

26 November 2012

Ms Kylie Gauvin Acting Manager Road Safety Act Review VicRoads Level 2, 60 Denmark Street Kew VIC 3101

Dear Ms Gauvin

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ADVICE ON THE ADEQUACY OF REGULATORY IMPACT STATEMENT

Thank you for seeking advice on the Regulatory Impact Statement (RIS) on the proposed Determination of Fee for Participation in an Approved Safe Driving Program Conducted by an Approved Provider.

The Victorian Competition and Efficiency Commission (VCEC) advises on the adequacy of RISs as required under section 12H(3) of the *Subordinate Legislation Act 1994* (the Act). I advise the final version of the RIS received by the VCEC on 26 November 2012 meets the requirements of section 12H of the Act.

The VCEC's advice is based on the adequacy of the evidence presented in the RIS and is focused on the quality of the analysis rather than the merits of the proposal itself. Therefore, the VCEC's advice the RIS is adequate does not represent an endorsement of the proposal.

In reaching this view, the VCEC notes that the RIS provides the best estimate of the implementation and ongoing costs of the safe driving program, including the key cost drivers and an assumption regarding the number of participants. VicRoads will periodically review the fee in light of actual costs and participants numbers, with a view to adjusting the fee if necessary to ensure that there is no over recovery of program costs.

In the interests of transparency, it is government policy that VCEC's advice be published with the RIS when it is released for consultation.

If you have any questions, please contact RegulationReview@vcec.vic.gov.au.

Yours sincerely

Andrew Walker

Assistant Director

Victorian Competition and Efficiency Commission

