Report on Government Services 2022

PART B, SECTION 5: LATEST UPDATE: 7 JUNE 2022

5 Vocational education and training

LATEST UPDATE 7 JUNE 2022:

Indicator results for:

- Students who achieve main reason for training, 2021 data
- Student satisfaction with quality of training, 2021 data
- Student employment and further study outcomes, 2021 data

Context on:

Service overview, 2021 data

Impact of COVID-19 on data for the Vocational education and training section

COVID-19 may affect data in this Report in a number of ways. This includes in respect of actual performance (that is, the impact of COVID-19 on service delivery during 2020 and 2021 which is reflected in the data results), and the collection and processing of data (that is, the ability of data providers to undertake data collection and process results for inclusion in the Report).

For the VET section, there has been some impact on the data that could be attributable to COVID 19 but this has not affected the comparability of any indicators. These impacts are likely to be primarily due to the social distancing restrictions implemented periodically from March 2020 and associated economic downturn.

This section reports performance information for vocational education and training (VET) services.

The **Indicator Results** tab uses data from the data tables to provide information on the performance for each indicator in the **Indicator Framework.** The same data are also available in CSV format.

Guide: How to find what you need in RoGS - modified dynamic online presentation (PDF - 259 Kb)

Context

Objectives for VET

The VET system aims to deliver a productive and highly skilled workforce through enabling all working age Australians to develop and use the skills required to effectively participate in the labour market and contribute to Australia's economic future. To achieve this, the Australian, State and Territory governments aim to create a national training system that:

- is accessible to all working age Australians
- meets the needs of students, employers and industries
- is high quality.

Governments aim for a national training system that meets these objectives in an equitable and efficient manner.

Service overview

The VET system provides training for entry level jobs through to highly technical occupations, but also provides training for non-employment related reasons. Nationally in 2021, the main reason graduates participated in VET was for:

- employment related reasons (71.6 per cent in total VET and 73.1 per cent in governmentfunded VET)¹
- personal development (15.0 per cent in total VET and 14.1 per cent in government-funded VET)
- pathways to further study (13.4 per cent in total VET and 12.8 per cent in government-funded VET) (NCVER 2022).

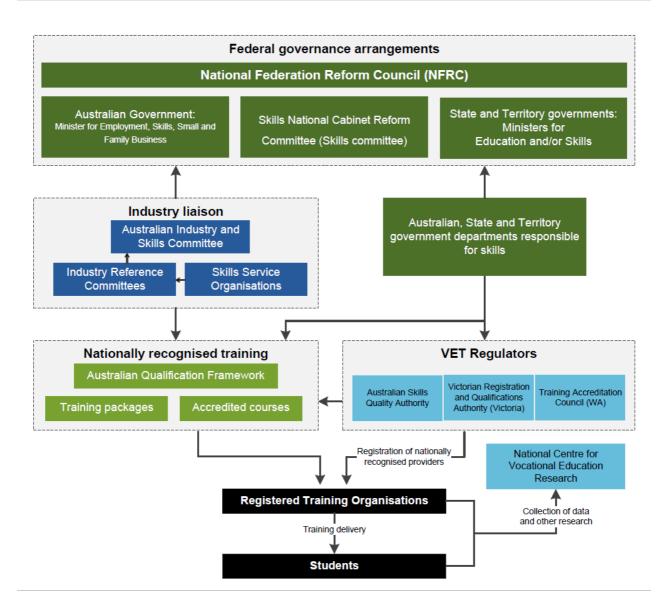
To achieve these aims, a student may choose to complete a single subject/unit of competency, module, skill set or VET qualification. VET qualifications range from Certificate level I to Graduate Diploma level, as determined by the Australian Qualifications Framework (AQF).

 Total VET refers to nationally recognised vocational education and training activity delivered by Australian registered training organisations (RTOs) to students who undertook nationally recognised VET on a government funded or fee-for-service basis. All data for non-nationally recognised training and delivery from non-registered training providers have been excluded from reporting of total VET activity in this Report.

Roles and responsibilities

VET is an area of shared responsibility between interlinked government, industry and individual stakeholders (figure 5.1).

Figure 5.1 VET roles and responsibilities, as at 31 December 2020



Federal governance arrangements

Government roles and responsibilities are outlined in the *National Agreement for Skills and Workforce Development*, and are summarised below:

- The Australian Government provides financial support to State and Territory governments to sustain national training systems and provides specific incentives, interventions and assistance for national priority areas.
- State and Territory governments manage VET delivery within their jurisdiction (including the effective operation of the training market).

• The Australian Government and State and Territory governments work together to progress and implement national policy priorities. Up to May 2020, the COAG Industry and Skills Council had responsibility for skills development and national training arrangements. In May 2020, the Council of Australian Governments (COAG) was replaced by a new architecture for federal relations. The National Cabinet announced the formation of six National Cabinet Reform Committees, including the Skills National Cabinet Reform Committee (Skills Committee).

The Skills Committee was established to support the ongoing reforms to vocational education and training outlined in the Heads of Agreement on Skills Reform, including:

- Simplifying, rationalising and streamlining national VET qualifications across industry occupation clusters and the Australian Qualifications Framework (AQF), and introducing improved industry engagement arrangements.
- Strengthening quality standards, building Registered Training Organisation (RTO) capacity and capability for continuous improvement and developing a VET workforce quality strategy.

Industry liaison

The Australian Industry and Skills Committee (AISC) provides industry advice on the implementation of national VET policies, and approves nationally recognised training packages for implementation in the VET system.

The AISC draws on advice from its network of Industry Reference Committees (IRCs). IRCs are made up of people with experience, skills and knowledge of their particular industry sector and are responsible for developing training packages that meet the needs of Australian industry. IRCs are voluntary bodies that are supported by professional Skills Service Organisations in training package development work.

Regulation of VET

The Australian Skills Quality Authority (ASQA) accredits courses and regulates registered training organisations (RTOs) to ensure nationally approved quality standards are met. ASQA has jurisdiction over all RTOs, except for those that are state accredited and operate solely in Victoria or WA (and do not offer courses to interstate and overseas students).

Registered Training Organisations

Registered training organisations (RTOs) are those training providers registered by ASQA (or, in some cases, a state regulator) to deliver VET services, including:

- *government VET providers* such as technical and further education (TAFE) institutes, agricultural colleges and multi-sector education institutions
- community education providers such as adult and community education providers
- other registered providers such as: private training businesses; industry and community bodies with an RTO arm; employers that have RTO status to train their own staff; Group Training Organisations or Apprenticeship Network Providers that also deliver VET services.

Nationally recognised training

Nationally recognised training leads to vocational qualifications and credentials that are recognised across Australia. It consists of the following components:

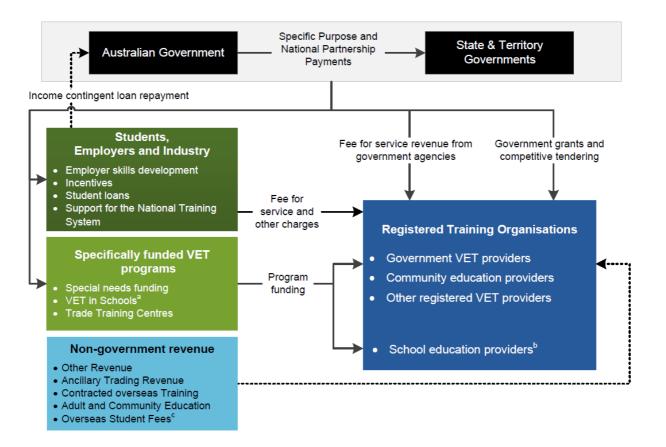
- *Training packages* specify the knowledge and skills (known as competencies) required by individuals to perform effectively in the workplace. Training packages detail how units of competency can be packaged into nationally recognised qualifications that align to the Australian Qualifications Framework (AQF). Training packages are approved for implementation by the AISC
- Accredited qualifications refer to nationally recognised courses that lead to a qualification outcome not specified in a national training package
- Accredited courses have been assessed by a VET regulator as compliant with the Standards for VET accredited courses 2012
- *Training package skill sets* are defined as single units of competency, or combinations of units of competency from an endorsed training package, which link to a licensing or regulatory requirement, or a defined industry need
- Units of competency and accredited modules define the skills and knowledge to operate effectively in a workplace context. They are the smallest study components that can be assessed and recognised. Where a student enrols in a unit/module not part of one of the categories above, they are reported as 'subjects not delivered as part of a nationally recognised program'.

All nationally recognised training is listed on the National Training Register and only RTOs can deliver nationally recognised training and issue nationally recognised qualifications or statements of attainment on the full or partial completion of training. Apprenticeships/traineeships combine employment and competency-based training, including both formal nationally recognised training and on-the-job training.

Funding

Figure 5.2 outlines the major funding flows within the VET system.

Figure 5.2 Major funding flows within the VET system



a The Australian Government provides VET in Schools funding to the State and Territory governments as a part of the National Specific Purpose Payment for Skills and Workforce Development. State and Territory governments provide funding to government and non-government schools for VET in Schools programs.

b School education institutions may operate with an RTO arm, providing courses that may combine traditional studies with VET.

c Except in WA where overseas student fees are received by the State Training Authority.

Government grants and competitive tendering

The main source of government recurrent funding of VET is via government grants and appropriations and/or competitive tendering/user choice mechanisms. Nationally in 2020, Australian, State and Territory government appropriations and program funding for VET was \$5.6 billion (table 5A.5).

- State and Territory governments provided \$3.6 billion (64.6 per cent of total funding).
- The Australian Government provided around \$2.0 billion to State and Territory governments, with the majority provided through specific purpose payments.

Government funding of VET is provided to a mixture of government RTOs (including TAFEs), and community education providers and other registered RTOs. Nationally, government payments to non-TAFE providers amounted to \$1.1 billion in 2020, similar to 2019 (table 5A.4).

Nationally in 2020, \$2.6 billion (47.7 per cent) of government appropriations and program funding was allocated on a competitive basis — a 7.6 per cent decrease in real terms from 2019. The

majority of funding allocated on a competitive basis was provided through entitlement funding programs (see 'Key terms and references' tab for a definition) (66.6 per cent of all contestable funding allocated to VET in 2020) (table 5A.5).

Other funding

Financial support to students, employers and industry from the Australian, State and Territory governments includes the following:

- Incentives and loans to individuals such as incentive payments (for example, to support with the cost of learning during training) and program subsidies and government loans (for example, VET Student Loans — see 'Key terms and references' tab for a definition)
- Skills development and incentives to employers including support with the cost of employing and training staff in the form of subsidies and incentive payments (such as for Australian Apprenticeships)
- Support for the National Training System including funding to industry bodies to support the training system, and assist in the identification of skills needs and the development of skills programs (for example, Skills Service Organisations and the Australian Apprenticeship Support Network).

Governments provide for a number of specifically funded VET programs to provide support for target individuals or communities. For example, support for people with special needs to engage with training, or support for VET delivered in secondary schools.

Size and scope

Students

Nationally in 2020, around 3.9 million students participated in nationally recognised VET (total VET students) (table 5A.8). Around 1.9 million students were enrolled in qualifications, with the largest number of these students enrolled in Certificate level III or IV qualifications (1.3 million), followed by Certificate level I or II (0.4 million), and Diploma or above (0.4 million) qualifications. Other students were enrolled in subjects not delivered as part of a nationally recognised program (2.4 million) and in training package skill sets and accredited courses (0.2 million).

In 2020, around 1.2 million students participated in government-funded VET (table 5A.9). Around 1.0 million students were enrolled in government-funded qualifications, with the largest number of these students enrolled in Certificate level III or IV qualifications (0.7 million), followed by Certificate level I or II (0.2 million) and Diploma or above (135 600) qualifications. Other students were enrolled in other forms of government-funded nationally recognised and non-nationally recognised training.

Data on student participation in government-funded VET by target group (by Indigenous status, remoteness area and disability status) are available in tables 5A.10–12.

Training providers

In 2020, there were 3519 registered VET training organisations delivering nationally recognised training in Australia (table 5A.6), of which 1312 delivered nationally recognised government-funded VET through state and territory training departments (NCVER, unpublished). Around 1527 VET providers delivered government-funded nationally recognised, locally developed and non-nationally recognised training, at 29 817 locations in Australia (table 5A.7).

Indicator framework

The performance indicator framework provides information on equity, efficiency and effectiveness, and distinguishes the outputs and outcomes of VET services.

The performance indicator framework shows which data are complete and comparable in this Report. For data that are not considered directly comparable, text includes relevant caveats and supporting commentary. <u>Section 1</u> discusses data comparability and completeness from a Report-wide perspective. In addition to the contextual information for this service area (see Context tab), the Report's statistical context (<u>Section 2</u>) contains data that may assist in interpreting the performance indicators presented in this section.

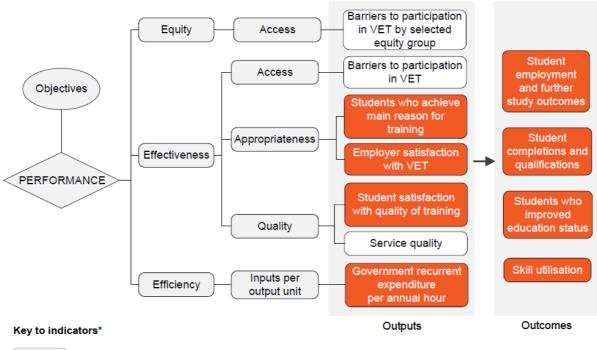
Improvements to performance reporting for VET services are ongoing and include identifying data sources to fill gaps in reporting for performance indicators and measures, and improving the comparability and completeness of data.

Outputs

Outputs are the services delivered (while outcomes are the impact of these services on the status of an individual or group) (see section 1). Output information is also critical for equitable, efficient and effective management of government services.

Outcomes

Outcomes are the impact of services on the status of an individual or group (see section 1).



	Text	
	Text	
	Text	
C	Text	

Most recent data for all measures are comparable and complete Most recent data for at least one measure are comparable and complete Most recent data for all measures are either not comparable and/or not complete

No data reported and/or no measures yet developed

* A description of the comparability and completeness of each measure is provided in indicator interpretation boxes within the section

Indicator results

An overview of the VET services performance indicator results are presented. Different delivery contexts, locations and types of clients can affect the equity, effectiveness and efficiency of VET services.

Information to assist the interpretation of these data can be found with the indicators below and all data (footnotes and data sources) are available for download from <u>Download supporting material</u>. Data tables are identified by a '5A' prefix (for example, table 5A.1).

All data are available for download as an excel spreadsheet and as a CSV dataset — refer to <u>Download supporting material</u>. Specific data used in figures can be downloaded by clicking in the figure area, navigating to the bottom of the visualisation to the grey toolbar, clicking on the 'Download' icon and selecting 'Data' from the menu. Selecting 'PDF' or 'Powerpoint' from the 'Download' menu will download a static view of the performance indicator results.

1. Barriers to participation in VET by selected equity group

'Barriers to participation in VET by selected equity group' is an indicator of governments' objective that the national training system is provided in an equitable manner.

'Barriers to participation in VET by selected equity group' is defined as the proportion of the population aged 15–64 years from selected equity groups who reported facing barriers to accessing or completing VET courses. For this Report, the selected equity groups are:

- Aboriginal and Torres Strait Islander people
- people from remote and very remote areas
- people with disability
- SEIFA groups (low socioeconomic status).

The proportion of people not from these selected equity groups facing barriers to accessing or completing VET courses is used as a comparator to the target groups.

A similar or lower proportion of persons in selected equity groups reporting that they encounter barriers to accessing or completing VET courses relative to people not from these selected equity groups is desirable.

Data are not yet available for reporting against this measure.

2. Barriers to participation in VET

'Barriers to participation in VET' is an indicator of governments' objective to create a national training system that is accessible to all working age Australians.

Barriers to participation in VET' is defined as the proportion of the population aged 15–64 years who reported facing barriers to accessing or completing VET courses.

A lower proportion of persons reporting that they encounter barriers to accessing or completing VET courses is desirable.

Data are not yet available for reporting against this measure.

The ABS Survey of Work-Related Training and Learning (WRTAL) has been identified as a possible source of data for a future performance measure. The latest WRTAL was conducted in 2020-21,

however data are not yet available for reporting. Currently, only data on barriers to non-formal learning are available from the WRTAL 2016-17 (see table 5A.32). The 'Key terms and references' tab provides definitions of formal and non-formal learning.

3. Students who achieve main reason for training

'Students who achieve main reason for training' is an indicator of governments' objective to create a national training system that meets the needs of students, employers and industries.

'Students who achieve main reason for training' is defined as the proportion of government-funded VET graduates who reported that the training helped or partly helped them achieve their main reason for training.

This measure relates to the activities of government-funded VET activity only.

Data are collected from the annual national Student Outcomes Survey for graduates aged 18 years and over. Survey data for a year (for example, 2021) refer to the cohort of students that graduated the year before (for example, 2020).

A high or increasing proportion of students whose training helped them achieve their main reason for training is desirable.

Nationally in 2021, 84.5 per cent of government-funded 2020 VET graduates reported that training helped to fully or partly achieve their main reason for training (figure 5.3). The proportion was higher for Aboriginal and Torres Strait Islander government-funded graduates (86.8 per cent) in 2021 (table 5A.13).

Data are comparable (subject to caveats) across jurisdictions and over time.

Data are complete (subject to caveats) for the current reporting period.

Select year(s):

Select disaggregation:

Multiple values

OPartly helped achieve main reason for training) Fully helped achieve main reason for training Fully helped or partly helped achieve main reason for training

Figure 5.3 Government-funded VET graduates whose training Fully helped or partly helped achieve main reason for training by jurisdiction, by year



4. Employer satisfaction with VET

'Employer satisfaction with VET' is an indicator of governments' objective to create a national training system that meets the needs of students, employers and industries.

'Employer satisfaction with VET' is defined as the proportion of employers who engaged in an aspect of VET, and who were satisfied with all forms of VET engagement.

'Engagement with VET' includes if the employer had employees undertaking an apprenticeship or traineeship, or had arranged or provided their employees with nationally recognised training, or had employees with formal vocational qualifications as a requirement of their job.

This measure relates to total VET activity².

Data are collected from the biennial Survey of Employers' Use and Views of the VET system and represent the responses of employers with at least one employee and their training experiences in the 12 months prior to the survey.

A high or increasing proportion of employers who are satisfied with VET in meeting the skill needs of their workforce is desirable.

Nationally in 2021, 56.6 per cent of Australian employers were engaged with VET (table 5A.15), of which 67.7 per cent were satisfied with all forms of VET engagement (down from 73 .1 per cent in 2013) (figure 5.4). By type of training engaged in, satisfaction with apprenticeships and traineeships has shown the largest percentage point decrease (7.5 percentage points; from a peak of 81.7 per cent in 2015 to 74.2 per cent in 2021) (figure 5.4 and table 5A.16).

Data are comparable (subject to caveats) across jurisdictions and over time.

Data are complete (subject to caveats) for the current reporting period.

Select year(s): Multiple values

Select type of training engaged in:

Satisfaction with all forms of VET engagement Satisfaction with nationally recognised training Satisfaction with apprenticeships or traineeships Satisfaction with formal userational qualifications as a iol

Satisfaction with formal vocational qualifications as a job requirement

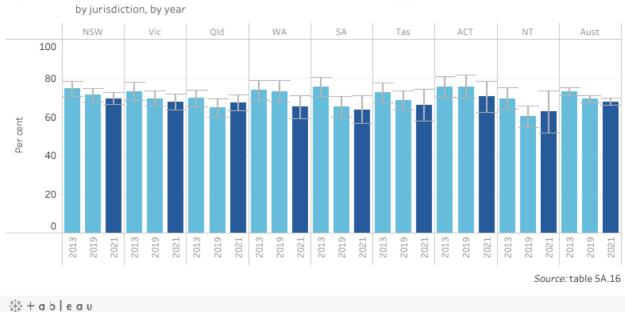


Figure 5.4 Employer satisfaction with VET, Satisfaction with all forms of VET engagement

2. As government-funded VET engagement of employers cannot be determined from the survey.

5. Student satisfaction with quality of training

'Student satisfaction with quality of training' is an indicator of governments' objective to create a national training system that is high quality.

'Student satisfaction with quality of training' is defined as the proportion of government-funded VET graduates who were satisfied with the overall quality of training.

This measure relates to government-funded VET activity only.

Data are collected from the annual national Student Outcomes Survey for graduates aged 18 years and over. Survey data for a year (for example, 2021) refer to the cohort of students that graduated the year before (for example, 2020). Graduates satisfied with their training include those who 'Strongly agree' or 'Agree' with the relevant questionnaire item.

A high or increasing proportion of graduates satisfied with their training is desirable.

Nationally in 2021, 89.3 per cent of all government-funded 2020 VET graduates indicated that they were satisfied with the overall quality of their training (figure 5.5). The proportion was higher for Aboriginal and Torres Strait Islander government-funded graduates (91.8 per cent) in 2021 (table 5A.14).

Satisfaction with instructors (88.0 per cent) was lower than satisfaction with assessment (89.8 per cent) in 2021 (table 5A.14).

Data are comparable (subject to caveats) across jurisdictions and over time (data from 2019 onwards are not comparable with data prior to 2019).

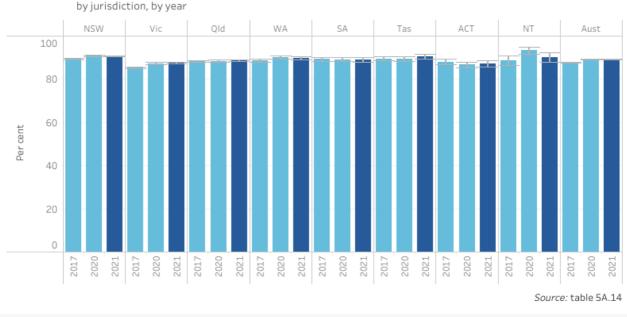
Data are complete (subject to caveats) for the current reporting period.

Select year(s):

Multiple values

Select equity group: All people Aboriginal and Torres Strait Islander people





6. Service quality

'Service quality' is an indicator of governments' objective to create a national training system that is high quality.

Service quality' focuses on whether services are meeting required standards.

This indicator has been identified for development and reporting in the future. Discussions are continuing with the Australian Skills Quality Authority (ASQA) on potential metrics and data. Table 5A.34 provides contextual information about providers regulated by ASQA subject to compliance audit with critical or serious non-compliance findings (final audit outcomes).

7. Government recurrent expenditure per annual hour

'Government recurrent expenditure per annual hour' is an indicator of governments' objective that the national training system is provided in an efficient manner.

'Government recurrent expenditure per annual hour' is defined as government recurrent expenditure (including user cost of capital) divided by government-funded annual hours (for further information on expenditure data see tab 7a. Comparability of cost estimates).

This measure relates to government-funded VET *plus* fee-for-service activity of government providers.

Lower or decreasing unit costs can indicate efficient delivery of VET services.

'Government recurrent expenditure per annual hour' should be interpreted carefully because low or decreasing unit costs do not necessarily reflect improved efficiency. The factors that have the greatest impact on efficiency include:

- training related factors, such as class sizes, teaching salaries, teaching hours per full time equivalent staff member and differences in the length of training programs
- differences across jurisdictions, including sociodemographic composition, administrative scale, and dispersion and scale of service delivery
- VET policies and practices, including the level of fees and charges paid by students.

Nationally in 2020, government real recurrent expenditure increased 3.9 per cent from 2019 (table 5A.1), while the number of government funded annual hours (course mix adjusted) decreased 11.7 per cent (table 5A.2). These annual movements resulted in an increase in recurrent expenditure per annual hour from \$18.03 in 2019 to \$21.21 in 2020 (figure 5.6).

Data are comparable (subject to caveats) across jurisdictions and over time.

Data are complete (subject to caveats) for the current reporting period.

Select year(s):

Multiple values

Figure 5.6 Government recurrent expenditure per annual hour (2020 dollars) by jurisdiction, by year NSW WA SA Tas ACT NT Vic Aust 40 30 \$/hour 20 10 0 2019 2020 2011 2019 2020 2011 2019 2020 2011 2019 2020 2011 2019 2019 2019 2020 2020 2020 2011 2011 2020 2011 201.1 Source: table 5A.2

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7a. Comparability of cost estimates

Comparability of cost estimates

Government recurrent expenditure for 2017 onwards is calculated using data prepared by Commonwealth, State and Territory governments under the Australian Vocational Education and Training Management Information Statistical Standard (AVETMISS) for VET funding data. Data are prepared annually on an accrual basis.

Government recurrent expenditure for 2017 onwards is deemed as being equivalent to the recurrent funds received by State and Territory government departments responsible for VET (net of payroll tax) provided by the Australian Government and by State and Territory governments, and includes:

- Commonwealth ongoing specific purpose payments, State Recurrent funding, Adult Migrant English Program (AMEP), Skills for Education and Employment (SEE) Commonwealth administered VET programs and National Partnership Agreement funding
- user cost of capital (estimated as 8 per cent of the value of total physical non-current assets owned by government RTOs).

For the years prior to 2017, government recurrent expenditure is calculated using data prepared by State and Territory governments under the AVETMISS for VET financial data. Details for the calculation for years prior to 2017 are available in the footnotes for table 5A.1.

Payroll tax payments by government-owned RTOs are deducted from the total to ensure a consistent treatment across jurisdictions.

Government recurrent expenditure for VET may be affected by the movement of TAFE institutes between government and non-government sectors. User cost of capital should be interpreted carefully. Differences in some input costs (for example, land values) can affect reported costs across jurisdictions without necessarily reflecting the efficiency of service delivery. The value of land is presented separately from the value of other assets to allow users assessing the results to consider any differences in land values across jurisdictions. The basis for the 8 per cent capital charge is discussed in section 1.

To promote comparability of the data across states and territories, as well as comparability between the financial and activity data, annual hours are adjusted by the course mix weight when calculating the efficiency indicator.

Expenditure data for years prior to 2020 are adjusted to real dollars (2020 dollars) using the gross domestic product chain price index (table 5A.31).

8. Student employment and further study outcomes

'Student employment and further study outcomes' is an indicator of governments' objective that the VET system deliver a productive and highly skilled workforce through enabling all working age Australians to develop and use the skills required to participate effectively in the labour market and contribute to Australia's economic future.

'Student employment and further study outcomes' is defined by two measures. The proportion of total VET graduates aged 20–64 years:

- employed and/or in further study after training (total and by selected equity groups [Aboriginal and Torres Strait Islander people, people from remote and very remote areas, and people with disability])
- who improved their employment status after training (total and by selected equity groups [Aboriginal and Torres Strait Islander people, people from remote and very remote areas, and people with disability]).

'Improved employment status' is at least one of:

- employment status changing from not employed before training to employed either full-time or part-time after training. 'Not employed' is defined as unemployed, not in the labour force, or not employed (no further information)
- employed at a higher skill level after training
- received a job-related benefit after completing their training, including set up or expanded their own business, got a promotion, gained extra skills, increased earnings, or other job-related benefits.

Survey data for a year (for example, 2021) refer to the cohort of students that graduated the year before (for example, 2020).

Holding other factors constant, higher or increasing proportions indicate positive employment or further study outcomes after training.

Comparison of labour market outcomes should also account for the general economic conditions in each jurisdiction.

Nationally in 2021, 86.6 per cent of 20–64 year old total VET graduates from 2020 were employed and/or continued on to further study after training (figure 5.7a) — up from 83.6 per cent in 2020. The proportion was higher for people from remote and very remote areas (90.2 per cent) and lower for Aboriginal and Torres Strait Islander people (84.6 per cent) and people with disability (73.4 per cent) (table 5A.17).

For government-funded VET graduates, 85.4 per cent were employed and/or continued on to further study in 2021 (lower than the proportion for total VET graduates) — up from 80.9 per cent in 2020 (table 5A.18).

Nationally in 2021, 67.2 per cent of 20–64 year old total VET graduates from 2020 improved their employment status after training (figure 5.7b) — up from 61.8 per cent in 2020. The proportion was higher for people from remote and very remote areas (76.1 per cent), around the same for Aboriginal and Torres Strait Islander people (67.5 per cent) and lower for people with disability (46.1 per cent) than the national average (table 5A.19). For government-funded graduates, 65.2 per cent had improved employment status in 2021 (lower than the proportion for total VET graduates) — up from 58.8 per cent in 2020 (table 5A.20).

Data are comparable (subject to caveats) across jurisdictions and over time (for measure 2, data from 2019 onwards are not comparable with data prior to 2019).

(all measures) Data are complete (subject to caveats) for the current reporting period.

Select year (applies to figure 5.7a): 2021

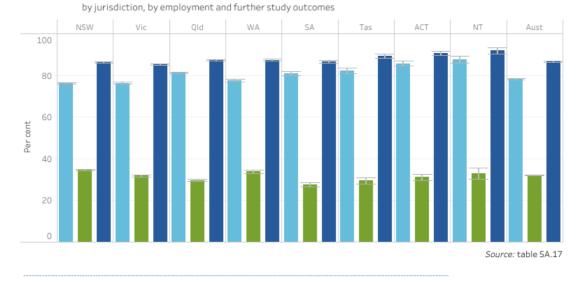
Select scope (applies to figures 5.7a and 5.7b): Total VET graduates Government-funded VET graduates

Select equity group (applies to figure 5.7a): All people



Employed after training
 In further study after training
 Employed and/or in further study

Figure 5.7a Measure 1: Graduates employed and/or in further study after training, Total VET graduates (All people, 20-64 years old) 2021



Select year(s) (applies to figure 5.7b): Multiple values

Select employment status:

Employed after training (of those not employed before training)
Employed at a higher skill level after training (of those employed before training)
Received a job-related benefit (of those employed after training)
Total who improved their employment status after training

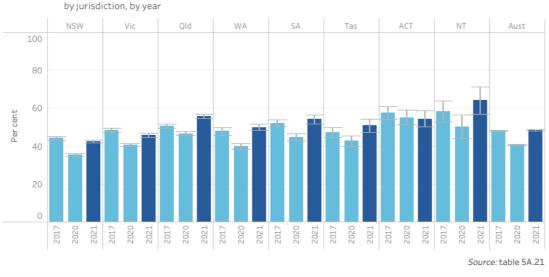


Figure 5.7b Measure 2: Total VET graduates who improved their employment status after training, Employed after training (of those not employed before training) (All people, 20-64 years old)

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By type of improved employment status for total VET graduates, the proportion was highest for graduates receiving a job-related benefit (83.5 per cent), followed by graduates employed after training (who were not employed before training) (48.3 per cent) and employed at a higher skill level after training (16.5 per cent). In 2021, for both total VET and government-funded graduates, the proportion who improved their employment status was lower for graduates completing a Certificate I/II qualification (53.3 and 46.8 per cent respectively), compared with graduates completing a Certificate III/IV qualification (68.8 and 67.6 per cent respectively) or a Diploma and above qualification (70.6 and 68.5 per cent respectively) (tables 5A.21–22).

9. Student completions and qualifications

'Student completions and qualifications' is an indicator of governments' objective that the VET system deliver a productive and highly skilled workforce through enabling all working age Australians to develop and use the skills required to effectively participate in the labour market and contribute to Australia's economic future.

'Student completions and qualifications' is defined as the number of total VET AQF qualifications completed each year by students aged 15–64 years, per 1000 people aged 15–64 years (total and by selected equity groups [Aboriginal and Torres Strait Islander people, people from remote and very remote areas, and people with disability]).

Qualification completions data are 'preliminary' for 2020 and 'final' for earlier years.

A higher or increasing rate of completed qualifications increases the national pool of skilled people in Australia. However, this measure needs to be interpreted with care as the rate of qualification completions:

- by selected equity group (other than for remoteness) depends on obtaining accurate responses to self-identification questions at the time of enrolment, which may vary across jurisdictions. A large unknown (or not stated) response could mean that the completion rate for the selected equity group is understated
- uses a different data source for the numerator and denominator, which can affect comparability.

Nationally in 2020, around 691 400 qualifications were completed by total VET students aged 15–64 years (table 5A.23) — equivalent to 41.4 qualifications per 1000 people aged 15–64 years (figure 5.8a). The rate was higher for Aboriginal and Torres Strait Islander people (50.3), and higher for people from remote and very remote areas (42.8). The number of qualification completions by total VET students declined 15.0 per cent from 2016 to 2020 (table 5A.23).

Around 295 900 qualifications were completed by government-funded VET students aged 15–64 years — equivalent to 17.7 qualifications per 1000 people aged 15–64 years (table 5A.24). The number of government-funded VET qualification completions declined 20.8 per cent from 2016 to 2020 (table 5A.24).

By qualification level, the rate of total VET qualifications completed per 1000 people aged 15–64 years was highest for Certificate III/IV (22.3), followed by Certificate I/II (11.6) and Diploma and above (7.4) (figure 5.8b).

Data are comparable (subject to caveats) across jurisdictions and over time.

Data are complete (subject to caveats) for the current reporting period.

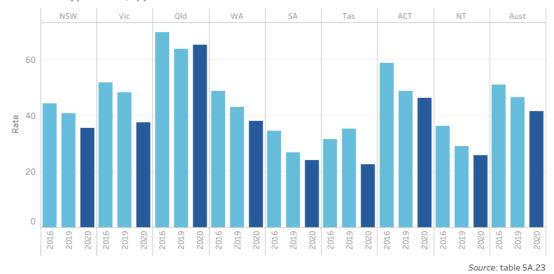
Select year(s) (applies to figures 5.8a and 5.8b): Multiple values

Select equity group (applies to figure 5.8a):

All people Aboriginal and Torres Strait Islander people Remote and very remote

Select scope (applies to figure 5.8a and 5.8b): Total VET Government-funded VET

Figure 5.8a Total VET: VET AQF qualifications completed per 1000 people (All people, 15-64 years old) (a) by jurisdiction, by year



Diploma and above

Certificate III or IV

Certificate I or II

(a) There are no very remote areas in Victoria. There are no remote or very remote areas in the ACT.

Select equity group (applies to figure 5.8b): All people



Figure 5.8b Total VET: VET AQF qualifications completed per 1000 people (All people, 15-64 years old) by jurisdiction, by year, by AQF level



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Of the 691 400 qualifications completed by total VET students, 54.0 per cent were for Certificate III/IV, 28.2 per cent for Certificate I/II and 17.8 per cent for Diploma and above (table 5A.25). For the 295 900 completed by government-funded VET students, there was a greater concentration in Certificate III/IV (63.3 per cent were for Certificate III/IV, 25.2 per cent for Certificate I/II and 11.5 per cent for Diploma and above) (table 5A.26).

10. Students who improved education status

'Students who improved education status' is an indicator of governments' objective that the VET system deliver a productive and highly skilled workforce through enabling all working age Australians to develop and use the skills required to effectively participate in the labour market and contribute to Australia's economic future.

'Students who improved education status' is defined as the proportion of total VET AQF qualifications completed by 20–64 year olds which were at a higher education level than their previous highest education level (total and by selected equity groups [Aboriginal and Torres Strait Islander people, people from remote and very remote areas, and people with disability]).

Higher or increasing proportions of students with improved education status after training indicate that the skill levels of the working age population are increasing.

Of all total VET graduates aged 20–64 years that completed an AQF qualification nationally in 2020, 47.2 per cent did so with a higher qualification than their previous highest AQF qualification (figure 5.9). The proportion was higher for all three selected equity groups — Aboriginal and Torres Strait Islander people (55.6 per cent), people from remote and very remote areas (50.7 per cent) and for people with disability (51.0 per cent) (table 5A.27).

Nationally, for government-funded VET graduates aged 20–64 years that completed an AQF qualification in 2020, 55.5 per cent did so with a higher qualification than their previous highest AQF qualification (table 5A.28).

Data are comparable (subject to caveats) across jurisdictions and over time.

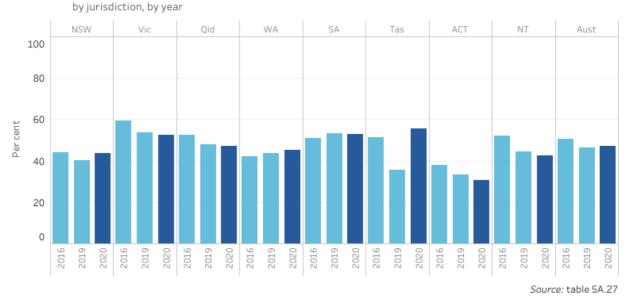
Data are complete (subject to caveats) for the current reporting period.

Select year(s): Multiple values Select scope:

Government-funded VET

Select equity group: All people Aboriginal and Torres Strait Islander people Remote and very remote With disability

Figure 5.9 Total VET: Proportion of all VET AQF qualifications completed with improved education status (All people, 20-64 years old) (a)



(a) There are no very remote areas in Victoria. There are no remote or very remote areas in the ACT.

For total VET graduates that completed an AQF Certificate III or above in 2020, 51.2 per cent did so with a higher qualification than their previous AQF – lower than the proportion for government-funded Certificate III or above qualification completions (60.6 per cent) (tables 5A.29-30).

Additional information is provided on the number of qualifications completed as a proportion of the number of enrolments (rather than the proportion of the number of completions). In 2020, 13.2 per cent of total VET enrolments by 20–64 year olds were completed at a higher education level – lower than government-funded VET enrolments (14.3 per cent) (tables 5A.27-28).

11. Skill utilisation

'Skill utilisation' is an indicator of governments' objective that the VET system deliver a productive and highly skilled workforce through enabling all working age Australians to develop and use the skills required to effectively participate in the labour market and contribute to Australia's economic future. 'Skill utilisation' is defined as the proportion of persons aged 15–64 years who completed their highest VET qualification (AQF Certificate levels I to IV, Diploma and Advanced Diploma) in the last five years, that are working in the field of the highest VET qualification or not working in the same field and the qualification is relevant to their current job.

A high or increasing proportion of persons who were either working in the field of their highest VET qualification or the qualification was relevant to their current job is desirable.

Nationally in 2018-19, 79.8 per cent of persons aged 15–64 years that completed their highest VET qualification in the last five years, were either working in the field of that qualification or not working in same field and the qualification was relevant to their current job. This proportion is lower than 2015 (83.0 per cent), but similar to 2010-11 (79.9 per cent) (figure 5.10).

Nationally in 2018-19, 68.1 per cent were working in the field of the highest VET qualification and 11.6 per cent were not working in the same field but the qualification is relevant to their current job (table 5A.33).

Data are comparable (subject to caveats) across jurisdictions and over time.

Data are complete (subject to caveats) for the current reporting period.

Select disaggregation:

Working in field of highest VET qualification; or not working in same field and highest VET qualification is relevant to current job Highest VET qualification is relevant to current job; but not working in same field as qualification Currently working in the field of highest VET qualification

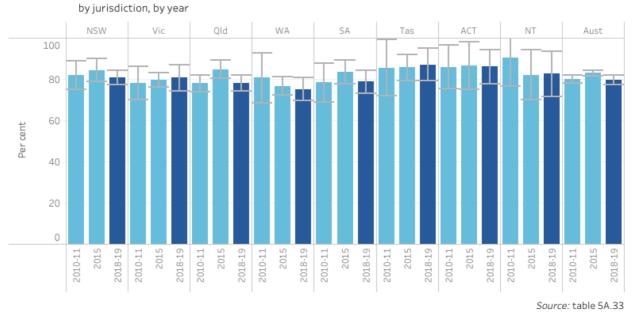


Figure 5.10 Proportion of persons 15-64 years old, Working in field of highest VET qualification; or not working in same field and highest VET qualification is relevant to current job

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Indigenous data

Performance indicator data for Aboriginal and Torres Strait Islander people in this section are available in the data tables listed below. Further supporting information can be found in the 'Indicator results' tab and data tables.

Vocational education and training data disaggregated for Aboriginal and Torres Strait
Islander people

Table number	Table title
Table 5A.13	Whether training helped graduates achieve their main reason for training, all government-funded graduates (per cent)
Table 5A.14	Proportion of all government-funded graduates satisfied with the quality of their training, by satisfaction outcome (per cent)
Table 5A.17	Proportion of 20-64 year old total VET graduates employed and/or in further study after training, by selected equity group (per cent)
Table 5A.18	Proportion of 20-64 year old government-funded graduates employed and/or in further study after training, by selected equity group (per cent)
Table 5A.19	Proportion of total VET graduates aged 20–64 years who improved their employment status after training, by selected equity group (per cent)
Table 5A.20	Proportion of government-funded graduates aged 20-64 years who improved their employment status after training, by selected equity group (per cent)
Table 5A.23	Total VET AQF qualifications completed per 1000 people aged 15-64 years, by selected equity group
Table 5A.24	Government-funded VET AQF qualification completed per 1000 people aged 15–64 years, by selected equity group
Table 5A.25	Total VET AQF qualifications completed per 1000 people aged 15–64 years, by AQF level

Table 5A.26	Government-funded VET AQF qualifications completed per 1000 people aged 15–64 years, by AQF level
Table 5A.27	Total VET AQF qualification completions by 20–64 year olds with improved education status after training, by selected equity group
Table 5A.28	Government-funded VET AQF qualification completions by 20–64 year olds with improved education status after training, by selected equity group

Key terms and references

Key terms

Terms	Definition
Accredited courses	Accredited courses have been assessed by a VET regulator as compliant with the Standards for VET accredited courses 2012. For more information see https://www.legislation.gov.au/Details/F2013L00177
Accredited qualifications	Accredited qualifications refer to nationally recognised courses that lead to a qualification outcome not specified in a national training package. For more information see https://www.aqf.edu.au/
Adult and community education providers	Organisations that deliver community-based adult education and training, including general, vocational, basic and community education, and recreation, leisure and personal enrichment programs.
Annual hours	The total hours of delivery based on the standard nominal hour value for each subject undertaken. These represent the anticipated hours of supervised training under a traditional delivery strategy.
Australian Qualifications Framework (AQF)	The national policy for regulated qualifications in Australian education and training. It incorporates the quality assured qualifications from each education and training sector into a single comprehensive national qualifications framework. The AQF was introduced in 1995 to underpin the national system of qualifications, encompassing higher education, VET and schools.
Completions	Fulfilment of all of the requirements of a course enrolment. Completion of a qualification or course is indicated by acknowledging eligibility for a qualification (whether or not the student physically received the acknowledgment).
Course	A structured program of study that leads to the acquisition of identified competencies and includes assessment leading to a qualification.

Terms	Definition
Course mix weight	Annual hours of delivery are weighted to recognise the different proportions of relatively more expensive and less expensive training programs which occur across jurisdictions. One method of calculating these course mix weights applies to all years in this Report. Under this method, cost relativities by subject field of education are applied to tabulations of annual hours by subject field of education and state/territory. A course mix weighting greater than 1.000 indicates that the State or Territory is offering relatively more expensive programs compared with the national profile.
Disability	In the National VET Provider Collection, refers to whether the student self-identifies as having a disability, impairment or long-term condition. In the ABS Survey of Disability, Ageing and Carers, a person has disability if they report they have a limitation, restriction or impairment, which has lasted, or is likely to last, for at least six months and restricts everyday activities.
Entitlement funding	 Entitlement funding models have been progressively introduced across jurisdictions from mid-2009. Although each State or Territory's entitlement funding system has its own characteristics, entitlement funding programs consist of two key features: Student entitlement to VET training — Provides a guaranteed government-subsidised training place for working age residents to obtain qualifications. Restrictions on the entitlement schemes vary across jurisdictions. Restrictions include: caps on the number of places that may be filled in a year; financial caps on the total level of funding; levels of qualification. Demand driven VET training — Government subsidies are contestable and are allocated to the RTO (government or private) of the students' choice. Governments may place some limits on student choice, by restricting the number of RTOs that offer entitlement funding places.
Enrolment	The registration of a student at a training delivery location for the purpose of undertaking a program of study. The enrolment is considered valid only if the student has undertaken enrolment procedures, met their fee obligations, and has engaged in learning activity regardless of the mode of delivery.
Fee-for-service activity	Training for which most or all of the cost is borne by the student or a person or organisation on behalf of the student.

Terms	Definition
Formal and non-formal learning	 The ABS Survey of Work-Related Training and Learning (WRTAL) defines formal and non-formal learning as: formal learning activities lead to a qualification recognised by the Australian Qualification Framework (AQF) such as a Degree, Diploma or Certificate, and also includes VET study at school non-formal learning activities are structured training or courses that do not form part of an award or qualification recognised by AQF (ABS 2017).
Government-funded VET	Government-funded VET refers to domestic government-funded VET activity delivered by all types of Australian training providers. It excludes the domestic and international fee-for-service activity of TAFE and other government providers, community education providers and other registered providers. Government- funded data are sourced from the National VET Provider Collection
Graduate	A student who completed a training package qualification or an accredited qualification'. From 2020, graduates are reported in NCVER publications as 'Qualification completers'.
Group Training Organisations	Group Training Organisations recruit potential or existing Australian Apprentices under an Apprenticeship/Traineeship Training Contract and place them with 'host' employers while they undertake their training.
Module	See <u>Unit of competency and accredited module</u> .
Multi-sector training providers	Multi-sector training providers offer both higher education and VET courses.
Nationally recognised training	Training that leads to vocational qualifications and credentials that are recognised across Australia, that are delivered by registered training organisations (RTOs). Nationally recognised training is listed on the National Training Register (training.gov.au). It consists of the following components: training package qualifications, accredited qualifications, accredited courses, training package skill sets in addition to units of competency and accredited units. Additional information is available at

Terms	Definition
Non-nationally recognised training	Includes locally developed courses, higher level qualifications and locally developed skill sets. Non-nationally recognised training are not listed on the National Training Register (training.gov.au). Additional information is available at https://www.ncver.edu.au/data/assets/pdf_file/0030/9661800/NCVER_DMS-209183-v3-TVA_2019_fact_sheet_What_are_NRT_and_non-NRTpdf
Real expenditure/ funding/assets	Actual expenditure/funding/assets adjusted for changes in prices. Adjustments are made using the gross domestic product chain price deflator and expressed in terms of final year prices.
Recurrent funding	Funding provided by the Australian, State and Territory governments to cover operating costs, salaries and rent.
Registered training organisation (RTO)	RTOs are training providers registered by ASQA, the Victorian Registration and Qualifications Authority (Victoria) or the Training Accreditation Council (WA) to deliver training and/or conduct assessment and issue nationally recognised qualifications in accordance with the Australian Quality Training Framework or the VET Quality Framework. RTOs include TAFE colleges and institutes, adult and community education providers, private providers, community organisations, schools, higher education institutions, commercial and enterprise training providers, industry bodies and other organisations meeting the registration requirements.
Remoteness	Remoteness areas are based on the Access/Remoteness Index of Australia (ARIA+), developed by the National Centre for Social Applications of Geographic Information Systems. ARIA+ is based on ABS Australian Statistical Geography Standard Statistical Area Level 2 regions. Remoteness areas include major cities inner and outer regional areas, and remote and very remote areas.
Skill sets	Are groupings of units of competency that are combined to provide a clearly defined statement of the skills and knowledge required by an individual to meet industry needs or licensing or regulatory requirement. They may be either a nationally recognised skill set, which is endorsed in a national training package, or a locally recognised skill set.
Students	Are individuals who were enrolled in a subject or completed a qualification during the reporting period.
Technical and further education (TAFE) institutes	Are government training providers that provide a range of technical and vocational education and training courses and other programs.

Terms	Definition
Total VET	Total VET refers to nationally recognised training (incorporating both government funded and fee-for-service activity) delivered by registered training providers. Total VET activity includes domestic and overseas VET activity. Data are sourced from the National VET Provider Collection and National VET in Schools Collection, with duplicated activity removed. The scope of total VET activity reporting varies to the government-funded scope in a number of ways and therefore caution should be used if comparing total VET and government-funded VET data. Total VET scope includes government-funded activity related to VET in Schools in addition to Commonwealth funded programs and VET delivery at overseas campuses which are not included in government- funded scope.
Training package	Training packages specify the knowledge and skills (known as competencies) required by individuals to perform effectively in the workplace. Training packages detail how units of competency can be packaged into nationally recognised qualifications that align to the Australian Qualifications Framework (AQF). Training packages are approved for implementation by the AISC. For more information refer to https://www.aisc.net.au/content/training-packages. Training package skill sets are defined as single units of competency, or combinations of units of competency from an endorsed training package, which link to a licensing or regulatory requirement, or a defined industry need.
Training providers	Are organisations that deliver VET programs. Training providers include private training providers, schools, community education providers, enterprise providers, TAFE institutes and universities.
Unit of competency and accredited module	Units of competency and accredited modules defines the skills and knowledge to operate effectively in a workplace context. They are the smallest units/modules that can be assessed and recognised. Where a student enrolls in a unit/module not part of one of the categories above, they are reported as 'subjects not delivered as part of a nationally recognised program'.
User cost of capital	The opportunity cost of funds tied up in the capital used to deliver services, calculated as 8 per cent of the total value of the physical non-current assets.
Vocational education and training (VET)	Is post-compulsory education and training that provides people with occupational or work-related knowledge and skills. VET also includes programs that provide the basis for subsequent vocational programs.

Terms	Definition
VET participation	VET participation is measured by students, which are defined as individuals who were enrolled in a subject or completed a qualification during the reporting period A VET student may be enrolled in more than one VET training program, and therefore there are more enrolments in the VET system than students.
VET program	A course or module offered by a training organisation in which students may enro to develop work-related knowledge and skills.
VET Student Loans	Commenced on 1 January 2017, replacing the VET FEE-HELP scheme. It offers income contingent loan support to eligible students studying diploma level and above VET qualifications.

References

ABS (Australian Bureau of Statistics) 2017, *Work-Related Training and Learning, Australia 2016-17* Cat. no. 4234.0, Canberra.

NCVER (National Centre for Vocational Education Research) 2022, Australian vocational education and training statistics: VET student outcomes 2021, Adelaide.

Download supporting material

5 Vocational education and training data tables (XLSX - 277 Kb)

5 Vocational education and training dataset (CSV - 585 Kb)

See the corresponding table number in the data tables for detailed definitions, caveats, footnotes and data source(s).