

Addressable Spend under the Queensland Indigenous (Aboriginal and Torres Strait Islander) Procurement Policy (QIPP)

Aim of QIPP

The QIPP sets a target for Queensland Government spend with Aboriginal and Torres Strait Islander owned businesses to three per cent by 2022. The QIPP recognises that an agency-led, category-management approach will ensure procurement officers can determine how their agency can contribute to increasing the value of **addressable Queensland Government spend** while balancing the commercial realities of current and emerging markets across Queensland.

What is Addressable spend?

Under the QIPP, the agreed definition of addressable spend is 'the portion of the Queensland Government's spend that can be influenced by purchasing and procurement activities including sourcing and category management'.

This means the following Queensland Government spend is excluded from the addressable spend:

- grants and subsidies
- employee salaries and on-costs cash assets
- liability, equity and revenue transactions
- budget and accrual accounts
- borrowing costs
- allowances and other payments employees
- asset revaluation increments or decrements
- adjustments and write-off transactions
- clearing and holding account transactions
- ex gratia payments
- dividend payments
- bank and QTC fees and charges (incl corporate card fees)
- board member payments
- fees, penalties, taxes, fines and forfeitures
- losses and depreciation
- rebates and refunds
- accumulated amortisation
- system driven accounts
- sponsorships, donations and gifts
- disaster relief and recovery
- juror expenses

Is there any other government spend excluded in determining the Addressable Spend?

Currently excluded from QIPP data is any Government spend:

- originating from corporate card spend
- from second tier contracting (ie. subcontracting arrangements)
- from Government-owned corporations and statutory bodies