# **Presentation**



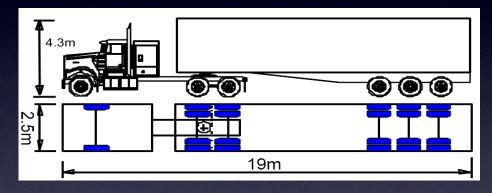
by David Anderson, Chairman PBS Review Panel

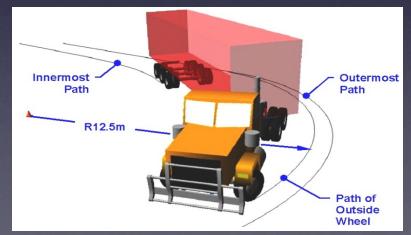
**Opportunities for Productivity Improvement:** 

What are the Recent Lessons from introducing the Performance Based Standards (PBS) Policy in Australia?

## The PBS Program

- Not what the vehicle looks like
- But what the vehicle can do

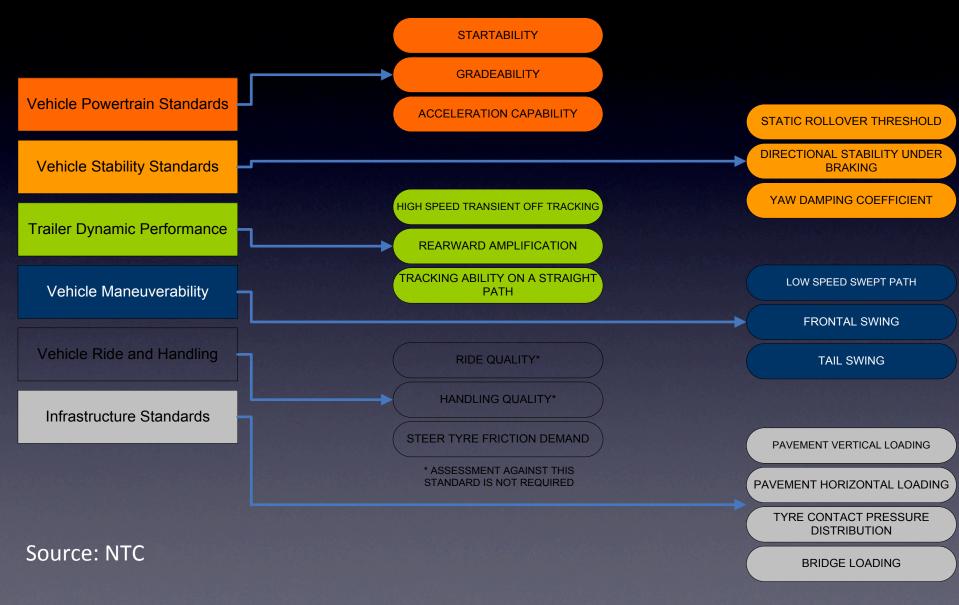






Source: NTC

## The Standards



## Other features

- Standards approved by all Transport Ministers
- 4 levels of vehicle standard, PBS 1,2,3,4
- Proposals assessed by Private Sector assessors
- Vehicle approval by independent Panel
- Business Rules specify time limits for decisions

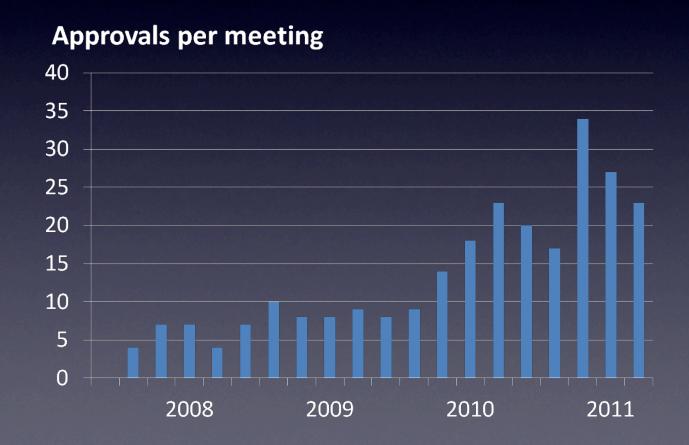
#### Access of PBS vehicles to roads

- Access for approved vehicles is controlled by States, Territories and local municipalities, preferably using National route assessment guidelines to categorise routes
- Roads categorised to 4 levels each corresponding to a PBS level
  - E.g. A vehicle meeting PBS 2 can travel on any road rated to level 2, 3 or 4
  - A vehicle meeting level 1 can travel on roads rated
    1,2,3 or 4

## Progress since end 2007

#### Design submissions and approvals

(note: up to 15 vehicles have been manufactured per approved design)



## What have we learned?

- Clash of objective vs subjective
- Clash of experienced "intuition" vs black box
- Need to create price competition between assessors via:
  - Many assessors
  - Manufacturer self assessment where possible
- Lack of access can sink the reform
- Without innovative manufacturers/operators the policy will not deliver any results

## What has been gained

- typical allowable mass increases of 20% (L1) and 30% (L2) over non PBS vehicles
- Vehicles of known safety performance compared with prescriptive fleet
- A better understanding of the different approaches to access by each State and Territory and what needs to be done to make them consistent and reduce frustration

#### Challenges and opportunities for the future

- Accreditation of manufacturers to assess vehicles
- More transparent access decisions by road managers; ability of applicants to seek review
- More direct link between vehicle capabilities, freight transport demand, and infrastructure quality
- Can the proposed NHVR develop the expertise, respect and leadership to facilitate productivity as opposed to regulating?