Child Support is a private transfer of money between separated parents for the support of their children.

About Child Support

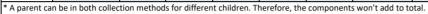
The objective of the Child Support Scheme is to ensure that:

- parents share in the costs of supporting their children according to their financial capacities
- adequate financial support is available to all children not living with both parents - Commonwealth involvement and expenditure is limited to the minimum amount necessary for ensuring children's needs are met
- work incentives for both parents to participate in the labour force are not impaired, and
- the overall arrangements are non-intrusive to personal privacy and are simple, flexible and efficient.

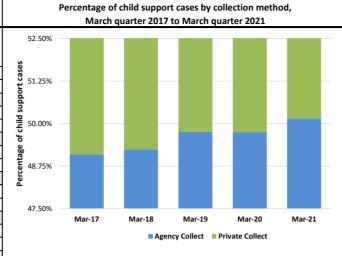
Cases that involve parents/carers who transfer child support through Services Australia are referred to as Agency Collect Cases. Cases that transfer child support by private arrangement are referred to as Private Collect Cases.

| March quarter 2017 to March quarter 2021 | | | | | | | | | |
|--|-----------------|-----------|-----------|-----------|-----------|-----------|-------------------------------|-------------------------------|--|
| Quick Facts | | Mar-17 | Mar-18 | Mar-19 | Mar-20 | Mar-21 | Change Mar-17 to Mar-21 | Change Mar-20 to Mar-21 | |
| | Agency Collect | 342,363 | 340,631 | 339,871 | 339,834 | 337,780 | -1.3% | -0.6% | |
| Active Cases | Private Collect | 355,091 | 351,056 | 343,258 | 343,295 | 335,740 | -5.4% | -2.2% | |
| | Total | 697,454 | 691,687 | 683,129 | 683,129 | 673,520 | -3.4% | -1.4% | |
| Darants/ | Agency Collect | 641,174 | 638,217 | 637,051 | 636,955 | 634,003 | -1.1% | -0.5% | |
| Parents/ carers | Private Collect | 692,445 | 684,094 | 668,696 | 668,753 | 653,549 | -5.6% | -2.3% | |
| carcis | Total* | 1,272,292 | 1,261,521 | 1,245,912 | 1,245,912 | 1,229,146 | -3.4% | -1.3% | |
| | Agency Collect | 502,035 | 501,329 | 501,926 | 501,889 | 500,754 | -0.3% | -0.2% | |
| Children ¹ | Private Collect | 570,300 | 564,120 | 551,399 | 551,486 | 539,567 | -5.4% | -2.2% | |
| | Total | 1,072,335 | 1,065,449 | 1,053,325 | 1,053,375 | 1,040,321 | -3.0% | -1.2% | |
| | Male | 558,209 | 551,998 | 542,897 | 543,006 | 529,612 | -5.1% | -2.5% | |
| Payers | Female | 71,470 | 71,019 | 70,851 | 70,764 | 72,518 | 1.5% | 2.5% | |
| а | Total** | 647,065 | 641,700 | 633,747 | 633,753 | 625,431 | -3.3% | -1.3% | |
| | Male | 70,574 | 69,934 | 69,533 | 69,424 | 70,718 | 0.2% | 1.9% | |
| Payees | Female | 560,106 | 553,710 | 544,410 | 544,473 | 530,208 | -5.3% | -2.6% | |
| | Total** | 644,057 | 638,550 | 630,587 | 630,557 | 622,182 | -3.4% | -1.3% | |

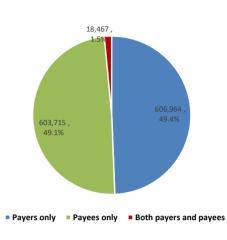
Number of active child support cases, parents and children,



^{*} Total includes payers and payees with no gender recorded.



In the March quarter 2021, child support cases with a liability being collected privately made up 50% of the active case load, the remaining 50% are collected by Services Australia.



Number of payers and payees,

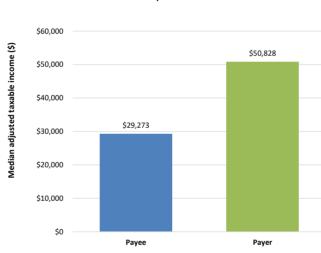
March quarter 2021

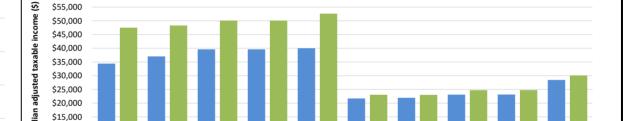
| | Agency (| Collect | Private Collect | | |
|---|----------|---------|-----------------|---------|--|
| Amount of Care | Payers | Payees | Payers | Payees | |
| Below regular care (0 to 51 nights per year or < 14%) | 228,831 | 1,454 | 184,569 | 2,765 | |
| Regular care (52 to 127 nights per year or 14% to < 35%) | 63,911 | 383 | 88,677 | 990 | |
| Shared care (128 to 237 nights per year or 35% to 65%) | 28,319 | 28,449 | 53,919 | 53,957 | |
| Primary care (238 to 313 nights per year or > 65% to 86%) | 383 | 63,998 | 994 | 88,712 | |
| Above primary care (314 to 365 nights per year or > 86%) | 1,418 | 228,839 | 2,744 | 185,340 | |

The majority (around two-thirds) of payees have care of their child support child for more than 313 nights a year, whereas the majority (around two-thirds) of payers have care for less than 52 nights a year. Over 12% of child support parents have shared care arrangements. The number of parents with a shared care arrangement who use Private Collect is around double that of parents who use Agency Collect.

Median adjusted taxable income by payers and payees, March quarter 2021

Child Support Program - March quarter 2021



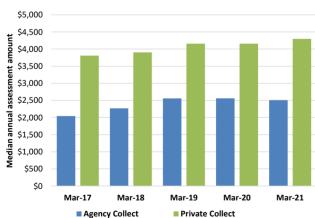


Payer and payee median adjusted taxable income, March quarter 2017 to March quarter 2021

In the March quarter 2021, the median adjusted taxable income for payers in Private Collect cases is around \$12,600 higher than for payers in Agency Collect cases. For the same quarter, the median adjusted taxable income for payees in Private Collect cases is around \$1,600 higher than for payees in Agency Collect cases.

■ Agency Collect ■ Private Collect

Median annual assessment, March quarter 2017 to March quarter 2021



The median annual assessment for Private Collect cases is much higher than for Agency Collect cases across all quarters.

Number of payers in child support active cases by income type, March quarter 2017 to March quarter 2021

| Income type | Mar-17 | Mar-18 | Mar-19 | Mar-20 | Mar-21 |
|---|---------|---------|---------|---------|---------|
| Actual, declared or derived (e.g. ATO, ISP, overseas) | 478,610 | 482,589 | 473,239 | 473,263 | 464,664 |
| Default or deemed (e.g. 2/3 MTAWE, indexed, nil) | 123,663 | 121,975 | 123,006 | 123,048 | 112,139 |
| Estimated income | 46,823 | 38,782 | 38,890 | 38,831 | 49,774 |
| Post-separation income or no income details | 1,032 | 958 | 938 | 937 | 697 |
| Total *** | 647,065 | 641,700 | 633,747 | 633,753 | 625,431 |

*** Payers in multiple cases can have different income for different cases. Therefore, the components won't add to total.

Declared taxable income was used to calculate child support payable for the majority (around 74%) of payers in active cases from March 2017 to March 2021, and the proportion has remained stable over this period.

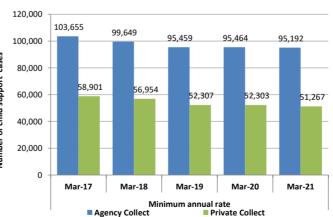
Minimum annual rate, March quarter 2017 to March quarter 2021

\$60,000

\$10,000

Mar-17

Mar-18

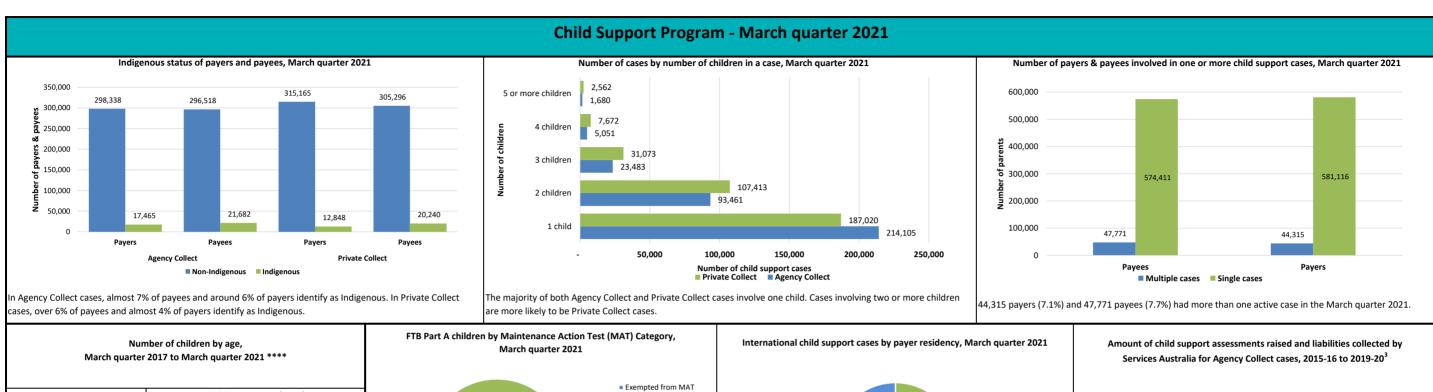


In the March quarter 2021, around 146,500 cases were assessed at the Minimum Annual Rate, which equates to around \$8.50 per week. Almost 65% of these were Agency Collect cases. The proportion of all cases that were assessed at the Minimum Annual Rate has reduced from around 23% in the March 2017 quarter to around 22% in the March 2021 quarter.

Number of child support cases by the annual rate payable,

| March quarter 2017 to March quarter 2021 | | | | | | | |
|--|---------|------------------|---------|---------|---------|--|--|
| Annual rate range | Mar-17 | Mar-18 Mar-19 Ma | | Mar-20 | Mar-21 | | |
| \$0 - \$500 | 225,276 | 217,623 | 205,267 | 205,270 | 203,403 | | |
| \$501 - \$2,000 | 77,276 | 75,878 | 73,865 | 73,859 | 73,256 | | |
| \$2,001 - \$5,000 | 146,305 | 145,510 | 142,434 | 142,438 | 131,707 | | |
| \$5,001 - \$10,000 | 145,143 | 145,817 | 148,935 | 148,931 | 145,143 | | |
| \$10,001 - \$20,000 | 82,849 | 85,489 | 89,692 | 89,693 | 94,050 | | |
| \$20,001 + | 20,605 | 21,370 | 22,936 | 22,938 | 25,961 | | |
| Total | 697,454 | 691,687 | 683,129 | 683,129 | 673,520 | | |

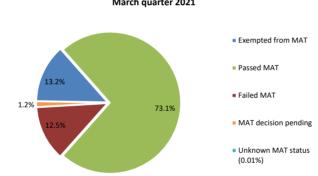
The proportion of active cases with an annual liability of \$0-\$500 has stayed relatively constant over the five years to March 2021, with over 30% of cases (203,403) having an annual liability of \$0-\$500 in the March quarter 2021.



| | Child age category (years) | | | | | |
|-----------------|----------------------------|---------|----------|-------------|--------|--|
| | 0 to 4 | 5 to 9 | 10 to 14 | 15 and over | | |
| | Mar-17 | 111,181 | 168,869 | 178,773 | 111,47 | |
| | Mar-18 | 106,552 | 166,435 | 182,148 | 108,97 | |
| Private Collect | Mar-19 | 99,405 | 161,442 | 183,199 | 107,34 | |
| | Mar-20 | 99,399 | 161,466 | 183,270 | 107,34 | |
| | Mar-21 | 91,701 | 155,153 | 183,980 | 108,73 | |
| | Mar-17 | 59,874 | 140,634 | 180,664 | 120,86 | |
| | Mar-18 | 57,711 | 139,943 | 184,832 | 118,84 | |
| Agency Collect | Mar-19 | 56,375 | 139,211 | 188,487 | 117,85 | |
| | Mar-20 | 56,374 | 139,194 | 188,476 | 117,84 | |
| | Mar-21 | 52.604 | 136.314 | 191.897 | 119.93 | |

**** There are children with missing age values. Therefore, row totals for a quarter may not match with the child population shown elsewhere.

Agency Collect cases have a smaller number of children aged 0-4 years and a larger number involving 15 years and over, compared to Private Collect cases.

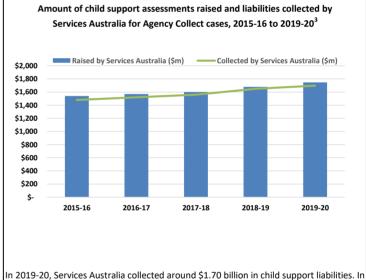


Under the Family Tax Benefit Part A Maintenance Action Test, separated parents must take reasonable action to obtain child support to be eligible for more than the base rate of FTB Part A. In certain circumstances parents may be exempt from the Maintenance Action Test. Percentages in this chart may not total 100 per cent due to rounding.

11,256 Payer is in Australia Payer lives outside Australia

In the March quarter 2021, there were 38,248 international child support cases. In 11,256 cases, a payer living in Australia sent child support to a payee and child(ren) living overseas. In 26,992 cases, the payer lived overseas and sent child support to a payee and child(ren) living in Australia.

Source: Services Australia's International Business Area.



In 2019-20, Services Australia collected around \$1.70 billion in child support liabilities the same period, around \$1.75 billion of child support assessments were raised in Agency Collect cases.

Source

Services Australia's Child Support Extract Data (CSED) unless stated otherwise. Data is based on the relationship case count, excludes spousal maintenance cases, and includes Agency Collect and Private Collect cases. These figures may not align with those published elsewhere due to different reporting methodologies.

Notes:

- 1. The number of children includes child support children only and excludes other dependent children.
- 2. The data excludes 5,038 children in 2,807 cases for whom payer and payee care details cannot be determined (e.g. data invalid as it exceeds 365 care nights combined). As the care levels that payers and payees have of different children in a case may vary, a payer or payee may be counted in more than one care level category.
- 3. This figure includes child support received by Services Australia in the financial year for liabilities raised in previous years. The percentage collected for assessments raised in the financial year is not able to be calculated based on current available data.