Impact Analysis Statement

Summary IAS

Details

Lead department	Motor Accident Insurance Commission (Queensland Treasury)
Name of the proposal	Motor Accident Insurance Indexation Notice 2025
Submission type	Summary IAS
Title of related legislative or regulatory instrument	Motor Accident Insurance Indexation Notice 2025
Date of issue	May 2025

Proposal type	Details
Minor and machinery in nature	The <i>Motor Accident Insurance Act 1994</i> (MAI Act) provides for the annual indexation of legal costs thresholds applying to Compulsory Third Party (CTP) injury claims. These thresholds are used to determine whether legal costs are recoverable, and the annual indexation of these amounts maintains their relative value over time in line with wages growth.
	To meet legislative requirements, and ensure consistency across other Queensland personal injury schemes, the <i>Motor Accident Insurance Indexation Notice</i> 2025 (2025 Notice) fixing these amounts to apply for the 2025–26 financial year must be made before 1 July 2025.
	The MAI Act provides that the amount fixed for a limit is to be the amount last fixed by the Minister, adjusted by the percentage change in average weekly earnings between the current financial year and the last financial year and rounded to the nearest 10 dollars (rounding one-half upwards).
	As the MAI Act provides the legislative basis for determining these indexation amounts, the Government Indexation Rate does not apply.
	The proposal to index the relevant amounts for the 2025-26 financial year under the MAI Act is machinery in nature and does not result in a substantive change to regulatory policy or new impacts on business, government or the community.

Signed

Kivilliams

Under Treasurer

Date: 11 June 2025

R. M. Bastel.

Minister for Finance, Trade, Employment and

Training

Date: 12 June 2025