



Treasury Board of Canada
Secrétariat

Secrétariat du Conseil du Trésor
du Canada

Secretary of the Treasury Board

Secrétaire du Conseil du Trésor

Ottawa, Canada
K1A 0R5

JAN 14 2013

Mr. Kevin Page
Parliamentary Budget Officer
Library of Parliament
Parliament Buildings
Ottawa, Ontario
K1A 0A9

Dear Mr. Page:

The following is in reply to your request from November 30, 2012 for information and data regarding the expected savings from “the elimination of voluntary severance benefits first announced in Budget 2011 and referred to within the update”.

In Budget 2010, the government indicated that it would engage with public sector bargaining agents to ensure total compensation costs are reasonable.

Total annual savings from the elimination of severance are expected to be around \$500 million annually once fully implemented, based on the previous costs of this entitlement.

Yours sincerely,

Yaprak Baltacıoğlu

c.c.: Mr. Michael Horgan, Deputy Minister, Department of Finance Canada
Mr. Rick Stewart, Assistant Secretary to the Cabinet, Privy Council Office,
Liaison Secretariat for Macroeconomic Policy