

Australian Government

Seafarers Safety, Rehabilitation and Compensation Authority

CORPORATE PLAN 2021–22

SEACARE

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The Seacare Authority acknowledges the traditional owners and custodians of country throughout Australia and acknowledges their continuing connection to land, sea and community. We pay our respects to the people, the cultures and the Elders past, present and emerging.

Introduction

As the Accountable Authority of the Seafarers Safety, Rehabilitation and Compensation Authority (Seacare Authority), I am pleased to present the Seacare Authority's 2021–22 Corporate Plan, which covers the period 2021–2025 as required under section 35(1)(b) of the *Public Governance*, *Performance and Accountability Act 2013* (PGPA Act).

I look forward to working with my fellow Seacare Authority Members, the Australian Maritime Safety Authority, Comcare and industry stakeholders to achieve the objectives of this plan.

Barry Sherriff Chairperson

Purposes

The Seacare Authority is established under the *Seafarers Rehabilitation and Compensation Act 1992* (Seafarers Act) with its functions and responsibilities set out under the Seafarers Act and the *Occupational Health and Safety (Maritime Industry) Act 1993* (OHS(MI) Act).

We oversee the operation of the Seacare scheme — a national scheme of occupational health and safety (OHS), rehabilitation and workers' compensation arrangements which applies to defined seafaring employees and — in relation to OHS — defined third parties.

The Seacare Authority administers both the Seafarers and OHS(MI) Acts and works collaboratively with the Australian Maritime Safety Authority (AMSA) through its delivery of the scheme inspectorate function under the OHS(MI) Act.

The Seacare Authority also manages the Seafarers Safety Net Fund (Fund). The Fund is a safety net 'employer' to stand in the place of an extant employer if a default event occurs, enabling injured seafarers to make a claim against the Fund when there is no employer against whom a claim can be made.

Our purposes as derived from our functions and powers under the Seafarers Act and OHS(MI) Act are:

Purpose 1

Promote healthy and safe workplaces and appropriate and timely compensation for, and rehabilitation of, injured workers covered by the Seacare scheme.

Purpose 2

Maintain a scheme safety net that is able to meet its liabilities.

Key Activities

In delivering our program of work against the key activities outlined in table 1 below, the Seacare Authority will be focussing on the following during 2021–22:

- Reviewing, with assistance from Comcare, the Seacare Guide to the Assessment of the Degree of Permanent Impairment, due to sunset on 1 April 2022.
- Reviewing the Seacare/AMSA Occupational Health and Safety Plan (OHS Plan).
- Working with employers in the Seacare scheme to ensure that they are complying with their legislative obligations and undertaking better practice injury management and return to work practices.
- Engaging with relevant governments and other bodies to optimally manage physical and psychological risks to seafarers from pandemic or other risks.

Table 1: Seacare Authority's key activities aligned with its strategic purposes

Purpose 1 Purpose 2

- Monitor the operation of the OHS(MI) Act and promote compliance.
- Proactively engage with jurisdiction on safety issues, including activities undertaken against the Seacare Authority/Australian Maritime Safety Authority Occupational Health and Safety Plan.
- Promote better practice occupational health and safety through information and guidance and other agreed cost neutral initiatives.
- Drive improvement in return to work outcomes in the scheme through collaboration with health experts, providers and scheme stakeholders.
- Promote better practice claims management through provision of relevant information for employees and employers to improve decision making and dispute resolution.
- Educate scheme stakeholders to facilitate compliance with legislated reporting and payment obligations.

- Undertake a biennial actuarial review of the Seafarers Safety Net Fund (Fund) to determine an appropriate reserve target and levy rate.
- Monitor potential liabilities or other factors that may reduce the Fund and ensure appropriate actions are taken in a timely manner.
- Maintain an adequate level of insurance for the Fund.

Operating Context

Environment

The Seacare Authority supports injured workers in the shipping and offshore industry, a hazardous industry involving complex operational and safety challenges, including the ongoing impacts of COVID-19 in very remote locations.

The Seacare Authority is operating in a climate of fiscal constraint, while structural changes in the shipping industry in Australia may involve a decline in the number of scheme participants. These changes have an ongoing impact on the Fund, particularly:

- · increasing risk of a default event occurring; and
- decreasing the pool of employers from which to collect a levy to maintain the reserves of the Fund.

The Seacare Authority publishes the annual <u>Seacare Scheme Data Report</u>, providing an overview of the Seacare scheme and its performance. We continuously monitor other data sources, such as those published by Safe Work Australia, and the operating environment to identify trends within the industry. This assists us in tailoring our activities to ensure we adapt to the changing environment and fulfil our purposes.

Our programs and activities are used by and affect:

- employers and operators covered by the Seacare scheme and their employees;
- individuals making claims for workers' compensation against the Fund; and
- Australian Government agencies, such as the Australian Maritime Safety Authority (AMSA) and Comcare.

Capability

The Seacare Authority is not a body corporate and does not employ its own staff. To enable it to perform its functions and exercise its powers, Comcare provides the Seacare Authority with secretariat support and other assistance and makes available the services of such members of its staff as the Seacare Authority reasonably requires.

Comcare, under the Seacare Authority's direction, is responsible for:

- providing secretariat support to the Seacare Authority;
- managing the scheme's claims database;
- monitoring and reporting on Seacare scheme performance;
- preparing the annual report;
- · reporting to the Minister;
- liaising and communicating with scheme stakeholders and other regulators;
- managing the annual appropriation for supporting the Seacare function;
- managing the Fund and levy collection; and
- administering any claims made on the Fund.

The capability of the Seacare Authority is provided by the appointment of Members and Deputy Members with relevant experience and knowledge to contribute to its effective operation and fulfilment of its legislative functions. A tripartite body, the Seacare Authority comprises representatives of employees, industry bodies and government.

Risk oversight and management

The Seacare Authority applies principles and a risk management framework which align with the *Commonwealth Risk Management Policy* and complies with international risk management standard ISO 31000:2018 and section 16 of the PGPA Act. A review of the risk management framework will be undertaken during 2021–22 and tabled at a regular meeting of the Seacare Authority for endorsement and adoption.

We utilise a Strategic Risk Register to identify, monitor and mitigate risks to both the Authority and the scheme more generally, and to recognise and respond to environmental factors. The Strategic Risk Register is reviewed at each of the regular quarterly meetings of the Seacare Authority. The Comcare and Seacare Authority Audit and Risk Committee provides independent oversight and guidance, ensuring compliance with the processes applicable to the risk management framework.

We recognise some risk is inevitable, however the Seacare Authority actively works to minimise risks which may cause harm to our financial position, regulatory authority, reputation, stakeholder relationships, legislative obligations and the health and safety of employees covered by the scheme. We regularly monitor the success of risk controls implemented, and revise or supplement controls as required.

The Seacare Authority's strategic risks are summarised in Table 2 below.

Table 2: Seacare Authority Strategic Risks

Strategic risk Mitigation strategies 1. Seacare Authority • The Seacare Authority monitors its operating environment and engages with scheme stakeholders to consider strategic issues and prioritise actions. fails to anticipate changes in the • We exercise our legislative powers to provide certainty to scheme operators and strategic environment employers. and is unable to adequately respond to changes 2. Safety performance • The Seacare Authority has implemented an OHS plan in conjunction with ASMA and of scheme undertakes activities against this plan to promote compliance with health and safety deteriorates legislation and regulations as best practice. • We undertake active review and regular reporting of Corporate Plan strategies, and 3. Seacare Authority work with Comcare to ensure reasonable and effective resources are available to unable to execute intent of Seacare support the Seacare Authority in its program of work. Corporate Plan 4. Ineffective scheme • We undertake active review and regular reporting of Corporate Plan strategies, and administration and work with Comcare to ensure reasonable and effective resources are available to service delivery support the Seacare Authority in its program of work.

| Strategic risk | | Mitigation strategies | | |
|----------------|------------------------------|---|--|--|
| 5. | Scheme may become unviable | A biennial actuarial review of the Seafarers Safety Net Fund is undertaken by the Seacare authority, with appropriate insurance in place for the Fund. | | |
| | | The Seacare Authority works with scheme employers to ensure compliance with legislative obligations and promote better practice injury prevention and return to work practices. | | |
| | | We engage with the Attorney-General's Department on an ongoing basis to identify and seek mitigation of risks to scheme viability. | | |
| 6. | Poor governance arrangements | The Seacare Authority undertakes reviews of governance and delegation arrangements with Comcare on an annual basis to ensure conformance with better practice corporate governance. | | |
| | | Business continuity plans are in place to ensure that the Seacare Authority can undertake its duties should a catastrophic event occur. | | |

Cooperation

As a tripartite body, the Seacare Authority collaborates with government, industry and employee organisations to undertake our statutory duties.

AMSA undertakes the inspectorate function under the OHS(MI) Act and provides the Seacare Authority with regular reports in relation to its inspectorate activity. AMSA also supports the Seacare Authority through provision of information and data on issues impacting the maritime industry and collaborates with the Seacare Authority on our Occupational Health and Safety Plan.

Comcare, as already noted, provides secretariat and other such support so that the Seacare Authority can undertake its functions. Comcare also facilitates collaboration with scheme stakeholders such as Safe Work Australia, and our participation in the National Data Set and the National Return to Work Survey.

Subsidiaries

The Seacare Authority does not have any subsidiary bodies.

Performance

Our performance management framework is responsive to our operating environment and is reviewed on an annual basis. We have established clear linkages between our key activities and statutory purposes and set targets to demonstrate how the Seacare Authority works to achieve these. Outcomes against our performance measures are presented in the Annual Performance Statements published in our Annual Reports.

Purpose 1: Perform its statutory functions to promote healthy and safe workplaces and appropriate and timely compensation for, and rehabilitation of, injured workers covered by the Seacare scheme.

Table 3: Purpose 1, Measure 1

Measure 1: The Seacare Authority promotes healthy and safe workplaces

Key activities

Monitor the operation of the OHS(MI) Act and promote compliance

Proactively engage with the jurisdiction on safety issues, including activities undertaken against the OHS Plan.

Promote better practice occupational health and safety through information and guidance and other agreed cost neutral initiatives.

| Performance measures | | | |
|---|---|--------------------|---|
| Measure | 2021–22 target | 2022–23 and beyond | Method/source |
| Regular and consistent reporting to the Seacare Authority on OHS(MI) Act outcomes. | Seacare Members and scheme participants have reporting available on scheme OHS performance to allow for identification and review of trends and opportunities to promote health and safety. | As per 2021-22 | Seacare Performance Indicators tabled and considered against reported data annually, AMSA inspectorate reports are tabled at each regular meeting (quarterly). Source: AMSA data, Seacare data prepared by Secretariat. |
| Implementation of actions in accordance with the OHS Plan. | Actions taken in accordance with OHS plan and otherwise as required. | As per 2021–22 | Annual OHS plan review, actions identified and implemented with quarterly monitoring and assessment of actions taken. |
| Opportunities taken by the Authority to provide information and guidance to scheme participants on actions to address identified health and safety issues and priorities. | The Seacare Authority has policies and guidance which are adapted to health and safety needs of scheme participants. | As per 2021–22 | New/revised policies and guidance materials are tabled at Seacare Authority meetings for consideration. |

Table 4: Purpose 1, Measure 2

Measure 2: The Seacare Authority promotes timely rehabilitation and compensation

Key activities

Drive improvement in return to work outcomes in the scheme through collaboration with health experts, providers and scheme stakeholders.

Promote better practice claims management through provision of relevant information for employees and employers to improve decision making and dispute resolution.

Educate scheme stakeholders to facilitate compliance with legislated reporting and payment obligations.

| Performance measures | | | |
|--|--|--------------------|--|
| Measure | 2021–22 target | 2022–23 and beyond | Method/source |
| The Seacare Authority identifies and actions opportunities to promote appropriate and timely rehabilitation and return to work. | Action is taken by the Seacare Authority to promote appropriate and timely rehabilitation and compensation activities. | As per 2021–22 | Seacare Performance Indicators tabled and considered against reported data annually and action taken to promote improved performance. Source: Seacare data prepared by Secretariat |
| Guidance material on claims management available to all scheme stakeholders, and scheme guidance is assessed as being easily accessible, up to date and appropriate. | Feedback indicates that scheme stakeholders are, on average, satisfied with the availability, currency and content of guidance on claims management. | As per 2021–22 | Seacare Performance Indicators tabled and considered against reported data annually and action taken to promote improved performance. Source: Seacare data prepared by Secretariat |
| Employer compliance is monitored, and action taken to encourage 100% compliance. | Employer reporting and payment obligations under the Seafarers Act and Levy Collection Act provided within required timeframes. | As per 2021–22 | New/revised policies and guidance materials are tabled at Seacare Authority meetings for consideration. |

Purpose 2: Maintain a scheme safety net that is able to meet its liabilities.

Table 5: Purpose 2, Measure 3

Measure 3: The Seacare Authority maintains a scheme safety net fund that is able to meet its liabilities

Key activities

Undertake a biennial (or more frequent if required) actuarial review of the Fund to determine an appropriate reserve target and levy rate.

Monitor potential liabilities or other factors that may reduce the Fund and ensure appropriate actions are taken in a timely manner.

Maintain an adequate level of insurance for the Fund.

| Performance measures | formance measures | | | |
|--|---|--|---|--|
| Measure | 2021–22 target | 2022–23 and beyond | Method/source | |
| The viability of the Fund is maintained in a changing industry environment. | The Fund maintains an appropriate reserve in line with recommended target. | Actuarial assessment undertaken in 2022–23, and then in 2024–25. | Reports on the status of the fund and potential liabilities against the Fund are tabled at each regular meeting, implications considered, and action taken if required. Source: Seacare data prepared by Secretariat, valuation provided by external Actuary | |
| The Fund's target reserve is and will continue to be met. | To identify all those who ought to be contributing to the levy and the Fund maintains an appropriate target reserve. | As per 2021–22 | Reports on the status of the fund and potential liabilities against the Fund are tabled at each regular meeting; implications considered, and action taken if required Source: Seacare data prepared by Secretariat | |
| Insurance effected in accordance with the Seafarers Act and at a level and on terms necessary to provide optimal protection to the assets of the Fund. | Insurance effected in accordance with the Seafarers Act and at a level and on terms necessary to provide optimal protection to the assets of the Fund, or have taken all reasonably available steps to otherwise provide for legislative compliance and the protection of the assets of the Fund. | As per 2021–22 | Insurance arrangements and terms reviewed every six months (or as requested by the Seacare Authority) and optimal insurance effected. | |

Appendix

This corporate plan has been prepared in accordance with the requirements of:

- subsection 35(1) of the PGPA Act and;
- the PGPA rule 2014.

The following table details the requirements met by the Seacare Authority's corporate plan and the page reference(s) for each requirement.

Table 6: Seacare Authority Compliance Table

| Requirement | Page |
|---|------|
| Introduction | 3 |
| Statement of preparation | |
| the reporting period for which the plan is prepared | |
| the reporting periods covered by the plan | |
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