Senate Standing Committee on Education and Employment

QUESTIONS ON NOTICE Additional Estimates 2016 - 2017

Outcome 1 - Employment

Department of Employment Question No. EMSQ17-003987

Senator Marshall provided in writing.

Question

Youth wage subsidy claims

How many Youth Wage subsidies have been claimed in the last 12 months? What was the total value of the Youth Wage subsidy claims in the last 12 months? What was the forecasted expenditure of Youth Wage subsidy claims for the last 12 months? What was the target for the number of Youth Wage subsidies for the last 12 months?

Answer

In the 12 months to 31 March 2017, 12,840 Youth Wage Subsidy agreements were made, with 8,348 job seekers forecast to take up a Youth Wage Subsidy and reach the first payment milestone over the same period. Claims totaling \$13,610,797 were paid in the 12 months to 31 March 2017, while the forecast for expenditure over the same period was \$29,092,902.

Forecast expenditure is based on the assumption that, of those job seekers that reach the 12 week milestone, half of the wage subsidy would have been paid at this point. Due to provider claiming behavior, job seeker attrition and the flexibility in the way that wage subsidies can be paid, wage subsidy expenditure may not correlate with wage subsidy take up. The Department expects the forecast expenditure patterns will become more apparent as data is collected over time.