



ACT CTP
A FAIR, AFFORDABLE
SAFETY NET FOR ALL

**NRMA
BETTER**



WHAT ARE THE CHALLENGES OF THE CURRENT ACT CTP SCHEME?



NOT EVERYONE IS COVERED.

An injured person's access to benefits depends on someone else being at fault. Benefits for injured people who are at fault or involved in an accident where no one was at fault are very limited. A fault-based scheme like the scheme in the ACT can produce unfair outcomes and means that sometimes, adequate support is not always provided to those who need it most, including children.

In a no-fault scheme, all injured people would receive immediate support if they need it.



PREMIUMS ARE EXPENSIVE.

CTP premiums in the ACT are the most expensive in Australia. In July 2017, the average CTP premium in the ACT was around 20% more than the Australian average. The main reason for the high cost of premiums is the generous benefits structure in the ACT CTP Scheme.

The affordability of CTP premiums is important to the ACT community. Regulating costs and benefits within the scheme will reduce premiums for ACT motorists and ensure that injured people get the support they need.



CLAIMS CAN BE COMPLEX AND EXPENSIVE TO MANAGE.

Determining who was at fault in an accident, as well as the level of compensation an injured person is entitled to can be a long and expensive process. It often involves lawyers on both sides which adds significant cost to individual claims and the overall scheme. In 2015-16, legal and investigation costs represented 24.3% of all claims costs, around \$30 million.

Removing the need to prove fault and providing statutory benefits for all would make things simpler and faster. It also ensures a greater portion of claims costs go to injured people.

ACT FAST FACTS

There are around 409,000 people in the ACT and around 295,000 registered vehicles. In 2016, there were 7,911 road accidents in the ACT. These accidents resulted in 748 casualties, including 11 deaths.

Everyone in the ACT has a stake in the CTP scheme – whether they are a vehicle owner who pays CTP or whether they are unfortunate enough to be injured in an accident.

MAKING YOUR WORLD A SAFER PLACE

IAG is the largest general insurer in Australia and New Zealand. Under the NRMA Insurance brand, IAG was the sole provider of CTP insurance in the ACT for over 30 years from 1980 until 2013. The market is now shared by a number of insurance brands, including NRMA Insurance.



IT'S INSURANCE, **NRMA** BETTER