**EC23-004404**

Mr Jason Lange

Executive Director

Office of Impact Analysis

Department of the Prime Minister and Cabinet

1 National Circuit

BARTON ACT 2600

Email: helpdesk-OIA@pmc.gov.au

Dear Mr Lange

## Impact Analysis – Reversing Aids – Second Pass Final Assessment

I am writing in relation to the attached Impact Analysis (IA) prepared for introducing a new national road vehicle standard, also known as an Australian Design Rule (ADR), for reversing aids to reduce trauma from reversing light and heavy vehicles.

I am satisfied that the IA addresses the concerns raised in your letter of 31 March 2023. Specifically, it:

* Presents a separate option for regulation of light and heavy vehicles and light vehicles only by introducing a third option that is Option 3: Introduce a new ADR aligned with UN R158 for light vehicles, and amends the second option to read Option 2: Introduce a new ADR aligned with United Nations Regulation No. 158 for light and heavy vehicles.
* Provides further details on how the policy will be evaluated in Chapter 8 by giving an overview of the regulatory framework, including the exemption from sunsetting and detailing the process of reviewing ADRs.
* Addresses additional comments made by the Office of Impact Analysis (OIA) throughout the IA as appropriate.

The regulatory costs associated with the final recommendation is $12.4 million per year. It is proposed that this will be fully offset through the forward regulatory program for increased harmonisation of the ADRs with international standards and removal of Australian-specific content from the ADRs.

Accordingly, I am satisfied that the IA is now consistent with the six principles for Australian Government policy makers as specified in the *Australian Government Guide to Regulatory Impact Analysis*.

I submit the IA to the Office of Best Practice Regulation for formal final assessment.

Yours sincerely

David Hallinan

 May 2023