Senate Committee: Education and Employment

QUESTION ON NOTICE Supplementary Budget Estimates 2016 - 2017

Outcome: Skills and Training

Department of Education and Training Question No. SQ16-001074

Senator Cameron, Doug provided in writing

Displaced workers due to the closures in the Australia automotive manufacturing industry

Question

- 1. How many workers have been displaced and are estimated to be displaced from jobs due to the closures in the Australia automotive manufacturing industry?
- 2. How much commonwealth money has the current government allocated to reskilling and retraining workers from the auto-manufacturing sector? Please provide data for 2014-15 and 2015-16 and so far in 2016-17.
- 3. How much commonwealth money has the current government spent on reskilling and retraining workers from the auto-manufacturing sector? Please provide data for 2014-15 and 2015-16 and so far in 2016-17.

Answer

The Department of Industry, Innovation and Science is responsible for estimating the number of displaced automotive manufacturing industry workers.

The industry-funded \$30 million *Growth Fund Skills and Training Initiative* (the Growth Fund) is helping to reskill and retrain affected GM Holden and Toyota workers.

As at November 2016, GM Holden had contributed \$7 million to the Growth Fund, with another \$3.5 million to be contributed in 2016-17. Toyota had contributed \$3.28 million, with a further \$8.15 million to be contributed in 2016-17.

Under the Growth Fund, the Australian Government agreed to fund Fringe Benefit Tax (FBT) liabilities associated with GM Holden and Toyota workers who receive training in a field not related to their employment. Up to \$31.6 million of Government funds have been allocated for this purpose over five years from 2015–16.

In 2014–15, Holden provided \$2.0 million of transitional services to workers under a Deed arrangement while the Growth Fund special account was being established. In 2015-16, the Government paid \$148,000 and \$2.090 million in 2016–17 for FBT liabilities incurred by GM Holden and Toyota.