STANDING COMMITTEE ON LAW AND JUSTICE 2020 REVIEW OF THE LIFETIME CARE AND SUPPORT SCHEME Pre-hearing questions for SIRA

1. Is there a pay differential as a consequence of the Fair Work Commission's 2019 review of the Social, Community, Home Care and Disability Services Industry Award? Has any modelling been completed to analyse the financial impact this is having?

The icare Board is responsible for determining the annual levy requirements to fund the Lifetime Care and Support Scheme.

SIRA reviews the collection target annually and can request information in support of changes to requirements, however, SIRA does not determine or regulate the levy amount.

SIRA notes that the collection target for 2021/22 does not make a specific allowance for this award, but it does include a four per cent allowance over four years for attendant care inflation that seeks to capture all increases in cost. This allowance was also included in icare's collection target for 2020/21.

SIRA notes that icare's December 2020 outstanding claims liability valuation report states that it is monitoring the Fair Work developments closely and will respond as more information becomes available.