## **Senate Community Affairs Legislation Committee**

# SUPPLEMENTARY BUDGET ESTIMATES – 25 OCTOBER 2018 ANSWER TO QUESTION ON NOTICE

## Department of Human Services

**Topic:** Debt recovery

**Question reference number:** HS 161 (SQ18-000210)

Senator: Watt

Type of question: Written

Date set by the committee for the return of answer: 6 December 2018

Number of pages: 1

#### **Ouestion:**

a) How many debts have been raised through the OCI?

- b) How many of these debts have been reduced when they have been challenged or for other reasons?
- c) How many of these have been cleared completely?
- d) How many debts raised through the OCI use an averaging algorithm?
- e) How many of the debts raised in this way have been reduced or cleared when challenged, or for any other reason?
- f) How many individuals are getting phone calls regarding debt related to payments received in the financial year 2011–2012 (so over 6 years ago)?

#### **Answer:**

For period 1 July 2016 to 31 October 2018:

Number of Debts	2016-17	2017-18	2018-19 <sup>2</sup>
a) Number of Debts Raised <sup>1</sup>	142,634	163,685	103,253
b) Debts Reduced to Non-Zero	16,474	5,748	7,666
c) Debts Reduced to Zero	9,364	2,929	2,328

### **Number of Debts Averaged**

d) and e) This information is not readily available. The Department cannot readily separate debts raised using an average apportionment from debts raised using a defined pay period. A debt is calculated in a number of ways using the best available information. This may include information provided by the customer, the Australian Taxation Office or a combination of both.

#### **Customer Contact**

f) The Department is no longer initiating compliance reviews for customers' employment income information for the 2011–12 financial year.

<sup>&</sup>lt;sup>1</sup> One Assessment can lead to multiple debts if the recipient has been the beneficiary of different types of income support payments.

<sup>&</sup>lt;sup>2</sup> As at 31 October 2018.