



STANDING COMMITTEE ON PUBLIC ACCOUNTS

ALISTAIR COE MLA (CHAIR), MICHAEL PETERSSON MLA (DEPUTY CHAIR), ANDREW BRADDOCK MLA

**Estimates 2020-2021**  
**ANSWER TO QUESTION TAKEN ON NOTICE**  
**24 February 2021**

Asked by ALISTAIR COE MLA:

In relation to:

Compulsory Third Party Insurance for Motor Vehicles –

**The CHAIR:** In terms of the benefits of the CTP reform, a lot of promises were made and I was just wondering have they been realised, those benefits?

**Ms Vroombout:** I answered in a hearing yesterday, but in general yes. No specific numbers to hand. Taken on notice – detailed breakdown of reductions will be provided.

ANDREW BARR MLA: The answer to the Member's question is as follows:–

From 1 November 2019 to 1 April 2021 (the most recent effective date for premium reductions) premiums offered by insurers (for a class 1 passenger vehicle, non-input tax credit) have reduced on average by around \$87 or 17 per cent. This reduction reflects the impact of the MAI Scheme in the lead up to and commencement of the scheme on 1 February 2020, as well as since the scheme commenced.

The following table provides a breakdown of the premium reductions.



**LEGISLATIVE ASSEMBLY**  
FOR THE AUSTRALIAN CAPITAL TERRITORY

**QTON No. E-8**

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**Reduction in Class 1 Passenger Vehicle Premiums (non-Input Tax Credit)**

	CTP premiums (\$)			MAI premiums (\$)				Total
	Effective 01-Nov- 19	Effective 18-Nov- 19	Effective 23-Dec- 19	Effective 01-Feb- 20	Effective 23-Mar- 20	Effective 01-Feb- 21	Effective 01-Apr- 21	Total Change (\$)
<b>NRMA</b>	\$519.90	\$482.30	\$482.30	\$439.20	\$439.20	\$436.20	\$431.20	- \$77.60
<b>GIO</b>	\$515.90	\$515.90	\$486.60	\$456.00	\$436.20	\$431.20	\$431.20	- \$98.70
<b>AAMI</b>	\$518.90	\$518.90	\$490.30	\$464.00	\$464.00	\$441.30	\$441.30	- \$84.70
<b>APIA</b>	\$549.90	\$549.90	\$506.00	\$474.00	\$474.00	\$451.20	\$451.20	- \$51.10
<b>Average</b>	<b>\$526.15</b>	<b>\$516.75</b>	<b>\$491.30</b>	<b>\$458.30</b>	<b>\$453.35</b>	<b>\$439.98</b>	<b>\$438.73</b>	<b>- \$87.42</b>
<b>Average Premium change <sup>(a)</sup></b>		<b>-\$9.40</b> <b>-1.8%</b>	<b>-\$25.45</b> <b>- 4.9%</b>	<b>-\$33.00</b> <b>- 6.7%</b>	<b>-\$4.95</b> <b>- 1.1%</b>	<b>-\$13.37</b> <b>- 2.9%</b>	<b>-\$1.25</b> <b>- 0.3%</b>	<b>- \$87.42</b> <b>- 16.6%</b>

<sup>(a)</sup> Change from one effective period to the next, except for the total, which is the change over the entire period, ie. 1 November 2019 to 1 April 2021.

Approved for circulation to the Standing Committee on Public Accounts

Signature: *Andrew Barr* Date: 3.3.21

By the Treasurer, Andrew Barr MLA