

## Tasmanian Industry Participation Plan Executive Summary (template)

### Procurement details

<b>Procurement Reference No.</b>	DHHS – 5656S
<b>Procurement title</b>	Salary Packaging Services
<b>Name of Responsible Agency/Entity</b>	Department of Health and Human Services

### Supplier details

<b>Name of supplier</b>	Maxxia Pty Ltd
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### Executive summary

- *Maxxia Pty Ltd has been operating in Tasmania since 2001 and currently engages 2 full time employees in the State.*
- *It is estimated that Department of Health and Human Services employees receive more than \$4.6 million tax savings from standard salary packaging benefits. A significant portion of these tax savings are spent on local goods and services.*
- *The reduction in fees payable for the provision of salary packaging administration services represent an estimated annual saving to employees of \$1.25 million based on current participation rates. These savings represent additional disposable income of employees which should translate to additional reinvestment into the local economy.*
- *Currently 95% of all vehicles leased by DHHS employees through Maxxia are sourced from Tasmanian dealerships with all vehicle repairs and servicing completed locally, without exception. This service model currently delivers \$10.9 million to the Tasmanian economy through vehicle procurement and novated lease running costs (fuel, tyres and repairs and maintenance).*