



HOUSE OF REPRESENTATIVES

Supplementary Order Paper

Tuesday, 8 December 1998

ACCIDENT INSURANCE BILL

Proposed Amendments

DEBORAH MORRIS, in Committee, to move the following amendments:

Clause 267 (3): To add to this clause (page 220, after line 11) the following subclause:

(3) Any policy direction given by the Minister under **section 298** in respect of the manager's duties in relation to the Residual Claims Account may specify which steps may or should be followed (which may include contracting out some or all of the manager's duties or functions in relation to that Account).

Clause 294 (3) and (4): To omit the subclauses (page 238, lines 3 to 8), and substitute the following subclauses:

(3) The primary objective of the subsidiary company is to provide or arrange the provision of claims management and network services to the Corporation to the extent required by the Corporation.

(4) The subsidiary company may, as a secondary objective, provide or arrange the provision of claims management and network services to other insurers, in which case **section 292** applies.

EXPLANATORY NOTE

The SOP proposes 2 changes—

- The first relates to the duty to promote employer involvement in relation to the Residual Claims Account. The SOP clarifies that the Minister's power to give policy directions to the Corporation extends to giving a direction about which practicable operational steps may or should be taken to promote the involvement of employers or others.
- The second relates to the proposed claims management and network services subsidiary of the Corporation. The SOP provides that the primary objective of the subsidiary is to provide those services to the Corporation, and that the provision of those services to other insurers may be a secondary objective.