



## COVERSHEET

<b>Minister</b>	Hon Iain Lees-Galloway	<b>Portfolio</b>	ACC
<b>Title of Cabinet paper</b>	Accident Compensation (Motor Vehicle Account Levies) Regulations 2019	<b>Date of release</b>	5 June

### List of documents that have been proactively released

<b>Date</b>	<b>Title</b>	<b>Author</b>
24 April 2019	Accident Compensation (Motor Vehicle Account Levies) Regulations 2019	Office of the Minister for ACC
30 April 2019	LEG-19-MIN-0040 Cabinet Minute	Cabinet Office

### Information redacted

No information has been redacted.



# Cabinet Legislation Committee

## Minute of Decision

*This document contains information for the New Zealand Cabinet. It must be treated in confidence and handled in accordance with any security classification, or other endorsement. The information can only be released, including under the Official Information Act 1982, by persons with the appropriate authority.*

### Accident Compensation (Motor Vehicle Account Levies) Regulations 2019

Portfolio                      ACC

On 30 April 2019, the Cabinet Legislation Committee:

- 1        **noted** that in December 2018, Cabinet took decisions on the 2019/20 and 2020/21 Motor Vehicle Account levies, including to:
  - 1.1        maintain the Motor Vehicle levy rate at an average rate of \$113.94 per vehicle, excluding GST;
  - 1.2        remove Vehicle Risk Rating, and to charge all light passenger vehicles a flat fee according to whether they are a petrol or non-petrol vehicle;
  - 1.3        maintain the motorcycle safety levy at \$25 per annum, as this level of funding is required to implement ACC's motorcycle safety strategy's initiatives, such as Ride Forever;
  - 1.4        hold Fleet Saver discounts at the current rates;

[CAB-18-MIN-0619]
- 2        **noted** that the Accident Compensation (Motor Vehicle Account Levies) Regulations 2019 give effect to the above decisions;
- 3        **noted** that the Regulations do not change the fuel levy rate of 6 cents per litre;
- 4        **noted** that:
  - 4.1        in December 2018, Cabinet noted a motor vehicle licence levy for "Passenger vehicles >3,500kg" [CAB-18-MIN-0619];
  - 4.2        this no longer applies due to the removal of Vehicle Risk Rating;
- 5        **noted** that:
  - 5.1        section 330 of the Accident Compensation Act 2001 (the Act) provides that the Minister for ACC (the Minister), before recommending the making of regulations relating to classifications or risk rating, must consult such persons or organisations as the Minister considers appropriate having regard to the subject matter of the proposed regulations;

- 5.2 section 331 of the Act provides that the Minister must, before recommending the making of regulations prescribing the rates of levies, first receive and consider a recommendation from ACC made in accordance with the provisions of section 331 (which requires ACC to first conduct public consultation);
- 6 **noted** the advice of the Minister that the consultation requirements in paragraph 5 have been met;
- 7 **noted** that the Accident Compensation (Motor Vehicle Account Levies) Regulations 2019 come into force on 1 July 2019;
- 8 **authorised** the submission to the Executive Council of the Accident Compensation (Motor Vehicle Account Levies) Regulations 2019 [PCO 22018/10.0].

Gerrard Carter  
Committee Secretary

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**Present:**

Rt Hon Winston Peters  
Hon Chris Hipkins (Chair)  
Hon Andrew Little  
Hon Iain Lees-Galloway  
Hon Damien O'Connor  
Hon Kris Faafoi  
Hon Tracey Martin  
Hon Julie Ann Genter  
Hon Eugenie Sage  
Hon Ruth Dyson (Senior Government Whip)

**Hard-copy distribution:**

Minister for ACC

**Officials present from:**

Officials Committee for LEG