Senate Standing Committee on Finance and Public Administration

ANSWERS TO QUESTIONS ON NOTICE

Human Services Portfolio

Additional Estimates 2006-2007, 13th and 16th February, 2007

Question: HS43 Agency: Child Support Agency Outcome 1, Output 2 Topic: Recruitment Agency Spending Hansard Page/Written Question on Notice: Written

SENATOR WONG asked on 16/02/2007:

- (1) What sum was spent on recruitment agencies in 2006 by each department and agency in the Minister's portfolio?
- (2) Will the Minister provide a list of the recruitment agencies which are used by the department and agencies in the Minister's portfolio?
- (3) What functions do recruitment agencies perform for departments and what would be the likely impact on departmental outcomes from reduction in recruitment spending on external agencies?
- (4) What benefit-cost assessments have been done which benchmark internal recruitment processes and/ or on utilising on line recruitment portals?

ANSWER:

- (1) The Child Support Agency (CSA) spent \$8,116,980 on recruitment agencies in 2006. This includes amounts for staff recruitment and ongoing engagement costs of contractors.
- (2) The following recruitment agencies are used by the CSA.

Aust Public Service Commission¹ Candle Australia Pty Ltd Careers Unlimited Pty Ltd **Chandler Macleod** Change Drivers Pty Ltd Compas Pty Ltd **CPT** Global Data Flow Pty Ltd **DFP** Recruitment Services Diskecho Pty Ltd eConnect Solutions **Finite Recruitment** Frontier Group Greythorn Pty Ltd Hays Personnel Hoban Recruitment Hudson Global Resources Icon Recruitment Pty Ltd IPA Personnel Pty Ltd

¹ The Australian Public Service Commission has been included because of it's role in sourcing staff for CSA.

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Kaz Technology Services P/L Kowalski Recruitment Manpower Australia Merit Solutions Pty Ltd Paxus Pty Ltd Peoplebank Recruitment Solutions Ltd Regent Recruitment Ron Hogan & Associates Select Australasia Southern Cross Computing P/L Wizard Information Services

(3) The CSA conducts the majority of its recruitment through recruitment agencies. Recruitment agencies are used to hire entry-level staff, and also to source Executive and Senior Executive staff. Recruitment agencies process job applications, run assessment centres, and provide shortlists of applicants to CSA for final selection. They are also used to source IT and other contractors.

The likely impact on departmental outcomes from a reduction in recruitment spending on external agencies would be to generate an increase in spending on support staff to perform non-core recruitment support functions. This would be due to:

- (a) a need to hire and develop sufficient staff with the professional expertise to administer bulk recruitment processes and to run assessment centres; and
- (b) additional time and resources being expended by CSA staff in processing large numbers of job applicants, particularly for entry-level recruitment.
- (4) There have been no specific benefit-cost assessments done. It is anticipated such an analysis will be completed at the end of 2006/07 when the current staffing increases being experienced have slowed.

To prepare this answer it has taken approximately 6 hours and 30 minutes at an estimated cost of \$351.