

Senate Standing Committee on Economics
ANSWERS TO QUESTIONS ON NOTICE
Treasury Portfolio

**Inquiry into the Financial Accountability Regime Bill 2021 [Provisions] and Financial Services
Compensation Scheme of Last Resort Levy Bill 2021 [Provisions] and related bills**

2021 - 2022

Division: Financial System Division
Topic: Modelling - exclusions from scheme
Reference: Spoken (27 January 2022)
Senator: Louise Pratt

Question:

Senator PRATT: Okay. In terms of the decision not to include managed investment schemes or funeral insurance and the other prescribed categories, can you provide us with access to the modelling of the liabilities that the government thought would exist under those categories that led to this decision not to include them?

Ms Zaheed: We can take that on notice and provide information in that respect. I will say, in looking at these issues and our advice to government—and you have just heard from AFCA—a lot of the data isn't fully available, so AFCA hasn't assessed the complaints and can't yet make a decision as to whether those figures that the complainants have put in are valid complaints and whether the compensation amounts are coherent. We have taken into account the information that AFCA has had available. We've looked at historic claims. We've also looked at, in some cases, what the categories are and what the principles are.

Answer:

The Committee has received relevant complaint data provided by AFCA. The Treasury's analysis of potential CSLR liability reflects the relevant complaint data provided by AFCA, as held by Treasury at the time that analysis was conducted.