



Community and Public Sector Union

Michael Tull ♦ Assistant National Secretary

15 July 2019

Committee Secretary  
Senate Standing Committees on Economics  
PO Box 6100  
Parliament House  
Canberra ACT 2600

Dear Committee Secretary

**Treasury Laws Amendment (Putting Members' Interests First) Bill 2019**

As the primary union representing Australian Public Service employees, the Community and Public Sector Union (CPSU) is committed to providing a strong voice for our members in key public policy and political debates.

The CPSU has concerns the extremely short time frame for submissions to this inquiry, into the provisions of the Treasury Laws Amendment (Putting Members' Interests First) Bill, makes it difficult for a genuine consultation process with affected stakeholders to occur.

The CPSU supports the submission made by the Australian Council of Trade Unions (ACTU). We share the ACTU's concerns that, if passed, the Bill will be detrimental to workers under 25 and with low account balances in high-risk occupations who need insurance and that it will undermine group insurance in Australia. The Bill's own Regulatory Impact Statement (at 2.48 on p.27) states:

*Relative to the status quo, this [Bill] will result in circumstances where fewer people receive insurance payouts for an adverse event. Some individuals will have no insurance cover as a result of these changes depending on their circumstances.*

The consequences for workers in high-risk occupations - particularly young workers - who are injured at work, or the families of those who are killed at work, and who will not have insurance cover if this legislation passes will be severe. A worker who is permanently incapacitated and not covered by insurance is likely to experience a significantly diminished quality of life and rely more heavily on Commonwealth support, compared to a comparable worker who is provided with affordable insurance through superannuation on an opt-out basis. There is also concern that workers in high-risk occupations may not be eligible for insurance in the absence of automatic group cover.

The proposed Bill will affect the Commonwealth's own employees. For example, a worker under 25 commencing work as a Border Protection Officer, Marine Unit Officer or joining the Australian Federal Police is in a high-risk occupation. If the Bill passes, for the first period of their employment, they will not be insured if they are injured on the job unless they have the knowledge and foresight to opt-in.



