2003

THE LEGISLATIVE ASSEMBLY FOR THE AUSTRALIAN CAPITAL TERRITORY

ROAD TRANSPORT (GENERAL) ACT 1999

ROAD TRANSPORT (GENERAL) DECLARATION THAT THE ROAD TRANSPORT LEGISLATION DOES NOT APPLY TO CERTAIN ROADS AND ROAD RELATED AREAS 2003 (No. 2)

DISALLOWABLE INSTRUMENT – DI2003-33

EXPLANATORY STATEMENT

Circulated by authority of

Bill Wood MLA Minister for Urban Services

AUSTRALIAN CAPITAL TERRITORY

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Subsection 12(1) of the *Road Transport (General) Act 1999* (the Act) empowers the Minister to declare that the road transport legislation does not apply to a road or road related area. Subsection 12(3) of the Act makes such a declaration a disallowable instrument for the purposes of the *Legislation Act 2001*.

This instrument declares that the road transport legislation does not apply to the ACT roads and road related areas used for the rally driving demonstration at the Subaru Rally of Canberra launch on 19 March 2003, to be held at Fairbairn Park and the Sponsor's Day event for the 2003 Subaru Rally of Canberra on 19 March 2003, to be held at Fairbairn Pines. In both events, all participating vehicles are road registered and are compulsory third party (CTP) insured.

The events are held under the auspices of the Confederation of Australian Motor Sport (CAMS). The CAMS Motor Sport Policy provides up to \$100 million of general liability cover for any one occurrence, subject to the terms, conditions and limitations of the Policy. In particular, the CAMS Policy excludes participant to participant claims for drivers, entrants or crew in competing vehicles. However, this Policy does not operate where CTP insurance is in force, except where specifically excluded by law.

The declaration removes the CTP provisions from applying during the rally driving and rally demonstration component of the events. This enables the CAMS liability insurance to take over responsibility for motor accident injury claims arising from the event.

The declaration does not affect the right of an injured person to claim against the CTP insurer of a vehicle causing injury or the Nominal Defendant. The declaration does not override the contract between the insured (ie the owner/driver of the vehicle) and the ACT CTP insurer (ie NRMA Insurance Limited). It does, however, remove an element of cross-subsidisation of motor sport participants by the general motoring community by shifting any injury claim costs from the NRMA and Nominal Defendant (and ultimately ACT motorists) to the CAMS insurer.

The declaration also has the effect of suspending the road rules during the rally demonstration component of the Subaru Rally of Canberra launch and the rally driving component of the Subaru Rally of Canberra Sponsor's Day.