

# Machinery of Government Changes

MOG Change Scenarios in Prime

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# MOG Change Scenarios in Prime

## 7 Scenarios - Changes to Prime set up (Master data and System Architecture)

### Scenarios

**Scenario 1 - Abolition of a Department and new Department / Cluster formed**

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**Scenario 2 – Abolition of a Department/Agency and Establishment of a new Department /Agency**

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**Scenario 3 – Standalone Entity moves Clusters**

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**Scenario 4 – Agency name change**

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**Scenario 5 – Merge Agencies within a Cluster**

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**Scenario 6 – Functions/Programs move to another agency**

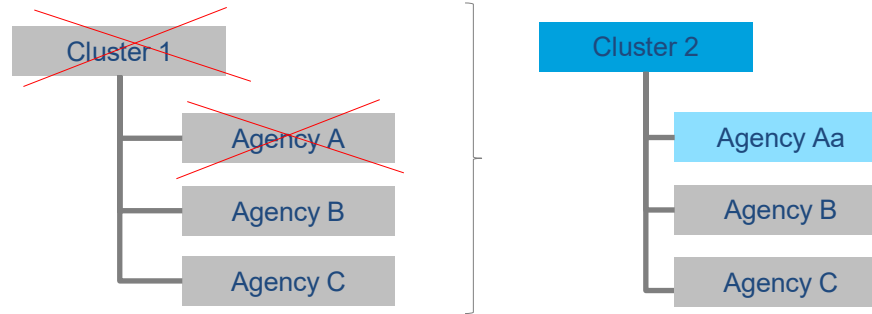
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**Scenario 7 – Existing function split and moves to multiple agencies**

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## Scenario 1 - Abolition of a Department and new Department / Cluster formed

### Approach: Prime to Rename existing Cluster and Department



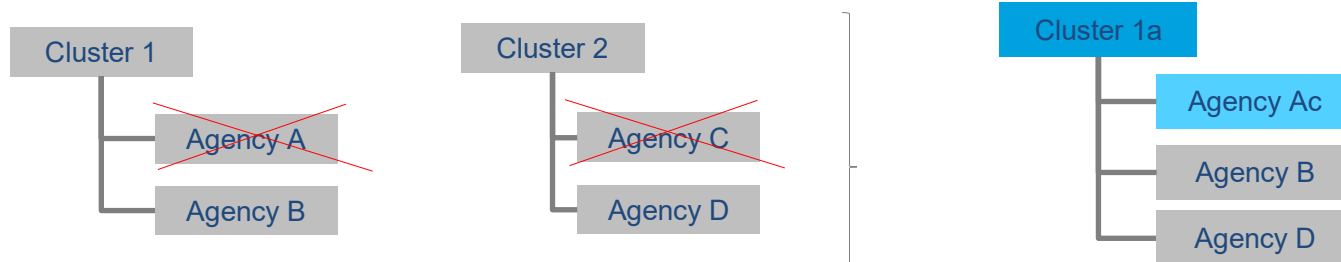
**Example: Department of Finance, Services and Innovation is abolished, and the Department of Customer Service is established.**

#### Approach:

- Existing Prime Entity is renamed from the Department of Finance, Services and Innovation to Department of Customer Service.
- Prime entity name is changed, however the ICP code remains the same.
- Least impact for agencies across the sector trading with DFSI – as the Entity ICP code will not change and agencies interacting with the new Department will not need to change their ICP codes
- Program structure will be retained, new programs created for new functions, and programs classified ‘inactive’ for functions transferred out
- Historical data for annual reporting will be retained.

## Scenario 2 – Abolishing two Departments and establishing a single Department

### Approach: Prime rename 1 Department and Merge 2<sup>nd</sup> Department into renamed Entity



**Example 1: Department of Planning and Environment and Department of Industry**

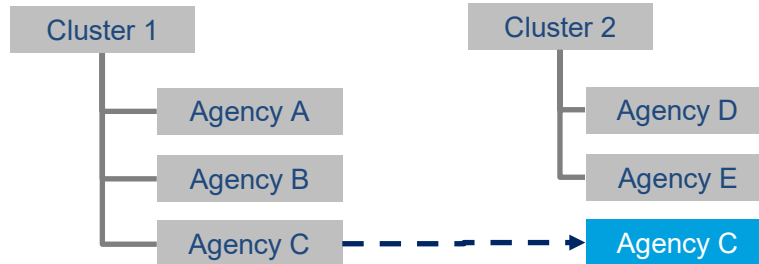
**Example 2: Department of Family and Community Services and Department of Justice**

#### Approach:

- One Prime Entity is retained and renamed the newly established Joint Department
- Merge the 2nd Department into the 1st Department
- Least impact for numerous agencies not moving cluster – ICP/Workflow issue (If a complete new agency is created in Prime – a more onerous exercise for agencies inter-acting with each of these abolished agencies to re-allocate their ICP's)
- Program impacts: Agency C will need to transfer programs in to Agency Ac (would have had to do this if a new Department was created)
- Apportionment of overheads will need to be negotiated
- Limitations: There will be a mis-match to historical financials for the remaining Department

## Scenario 3 – Standalone Entity moves Clusters

Approach: Prime to move entire agency to sit under a new cluster



**Example 1: TAFE NSW (from Industry Cluster to Education)**

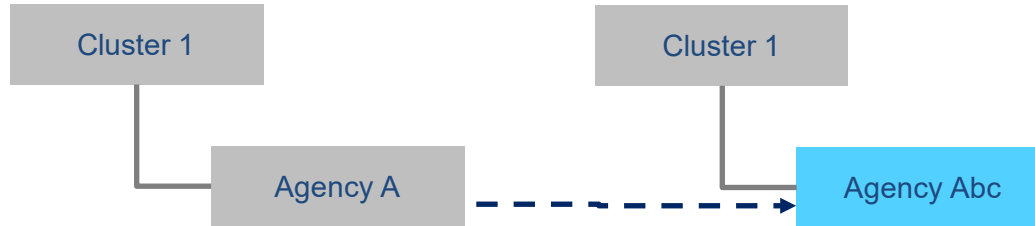
**Example 2: Multicultural NSW (from Family and Community Service to Stronger Communities)**

### Approach:

- Prime entity code and names stay the same, however principal Department/Cluster will change.
- Contra entries – automated Cluster Grant funding in FBP's will need to be considered when Agency is moved under the new Principal Department.
- Least impact for other agencies across the sector – as the Entity ICP code will not change and agencies interacting with the agency will not need to change their ICP codes.
- In-flight FBP's – consideration for the timing of when FBP's are approved, impacts for grant funding from the Principal Department.
- Program impacts: None (unless agency is taking on new functions)

## Scenario 4 – Agency name change

### Approach: Rename existing entity to new name in Prime



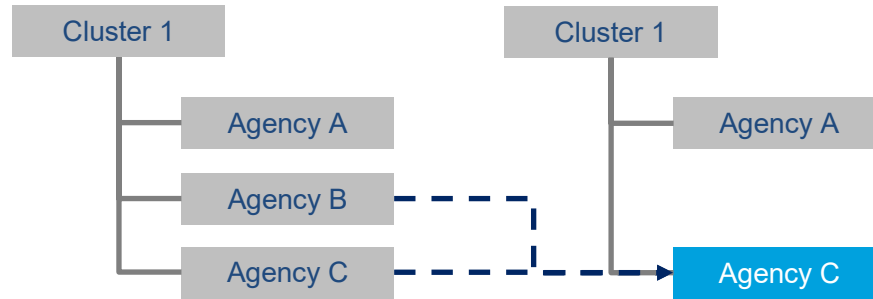
#### Example 1: Transport for NSW changing to Department of Transport

##### Approach:

- Prime entity code stays the same, however the name will change.
- Least impact for agencies across the sector – as the Entity ICP code will not change and agencies interacting with the new Department will not need to change their ICP codes.
- Program impacts: None (unless agency is taking on new functions)

## Scenario 5 – Abolished Agencies to merge with another agency in the Cluster

Approach: Prime to retain existing agencies based on the MOG effective date, FBP's to transfer balances



**Example 1:** Barangaroo Delivery Authority and UrbanGrowth NSW Development Corporation transfers to Infrastructure NSW.

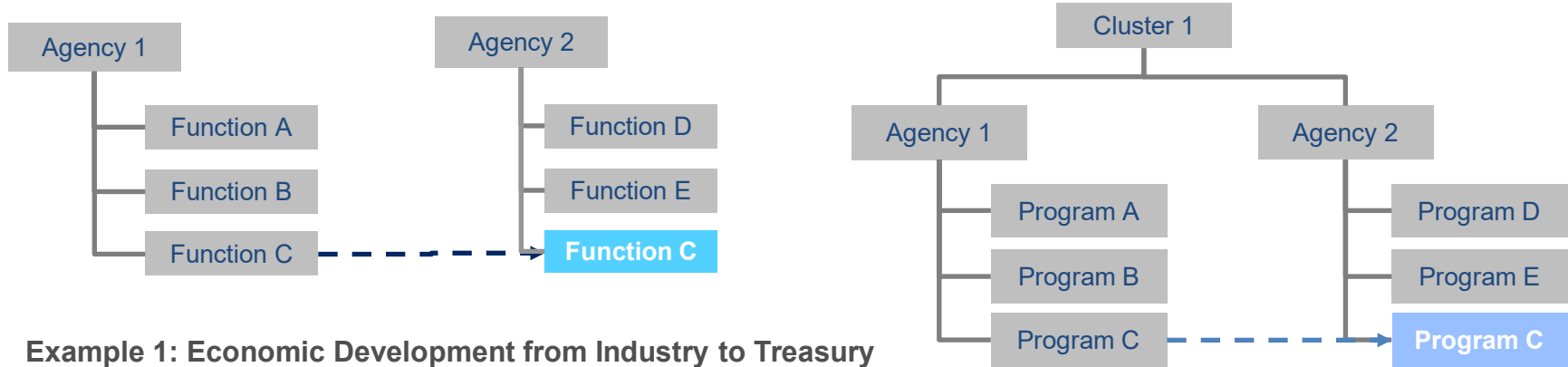
**Example 2:** Roads and Maritime Services to transfer to the Department of Transport

### Approach:

- Program impacts – Agreement required on whether the existing Program structure is retained or new programs created.
- Budget transfers are submitted in Prime via corresponding FBPs from the abolished entity and the receiving /absorbing agency.
- Entities that have transactions with the abolished agency will need to redirect ICP balances to new agency.

## Scenario 6 – Functions/Programs move to another agency

**Approach: Prime to create new Programs where functions are not moving into established Programs in target agency.**



**Example 1: Economic Development from Industry to Treasury**

**Example 2: DAC from Treasury to Department of Customer Service**

**Example 3: Industrial Relations moving from Treasury to the Department of Premier and Cabinet**

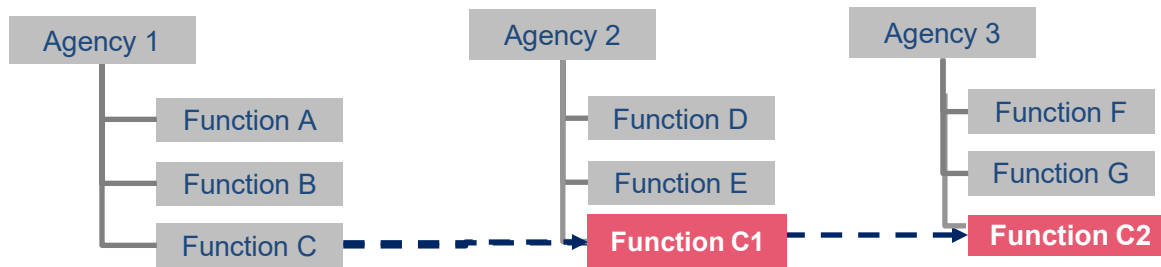
### Approach:

- New programs created in receiving agency
- MOG FBP's created to remove balances from existing agency (effective from MOG transfer date)
- Corresponding MOG FBP created in receiving agency.
- In-flight FBP's under Government consideration – consider how best approved.
- Work will be required to disaggregate functions within programs



## Scenario 7 – Part functions moving to multiple agencies

Approach: Prime to create equivalent Programs for functions moving to target agency



### Example 1: Revenue NSW moving to Treasury / Revenue NSW Call Centre staff to Customer Service

- Create New Programs
- Option 1: Create 1 FBP in Agency A to transfer balances for the entire function out, with 2 corresponding FBP's created under each entity that will subsume the balances.
- Option 2: Create 2 separate FBP's in Agency A to transfer part balances for the function, with 2 equivalent FBP's created under each entity subsuming the balances.
- A corresponding FBP to be created in the agency where the function is being transferred into.
- In-flight FBP's – consideration of timing for when FBP's are approved (or recreated following ERC decision)
- Work will be required to disaggregate programs where these are being split across two or more revised clusters.