



10 December 2024



Kia ora

Your Official Information Act request, reference: GOV-036691

Thank you for your email of 20 November 2024, asking for the following information under the Official Information Act 1982 (the Act):

The recently proposed & endorsed increase in ACC motorcycle levies is based on a desire on government/ACCs part to raise the contribution level that motorcycle owners/operators make towards funding their own costs under ACC from 28 to 35%.

1. *Can you confirm for me if the current 28% contribution level is estimated solely from the levy embedded in annual "rego" fees or does it include the contribution made from the 6.4 cents per litre excise tax on petrol.*
2. *How is the dollar contribution level made by motorcycle owners via the fuel excise tax calculated?*
3. *Same question as #1 above but for the proposed 35% contribution level.*
4. *Same question as #2 above but for the 35% contribution level.*

Our response

We can confirm that the 28 percent contribution rate includes the \$0.06 petrol levy for motorcycles.

The calculation is based on travel relativities, which are calculated from the average distance travelled for petrol-powered vehicles published by the Ministry of Transport. For this levy review we used average distance of 2,038 for motorcycles and 8,890 for cars giving motorcycles a travel relativity of 23 percent. We then allocate 23 percent of the anticipated petrol levy income as coming from motorcycles.

We can confirm that the proposed 35 percent contribution rate will also include the \$0.06 petrol levy for motorcycles and is calculated with the same methodology.

This information can be viewed in further depth in our Motor Vehicle Account Actuarial pricing report on pages 39-40 here: www.shapeyouracc.co.nz/assets/Consult-docs/2024/20240630-Pricing-Report-2026-2028-Motor-Vehicles-Account-final.pdf.

As this information may be of interest to other members of the public

ACC may publish a copy of this response on ACC's website. All requester data, including your name and contact details, will be removed prior to release. The released response will be made available www.acc.co.nz/resources/#/category/12

If you have any questions about this response, please get in touch

You can email me at GovernmentServices@acc.co.nz.

Ngā mihi

Christopher Johnston

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Government Engagement