

Question on Notice

No. 1394

Asked on 10 November 2022

MR B MICKELBERG ASKED THE MINISTER FOR HEALTH AND AMBULANCE SERVICES (HON Y D'ATH)—

QUESTION

With reference to eHealth Queensland—

Will the Minister provide a list of all current projects managed by eHealth Queensland (a) with an overspend and (b) the value of the overspend of each project?

ANSWER

I am advised by the department, as of 6 December 2022, the following current project managed by eHealth Queensland is the only project with a cost overrun and the value of the overrun.

Project Name	Planned	Actual	\$ Value of cost overrun	% of cost overrun to planned cost
STS Replacement	\$ 700,000	\$ 703,059	\$ 3,059	0.43 per cent

In understanding this information, it is important to note that eHealth Queensland interprets the term 'overspend' to mean a 'cost overrun'.

The definition of a project cost overrun is:

"The amount, if any, by which the actual costs exceed the projected amount thereof as set forth in the budget".

In this respect, a cost overrun is deemed to be the difference between the cost set forth at the contract award decision gate and the actual cost.

An overrun can occur for many reasons, for example, an update to the technical requirements of the project or the delivery to accommodate the business needs.