

**Senate Standing Committee on Education Employment and Workplace
Relations**

**QUESTIONS ON NOTICE
Supplementary Budget Estimates 2011-2012**

Outcome 3 - Tertiary, Skills, International and Indigenous Strategy

DEEWR Question No. EW0837_12

Senator Rhiannon asked on 20 October 2011, Hansard page 82

Question

Funding Agreements

Senator RHIANNON: Can you give us a list of where approval has to be sought?

Mr Warburton: I could give you copies of the condition in the funding agreement.

Senator RHIANNON: Thank you

Answer

The following are extracts from the 2009–2011 Commonwealth Grant Scheme funding agreement.

“Sustaining specialised and nationally significant courses

1. *Before Closing a Course to which this clause applies, the Provider must consult the Commonwealth and obtain the Commonwealth’s approval for the closure.*
 - 1.1. *In this clause, ‘Course’ means a Course of Study, or a major within a Course of Study, designed to prepare a student for entry to a specific occupation or to provide a specialised skill.*
 - 1.2. *This clause applies only to Undergraduate Courses of Study, and Postgraduate Courses of Study in which at least 50 per cent of places are Commonwealth supported places.*
 - 1.3. *This clause does not apply to a Course for which the Provider has had an intake for less than four consecutive academic years.*
 - 1.4. *This clause applies to Courses in the following categories:*
 - 1.4.1. *Courses that prepare students for entry to any occupation that is experiencing a National Skill Shortage;*
 - 1.4.2. *Courses, the Closure of which would be likely to create a National Skill Shortage in an occupation because the Provider is a sole or dominant provider of the national skill base for that occupation;*
 - 1.4.3. *specialised Courses directed at the regional economy, the closure of which would be likely to create serious detriment to the Skills Base of a Regional Economy; and*
 - 1.4.4. *Courses for a Nationally Strategic Language*.*

- 1.5. In making a decision regarding a Course Closure, the Commonwealth will:
- 1.5.1. seek to reach a mutually agreeable arrangement with the Provider regarding the Course Closure;
 - 1.5.2. have regard to student demand for the Course, the financial viability of the Course and the justification provided for a proposed Course Closure by the Provider;
 - 1.5.3. assist the Provider to explore options to retain the Course, including through cooperation with another provider or the movement of Commonwealth supported places to another provider; and
 - 1.5.4. not unreasonably withhold approval for a Course Closure so as to place an unreasonable financial burden on the Provider or place the Provider in a financially unviable position in regard to the Provider's overall financial status."

"Nationally Strategic Language' means Arabic or Indonesian and any other language notified in writing by the Commonwealth"

"National Skill Shortage' refers to the skill shortages listed on the Department of Immigration and Citizenship (Skilled) Migration Occupations in Demand List (MODL), available at www.immi.gov.au/skilled/general-skilled-migration/skilled-occupations/occupations-in-demand.htm The Department of Education, Employment and Workplace Relations' State and Territory Skills Shortages Lists, available at <http://www.workplace.gov.au/workplace/Publications/LabourMarketAnalysis/SkillShortages/StateandTerritorySkillShortagelists/> should also be consulted;"

"Skills Base of a Regional Economy' will differ on a case by case basis. To help establish if Closing a Course is likely to create serious detriment to the Skills Base of a Regional Economy, the Department of Education, Employment and Workplace Relations' State and Territory Skills Shortages Lists, available at <http://www.workplace.gov.au/workplace/Publications/LabourMarketAnalysis/SkillShortages/StateandTerritorySkillShortagelists/> should be consulted;"

Links listed above are as provided in the contracts, the information referred to can now be found at:

MODL: www.immi.gov.au/skilled/sol

Skills shortage:

<http://www.deewr.gov.au/Employment/LMI/SkillShortages/Pages/SkillShortageLists.aspx>