Senate Community Affairs Legislation Committee

SUPPLEMENTARY ESTIMATES - 18 OCTOBER 2012 ANSWER TO QUESTION ON NOTICE

Human Services Portfolio

Topic: Debt recovery - Centrelink

Question reference number: HS 45

Senator: Siewert **Type of question:** Written question **Date set by the committee for the return of answer:** 7 December 2012 **Number of pages:** 3

Question:

- (a) For 2011-12, how much was recovered from each main income support type payment, and in total?
- (b) For 2011-12, show the number and value of overpayments recovered per external debt recovery agencies (Dun & Bradstreet and Recoveries Corp), and in total.
- (c) For the same period, provide the number and value of debts (in dollars and numbers of overpayments) currently under management by i) Dun & Bradstreet and ii) Recoveries Corporation.

Answer:

- (a) For the 2011-12 financial year, approximately \$413 million was withheld from Centrelink payments for debt recovery. To determine detailed information regarding the source income support payment for withholdings would require an unreasonable diversion of resources.
- (b) The following are the amounts recovered by collection agents in 2011-12:

Collection Agent	Value recovered
Dun and Bradstreet	\$62,030,739
Recoveries Corporation	\$52,234,524
TOTAL	\$114,265,263

The number of debts recovered by collection agents in 2011-12 is not available as debts may be recovered over an agreed period of time with the customer.

(c) The following provides the number and value of debts referred to collection agents in 2011-12:

Collection Agent	Number referred	Value Referred
Dun and Bradstreet	165,130	\$353,730,449
Recoveries Corporation	165,353	\$351,211,920
TOTAL	330,483	\$704,942,369

Collection Agent	Number under management	Value under management
Dun and Bradstreet	45,195	\$119,653,063
Recoveries Corporation	49,622	\$125,250,507
TOTAL	94,817	\$244,903,570

The following provides the number and value of debts currently under management by collection agents as at 31 October 2012: