Senate Committee: Education and Employment

QUESTION ON NOTICE Budget Estimates 2017 - 2018

Outcome: Skills and Training

Department of Education and Training Question No. SQ17-000997

Senator Cameron, Doug provided in writing

Careers Australia - ACCC undertaking

Question

- In 2016, the ACCC got an undertaking from Careers Australia to offer refunds of student debts and cancellation of enrolment where students had been misled:

- What will happen now that Careers Australia has collapsed? Will these students still be able to get their debt refunded?

- How many students were in the process of seeking remediation?

- How many Careers Australia students have had their debt refunded? What is the total value of this debt that has been paid back to the Commonwealth?

- Is the Commonwealth the first creditor in line? How much is owed by Careers Australia?

Answer

In May 2016 the ACCC accepted an Undertaking by Careers Australia Group Limited pursuant to section 87B of the *Competition and Consumer Act 2010*. The Undertaking included, amongst other things, actions in relation to:

- Future representations of courses for a period of five years from the Undertaking
- Consumer Redress Program in respect of consumers enrolled in a Careers Australia course between 1 August 2013 and 31 March 2015 – within five months of the undertaking
- Internal review of complaints received from 1 August 2013 to the date of the Undertaking

 within 6 months of the Undertaking
- Various requirements to publicise the Undertaking to students.

The administration of the court enforceable Undertaking is an ACCC matter.

The Department of Education and Training is currently undertaking a reconciliation to determine the final position of Careers Australia's entitlement to VET FEE-HELP payments.