Community Development Programme Reform Legislation

Reforms to CDP

On 2 December 2015, the Government introduced legislation into the Parliament that will mean changes to remote income support and compliance arrangements.

If this legislation is passed, it will provide for:

- weekly welfare payments to job seekers;
- more immediate job seeker compliance arrangements;
- localised decision making by Community Development Programme (CDP) providers; and
- job seekers earning more income on top of their welfare payments.

There will be an immediate relationship between payments and attendance in activities. CDP providers will be responsible for paying job seekers their income support weekly.

Providers will investigate job seeker non-compliance and make decisions under a clear, robust and transparent framework.

To promote better job seeker attendance and engagement in CDP activities, providers will be able to deduct income support from each job seeker for the time they do not attend CDP activities.

Case study – Applying more immediate compliance arrangements for non-compliance*

Jayne is a remote job seeker with 25 hours of mutual obligation commitments per week.

In consultation with her CDP provider, Jayne has committed to undertake the following CDP activities to make up her 25 hours:

- a language, literacy and numeracy (LLN) course for five hours a week;
- a CDP market garden activity for 15 hours a week; and
- footy coaching the local under 9s Aussie Rules team for five hours a week.

Jayne is happy because her mutual obligation commitments are diverse and she is gaining skills in a range of interesting activities that contribute to her community.

During the week of the local show, Jayne decides to go to the show with friends to ride the roller-coaster instead of attending her footy coaching activity that week. Jayne did not seek prior permission from her CDP provider to not attend her scheduled activity.

Jayne’s provider calls her immediately to follow up on her absence and finds she did not have a good excuse for not attending her CDP activity. The provider determines that Jayne should not receive payment for the time she missed and her next pay is reduced.

Because Jayne’s pay is reduced straight away, this encourages her to resume all her activities for 25 hours the following week and her pay returns to normal.

* subject to the passage of the legislation and an associated legislative instrument.
Remote job seekers will also be able to earn up to the minimum wage and maintain full access to income support. Up to this point, job seekers will receive income support based on the hours of attendance in CDP activities.

Eligibility requirements, types of payment and payment levels for different groups of people will stay the same.

The Department of Human Services will continue to assess whether people should be on income support and how much they are eligible for.

Income management and the welfare debit card trials will continue to be delivered by the Department of Human Services and will remain unchanged.

**Roll out of the reforms**

Implementation will be phased in carefully and methodically from 1 July 2016. The new arrangements will only be rolled out where there are capable CDP service providers with strong community connections.

In the first six months, the reforms would be implemented where service providers and communities are ready, initially in around four regions.

The Government will work with providers and communities to ensure they have the resources they need to administer the new arrangements.

**Legislation and next steps**

The legislation will need to be debated and passed by the Parliament. This is expected in the first part of next year to enable implementation from July 2016.

More information about the compliance framework and the regions where the reforms will apply will be available from early 2016.

To ensure transparency and flexibility, these arrangements will be set out in separate legislative instruments rather than the main legislation.

**To find out more about the CDP**

- Visit the Jobs, Land and Economy page of the [Government’s Indigenous website](http://www.gov.au) to learn more about how the CDP is benefitting job seekers and communities in remote Australia.

- For inquiries regarding community development and employment services in your region, contact the [PM&C Regional Network](http://www.pm-c.gov.au).

- To find out more about the legislation visit the [CDP bill 2015 webpage](http://www.gov.au/). 

- Visit the [Department of the Prime Minister and Cabinet website](http://www.dpmc.gov.au).

- Email [remoteservices@pmc.gov.au](mailto:remoteservices@pmc.gov.au) if you have any questions.