



The Retirement Reporting Framework final design

This provides an overview of the Government's Retirement Reporting Framework.

Overview

In November 2024, the Government announced a package of reforms in response to feedback on the *Superannuation in retirement* consultation. This included the introduction of a new reporting framework on retirement outcomes to foster greater transparency and enable monitoring of member outcomes in retirement.

Public consultation has since informed the set of indicators and metrics to be included in the Retirement Reporting Framework (Appendix A).

Through annual publications from 2028 onwards, the Australian Prudential Regulation Authority (APRA) will publish data collected under the Retirement Reporting Framework. This will include information on superannuation fund retirement products, services, and member outcomes.

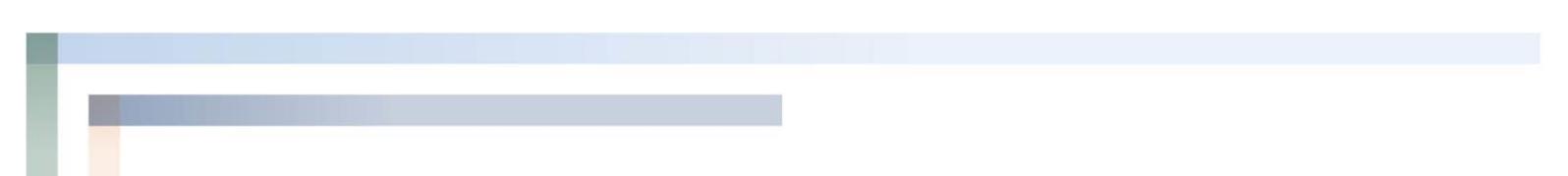
It is a matter for superannuation trustees to determine what retirement offerings best meet the needs of their membership. Over time, these publications will create greater transparency of how superannuation trustees are driving improvement in member outcomes, and support trustees to measure their progress in implementing the retirement income strategies required by the Retirement Income Covenant.

Purpose

Reviews and pulse surveys conducted by the Australian Securities and Investments Commission (ASIC) and APRA since the introduction of the Retirement Income Covenant have indicated variability in how superannuation trustees are driving improvements in member outcomes. A consistent observation is that some funds lack sufficient metrics or data capabilities to assess their members' retirement outcomes and harness insights on the appropriate retirement services to their members.

The Retirement Reporting Framework is a necessary step to ensure consistency and transparency in the reporting and tracking of member retirement outcomes. It will create industry wide transparency of offerings across the retirement landscape and encourage the innovation and modernisation of retirement income solutions.

The Retirement Reporting Framework is a transparency reform. This new reporting framework will not introduce new consequences or penalties for superannuation trustees.



Framework design

Member attributes and segmentation

The Retirement Reporting Framework will collect member demographics aligned to existing APRA reporting standards as well as additional attributes relevant to retirement outcomes. These attributes are relevant to understanding member retirement outcomes.

The framework will collect data on the following member attributes:

- Age range (60 yrs and each year above), gender and account balance bands.
- Retirement status indicators, such as not retired, recently retired, and previously retired.
- Product holdings, with consideration for combinations of different product types.

Indicators and metrics

The Retirement Reporting Framework will leverage member data to report on:

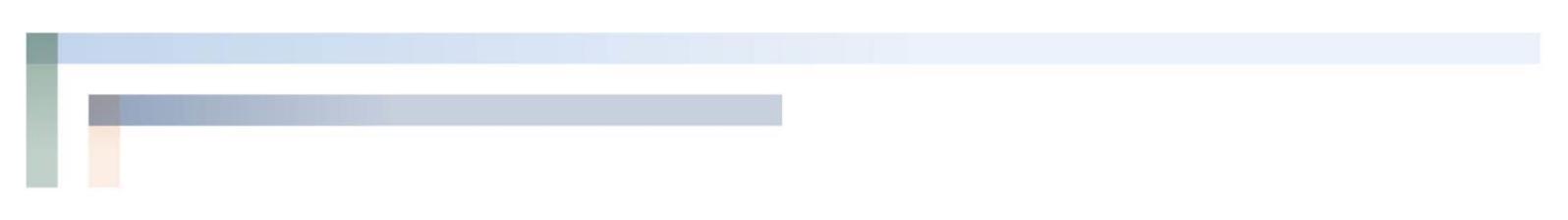
- Indicators of a superannuation fund's product offerings and services. Indicators will generate high level insights into the building blocks funds are providing their members for constructing retirement income solutions.
- Metrics that demonstrate member outcomes. Metrics will quantify how effectively superannuation funds are supporting members into solutions by examining member behaviour in relation to up-take of various retirement products and services, drawdown rates, and superannuation balance utilisation.

Next steps

APRA will soon commence consultation on how to give effect to the collection and publication of these indicators and metrics. Data is expected to first be collected in 2027.

Appendix A. Retirement Reporting Framework

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| Indicator 1: Provides options for drawdowns other than the minimum drawdown rate |
| 1. Superannuation fund provides its members options for drawdowns other than the minimum drawdown rate (Y/N) |
| Indicator 2: Provides access to lifetime income products |
| 2. Superannuation fund offers its members access to a lifetime income product (Y/N) |
| 2.1 Superannuation fund provides its members a lifetime income product (Y/N) |
| 2.2 Types of lifetime income products provided |
| Indicator 3: Provides access to personal financial advice services |
| 3. Superannuation fund offers its members access to or provides personal financial advice services (Y/N) |
| 3.1 Proportion of members who received collectively charged personal financial advice (intra-fund advice) |
| 3.2 Proportion of members who received member deducted personal financial advice |
| Metric 1: Take-up of retirement products |
| 1. Proportion of assets invested in retirement income stream products relative to total assets held by members |
| 1.1 Proportion of members who have an accumulation account only |
| 1.2 Proportion of members in a retirement income stream product by product type |
| Metric 2: Payments from retirement products |
| 2. Average drawdown rates for members |
| 2.1 Proportion of members drawing at the minimum drawdown rate |
| 2.2 Average value of all retirement income stream benefit payments paid to members |
| 2.3 Average value of all lump sum withdrawals paid to members |



2.4 Average value of total payments to members by combining total retirement income stream benefit payments and lump sum withdrawals paid to members, by product type

Metric 3: Balance utilisation

3. Balance utilisation over the retirement phase as a proportion of balance at death compared to the balance used to commence a retirement income stream product

3.1 Average balance at death for members in accumulation

3.2 Average balance of account closed for reasons other than death by actions taken