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- FOI Number: FOI2016/5
- Date: 9 February 2016
- Request: "Information about the communications between Chief Executive Larry Marshall's office and both the Prime Minister's Office and the office of Industry Minister Christopher Pyne relating to the proposed cuts to staff in the Oceans & Atmosphere and Land & Water divisions for the period two weeks prior to Dr Marshall's February 4 email to staff about the 350 job cuts over two years."
- Document(s): 1

For more information, please refer to CSIRO's FOI disclosure log at www.csiro.au/FOILog

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Minister for Industry, Innovation and Science CC Min ID: MS16-000188 CSIRO Ref: C2016/688 1 February 2016

For Information

Subject	CSIRO 2016 STRATEGIC RESEARCH PRIORITISATION OUTCOMES
Urgency	N/A

Recommendations That you: 1. note the information	tion in this brief	1. Noted	1. Noted / Please discuss	
Signature:/				
Contact Officer:	Kimberley Shrives	CSIRO	Ph: (02) 6276 6682	
Clearance Officer:	Larry Marshall	CSIRO	Ph: (02) 6276 6621	

Key Points:

- CSIRO actively assesses its research portfolio including through an annual planning process to ensure that the science in which it invests is aligned to meeting the biggest challenges facing Australia.
- In undertaking this process through the second half of 2015, CSIRO was mindful of ensuring its resources were best positioned over the next four years to focus on those areas of strategic importance to the nation, provide sustainable revenue streams, and achieve our new Strategy objectives and KPI targets by 2020.
- This process culminated in a series of strategic business unit reviews (or "deep dives") focused on each of CSIRO's business units. The high-level outcomes of this process are summarised at <u>Attachment A</u>, by business unit.
- These decisions will see an increase in digital capability within CSIRO, to support research that will position Australian industry to harness the growing digital economy, including in industries such as agriculture and health. CSIRO will also increase investment in traditional industries, such as minerals and mining, in order to make them more profitable and sustainable through bringing innovative technology to market.
- Overall, these directional changes are a refresh and redirection of capability in CSIRO, not a cut to staffing levels. Although CSIRO has announced that there will be approximately 350 redundancies over the next two years, the organisation is also planning to appoint new staff so that by the end of this process there will be no significant change in CSIRO's total staffing levels

Background:

See <u>Attachment A</u>.

Regulatory Implications: NO.

Consultation: YES.

 CSIRO has alerted officials from the Department of Industry, the Department of Environment and the Department of Prime Minister and Cabinet to these changes.

Attachments:

Attachment A: Background

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BACKGROUND

Note that the number of positions listed are indicative at this stage and work is currently being undertaken to finalise the exact impact.



Business Unit	FTE Impact	Rationale / Additional Information
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Land and Water	Loss: up to 100 redundancies (indicatively 75 in 2015/16, 25 in 2016/17) offset in part by 35 potential new positions	Impacted area: Changes will be concentrated in the: "Liveable, Sustainable and Resilient Cities" program, the "Biodiversity Ecosystems Knowledge and Services" program, and the "Adaptive Social and Economic Systems" program (exact breakdown being determined). Why: CSIRO recognises that these areas have either been struggling to achieve sufficient industry support or are relatively mature areas of science. CSIRO believes that some of these areas of science can be better delivered by the university sector. \$47C What won't be impacted: These changes will not impact the CSIRO's recent commitments to support the development of Northern Australia, for example through its transport logistics capability in the "Liveable, Sustainable and Resilient Cities" program. This capability (e.g. TRANSIT) is unique to CSIRO and will be maintained. Furthermore, work in relation to improving the energy efficiency of the built environment

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Business Unit	FTE Impact	Rationale / Additional Information
		will be maintained. CSIRO will also be investing in building a national platform for the application of
		environmental big data sets and sensor networks, and in
		deploying our world leading water management
		capability to improve water security in our region.
		s22
		-
Oceans and	Loss: up to 100	Impact area(a). This change is likely to be concentrated in
Atmosphere	redundancies across	<u>Impact area(s)</u> : This change is likely to be concentrated in two research programs "Oceans and Climate Dynamics"
Aunosphere	2015/16 and 2016/17,	and "Earth Systems Assessment".
	offset in part by 25	and Latin Systems Assessment.
	potential new	Why: O&A will reduce its focus on climate research to
	positions	focus on areas more closely linked to innovation and the
	positions	growth of Australia's industrial sector. Over the past few
		years CSIRO through O&A and its predecessors together
		with international partners in the scientific community
		have proven that climate change is real which has been
		documented by the CSIRO participation and authorship
		in the IPCC series of reports. This work was largely
		funded by government programs that have now
		concluded (ACCSP, PACCSAP), and ongoing funding
		for this work is now provided at a reduced level within
		the NESP program. CSIRO believes there are nowadays
		others within the Australian research community such as
		the academic sector, better placed to continue the
		majority of this fundamental research. CSIRO will
		refocus its efforts on working more closely with its
		refocus its efforts on working more closely with its

Business Unit	FTE Impact	Rationale / Additional Information
		Industry partners on shorter term impacts and applied adaptation strategies
		Location impact: largest site impacts from these changes
		will be in Yarralumla, Aspendale and Hobart.
		<u>What won't be impacted:</u> CSIRO is involved in five out of the six NESP hubs, and currently leads the Earth
		Systems and Climate Change Hub. CSIRO will work closely with its partners to ensure it minimises the
		impacts of the above changes. CSIRO aims to continue to fulfil its NESP contractual obligations and is currently reviewing a way to achieve this
		CSIRO will also be investing in research that will: enhance our understanding of cumulative impacts of Blue
		Economy developments (eg fisheries and resource projects) and onshore resource projects (eg mines and
		coal seam gas) to minimise their impacts and inform their social license to operate; and, explore the feasibility,
		potential, risks and costs of climate interventions (also known as geo-engineering). Investment will also be
		made in building autonomous marine platforms to make a step change in our understanding of the oceans and
		developing improved fisheries management strategies for the global market.