 63 573 932 849