Explanatory Statement

Civil Aviation Regulations 1988

Civil Aviation Safety Regulations 1998

Civil Aviation Order 95.10 (Exemptions from CAR and CASR — Microlight Aeroplanes) Instrument 2024

Purpose

The purpose of Civil Aviation Order 95.10 (Exemptions from CAR and CASR — Microlight Aeroplanes) Instrument 2024 (the instrument) is to reissue Civil Aviation Order 95.10 (Exemptions from CAR and CASR — Microlight Aeroplanes) Instrument 2021 (the previous CAO) in order to continue to exempt operators of microlight aeroplanes from provisions of the Civil Aviation Regulations 1988 (CAR) and Civil Aviation Safety Regulations 1998 (CASR) following the commencement, on 2 December 2021, of the following legislation:

- the Civil Aviation Safety Amendment (Part 91) Regulations 2018
- the Civil Aviation Legislation Amendment (Parts 103, 105 and 131) Regulations 2019
- the Civil Aviation Legislation Amendment (Flight Operations—Consequential Amendments and Transitional Provisions) Regulations 2021.

The instrument is required because the *Part 103 Manual of Standards* (the *Part 103 MOS*), that was originally intended to accompany new Part 103 of CASR, will not commence as anticipated when the previous CAO is repealed. Reissuing the previous CAO will enable continuity for operators of such aircraft, whilst creating a bridge to the new flight rules under Part 91 of CASR and, eventually, to the new rules for sport and recreation aircraft under Part 103 of CASR. The instrument continues the operation of the exemptions in the previous CAO on an interim basis, from 2 December 2024 to the end of 1 December 2027. It is expected that, before the exemptions cease to apply, the Part 103 MOS will be made and commenced, and appropriate substantive amendments will be made to CASR to achieve the same policy objectives as the exemptions.

The instrument reissues the previous CAO in substantially the same form, with changes only relating to the commencement and repeal of the instrument, and the updating of the transitional arrangements due to the repeal of the previous CAO. The instrument retains the same numbering to the extent possible to assist industry stakeholders so they need not update related documentation solely due to changed Civil Aviation Order (*CAO*) numbering. The Civil Aviation Safety Authority (*CASA*) would also not have to update its related guidance material for the same reason.

Legislation

Subsection 20AB(1) of the *Civil Aviation Act 1988* (the *Act*) provides that a person must not perform any duty that is essential to the operation of an Australian aircraft during flight time unless the person is authorised to do so under a civil aviation authorisation or is authorised by or under the regulations to perform that duty without the civil aviation authorisation.

For paragraph 20AB(1)(a) of the Act, a person is taken to hold a civil aviation authorisation that is in force and authorises the person to perform a duty that is essential to the operation of an aircraft encompassed by this instrument if:

- (a) the person holds a pilot certificate granted by a sport aviation body that administers aviation activities in the aircraft; and
- (b) the person operates the aircraft in accordance with the sport aviation body's operations manual and the conditions of the instrument.

Exemptions

Section 98 of the Act empowers the Governor-General to make regulations for the Act and in the interests of the safety of air navigation. Relevantly, the Governor-General has made CASR and CAR.

Subpart 11.F of the CASR provides for the granting of exemptions from provisions of the regulations. Subregulation 11.160(1) of CASR provides that, for subsection 98(5A) of the Act, CASA may grant an exemption from compliance with a provision of the regulations.

Under subregulation 11.160(2) of CASR, an exemption may be granted to a person or a class of persons and may specify the class by reference to membership of a specified body or any other characteristic.

Under subregulation 11.160(3) of CASR, an exemption may be granted on application by a person or on CASA's own initiative.

Under subregulation 11.175(4) of CASR, in deciding whether to reissue an exemption, CASA must regard as paramount the preservation of at least an acceptable level of aviation safety. CASA has regard to the same test when deciding whether to reissue an exemption on its own initiative.

Regulation 11.205 provides that CASA may impose conditions on an exemption if necessary in the interests of the safety of air navigation. Under regulation 11.210, it is a strict liability offence not to comply with the obligations imposed by a condition.

Regulation 11.225 of CASR requires an exemption to be published on the internet. Under subregulation 11.230(1), the maximum duration of an exemption is 3 years.

CAR

Under regulation 5 of CAR, if CASA is empowered or required under the regulations to issue a direction, instruction or notification, or give a permission, approval or authority, it may, unless the contrary intention appears in the regulation conferring the power or function or imposing the obligation or duty, issue the direction, instruction or notification, or give the permission, approval or authority, in a CAO.

<u>Incorporation of documents by reference</u>

Under subsection 14(1) of the *Legislation Act 2003* (the *LA*), a legislative instrument may make provision in relation to matters by applying, adopting or incorporating provisions of an Act or disallowable legislative instrument as in force at a particular time or as in force from time to time. A legislative instrument may also make provision in relation to matters by applying, adopting or incorporating any matter contained in any other instrument or writing as in force at, or before, the time the legislative instrument commences. Under

subsection 14(2) of the LA, unless the contrary intention appears, the legislative instrument may not make provision in relation to a matter by applying, adopting or incorporating any matter contained in an instrument or other writing as in force or existing from time to time. However, subsection 98(5D) of the Act provides that, despite section 14 of the LA, a legislative instrument made under the Act or the regulations may apply, adopt or incorporate any matter contained in any instrument or other writing as in force or existing from time to time, even if the other instrument or writing does not yet exist when the legislative instrument is made.

Background

Part 103 of CASR was made on 12 December 2019 and commenced on 2 December 2021. Part 103 sets out the operating rules for a wide range of non-registered aircraft, referred to as Part 103 aircraft (regulation 103.005), including:

- sailplanes
- powered parachutes
- gyroplanes
- gyrogliders
- hang gliders and powered hang gliders
- paragliders and powered paragliders
- rotorcraft that are prescribed in the Part 103 MOS
- weight-shift-controlled aeroplanes that are prescribed in the Part 103 MOS
- any other aeroplane that is prescribed in the Part 103 MOS these include very light aeroplanes, covered by a range of certification criteria.

The purpose of Part 103 of CASR is to provide regulations for the operation of sport and recreational aircraft administered by an approved self-administering organisation (*ASAO*) under Part 149. A Part 149 ASAO certificate would list functions the organisation administers such as personnel authorisations, training, aircraft airworthiness authorisations and systems, oversight, education, enforcement.

Before 2 December 2021, these aircraft were operated according to a suite of exemptions in the 95 series of the CAOs. Broadly speaking, pilots were allowed to operate the aircraft outside of the generally applied operating rules — in CAR, as long as they comply with the operations manual of the specified sport aviation body of the conditions of the CAO.

Part 103 of CASR provides the operating rules for these aircraft in a similar way, although the link to the sport aviation body is replaced by a link to Part 149 where the responsibility for administering the operations is held by the holder of a Part 149 ASAO certificate.

Regulation 103.015 makes provision for CASA to make a manual of standards for various matters referred to in the regulations — for example, the kinds of aeroplanes referred to above.

In consultation with an established industry working group, CASA has opted to defer the making of the Part 103 MOS to allow further development of it. Therefore, to ensure operations of microlight aeroplanes can continue after 2 December 2021, the previous CAO was made.

This instrument continues the substance of regulatory exemptions from CAR and CASR applying under the previous CAO. Industry and operators should not experience any disruption to operations as a result of this instrument.

Overview of instrument

The instrument enables the continuation of exemptions for operators of microlight aeroplanes from certain requirements of CAR and CASR. *Microlight aeroplane* is defined in section 5 of the instrument.

The instrument reissues the previous CAO in substantially the same form as the previous CAO. The commencement of Part 91 of CASR (on 2 December 2021) repealed certain provisions of CAR that impact the operations of microlight aeroplanes. Therefore, provisions to maintain the operating environment have been drafted into the Part 103 MOS. However, because the making and commencement of the Part 103 MOS has been deferred, provisions that provide assurance of acceptable interim safety outcomes have been included in this instrument.

The intent of the instrument is to maintain the operating environment for microlight aeroplanes that existed immediately before 2 December 2021 until the Part 103 MOS can be made and commenced.

Documents incorporated by reference

In accordance with paragraph 15J(2)(c) of the LA, the following table contains a description of the documents incorporated by reference into the legislative instrument, the organisation responsible for each document and how they may be obtained. The table also states how the document is incorporated.

Document	Description	Manner of	Source
		incorporation	
Civil Aviation	Called up for the purpose	As in force from	This document is
Legislation	of defining the	time to time.	available for free on
Amendment	commencement of the		the Federal Register
(Parts 103, 105	instrument.	Paragraph 14(1)(a)	of Legislation.
and 131)		of the Legislation	
Regulations 2019		Act 2003 authorises	
		the incorporation of	
		this instrument as in	
		force from time to	
		time.	
Civil Aviation	Various provisions of the	As in force from	This document is
Regulations 1988	instrument call up	time to time.	available for free on
	provisions in the <i>Civil</i>		the Federal Register
	Aviation Regulations 1988.	Paragraph 14(1)(a)	of Legislation.
		of the Legislation	
		Act 2003 authorises	
		the incorporation of	
		this instrument as in	
		force from time to	
		time.	

Document	Description	Manner of	Source
		incorporation	
Civil Aviation	Called up for the purpose	As in force from	This document is
Safety	of defining the	time to time.	available for free on
Amendment	commencement of the		the Federal Register
(Part 91)	instrument.	Paragraph 14(1)(a)	of Legislation.
Regulations 2018		of the Legislation	
		Act 2003 authorises	
		the incorporation of	
		this instrument as in	
		force from time to	
		time.	
Civil Aviation	Various provisions of the	As in force from	This document is
Safety	instrument call up	time to time.	available for free on
Regulations 1998	provisions in the <i>Civil</i>		the Federal Register
1108	Aviation Safety	Paragraph 14(1)(a)	of Legislation.
	Regulations 1998.	of the Legislation	01 2081314110111
	Tieginunons 1996.	Act 2003 authorises	
		the incorporation of	
		this instrument as in	
		force from time to	
		time.	
Determination of	This instrument determines	As in force from	This document is
Airspace and	relevant volumes of	time to time.	available for free on
Controlled	airspace as flight	time to time.	the Federal Register
Aerodromes, Etc.	information regions and	Paragraph 14(1)(a)	of Legislation.
(Designated	areas, as classifications of	of the Legislation	of Degisiation.
Airspace	airspace, and as control	Act 2003 authorises	
Handbook)	zones, and determines	the incorporation of	
Instrument	relevant controlled	this instrument as in	
Thstrument	aerodromes.	force from time to	
	aerodromes.	time.	
	It is a logislative	time.	
	It is a legislative instrument that is revised		
	and reissued by CASA		
	approximately every 6 months.		
	o monus.		
	Incorporated for the		
	Incorporated for the		
	purpose of avoiding doubt about references made to a		
	class of airspace.		

Document	Description	Manner of incorporation	Source
Exposition, of an ASAO	Exposition, for an ASAO, means: (a) the set of documents approved by CASA under regulation 149.080 in relation to the ASAO; or (b) if the set of documents is changed under regulation 149.115 or 149.120, or in accordance with the process mentioned in paragraph 149.340(i) — the set of documents as changed. Various provisions of the instrument cell up and	As existing from time to time. Subsection 98(5D) of the Act authorises the incorporation of this document into the instrument as existing from time to time.	The relevant exposition is available to members of the relevant ASAO.
Operations manual (of a sport aviation body)	instrument call up an exposition. The manual, approved from time to time by CASA, that contains the practices, procedures, instructions and other information by which the	As existing from time to time. Subsection 98(5D) of the Act authorises the incorporation of	The document is available to members of the relevant sport aviation body.
	sport aviation body ensures the operational safety of the aircraft in accordance with the civil aviation legislation. Various provisions of the instrument call up an	this document into the instrument as existing from time to time.	
Part 91 Manual of Standards	operations manual. The Part 91 Manual of Standards (<i>the Part 91 MOS</i>) prescribes matters relating to general operating and flight rules permitted under Part 91 to be prescribed in the Part 91 MOS. Various provisions of the instrument call up provisions in the Part 91 MOS.	As in force from time to time. Paragraph 14(1)(a) of the <i>Legislation Act 2003</i> authorises the incorporation of this instrument as in force from time to time.	This document is available for free on the Federal Register of Legislation.

Document	Description	Manner of	Source
	•	incorporation	
Technical manual (of a sport aviation body)	The manual, approved from time to time by CASA, that contains: (a) airworthiness, design and maintenance standards; and (b) aeronautical practices and test procedures and processes; by which the relevant sport aviation body ensures the technical safety of the aircraft in accordance with the civil aviation legislation. Various provisions of the instrument call up a technical manual.	As existing from time to time. Subsection 98(5D) of the Act authorises the incorporation of this document into the instrument as existing from time to time.	The document is available to members of the relevant sport aviation body.

The exposition of an ASAO, or the operations manual or technical manual of a sport aviation body are typically available to operators and pilots who are members of the applicable ASAO or sport aviation body. CASA has incorporated the documents in the instrument because aviation safety requires the use of the information and data in the documents by aircraft operators and pilots. ASAOs and sport aviation bodies administer a wide variety of aircraft types and operations, and to make legislation addressing all the relevant operation and technical aspects would result in lengthy and complex legislation.

Content of instrument

Subsection 1 sets out the name of the instrument: Civil Aviation Order 95.10 (Exemptions from CAR and CASR — Microlight Aeroplanes) Instrument 2024.

Subsection 2 provides that the instrument commences on 2 December 2024.

Subsection 3 states that the instrument is repealed at the end of 1 December 2027.

Subsection 4 provides that the Order applies to a microlight aeroplane if it is listed with a sport aviation body.

Subsection 5 provides for definitions of terms used in the instrument, such as *relevant aircraft* and *relevant sport aviation body*. The definition of *emergency ELT* has been replaced by a definition of *automatic ELT*, in order to align with terminology used in the Part 91 MOS.

Subsection 6 provides that the relevant aircraft is not required to be issued with a certificate of airworthiness.

Subsection 7 provides that a person performing a duty that is essential to the operation of a relevant aeroplane during flight time is authorised to do so without a civil aviation authorisation mentioned in paragraph 20AB(1)(a) of the Act. This provision ensures that pilots of aircraft that were previously encompassed by Subpart 200.B (which was repealed on 1 December 2021) remain authorised to fly without being licensed by CASA. It also requires that a person making a broadcast on an aeronautical HF frequency must be authorised to do so under Part 61 or Part 64 of CASR.

Subsection 8 states the persons to which the exemptions are granted by CASA under the instrument and sets out which provisions of CASR are exempted from compliance providing the conditions of the Order are complied with. The exemptions are consistent with the previous CAO, and the exemptions are subject to compliance with the conditions in the Order.

Subsection 9 sets out the general conditions that apply in relation to relevant aircraft. These include that the aircraft must not be used other than for the carriage of the pilot or the private conduct of aerial inspections of stock, fencing or farm or pastoral equipment (this does not include aerial application or mustering operations). Operation of the aircraft must be in accordance with the relevant sport aviation body's operations manual and technical manual. Maintenance on aircraft must be performed by suitably qualified persons in accordance with the relevant sport aviation body's technical manual. The subsection is in the same form as it was in the previous CAO.

Subsection 10 sets out the flight conditions which are mostly the same as those in the previous CAO. The conditions include flight height, location and airspace restrictions, requirements to fly only in VMC, during daylight hours and not in acrobatic flight or over a populous areas or public gatherings (subject to certain requirements), not to use radiotelephone equipment (subject to certain qualifications), and a requirement to carry certain emergency location transmitters when flying over a body of water. The subsection is in the same form as it was in the previous CAO.

Subsection 11 provides further qualifications on the conditions under subsection 10 for flying lower than 500 feet above ground level and for such aircraft flying at 5 000 feet or higher above mean sea level.

Subsection 12 provides for an approval process for persons wishing to fly a relevant aircraft otherwise than in accordance with the Order. The subsection is in substantially the same form as in the previous CAO. There are no express fetters on the discretionary power. Applications for approvals will be determined on a case-by-case basis by reference to safety considerations. There may be a range of reasons for an application under this subsection and it would not be practical or necessary for the instrument or Explanatory Statement to specify the factors that the decision-maker should consider in exercising the discretion. General principles of administrative law would restrict the decision-maker to decisions that are reasonable and have regard to relevant considerations. Delegates are specified in a CASA delegation instrument which is reissued from time to time to reflect organisational changes.

An approval under this provision constitutes an *authorisation* within the meaning of regulation 11.015 of CASR. Item 1 of the Table 201.004 of CASR (see subregulation 201.004(2) of CASR) deems an adverse decision on an authorisation to

constitute a reviewable decision on its merits by the Administrative Review Tribunal (*ART*). CASA will include in any such decisions an ART merits review notice.

Subsection 13 sets out the transitional provisions for the instrument and continues certificates, approvals and authorisations given by a sport aviation body, and approvals given by CASA, under the previous CAO. Paragraph 13.3 is included to clarify that certificates, approvals and authorisations that were continued under the previous CAO will continue under the instrument.

In renewing the exemptions under the instrument, CASA has regarded as paramount the preservation of at least an acceptable level of aviation safety.

Legislation Act 2003

Paragraph 98(5AA)(b) of the Act provides that an instrument issued under paragraph 98(5A)(a) is a legislative instrument if the instrument is expressed to apply in relation to a class of aircraft. The instrument states that it applies to relevant aircraft. Additionally, paragraph 98(5AA)(a) of the Act provides that an instrument issued under paragraph 98(5A)(a) is a legislative instrument if the instrument is expressed to apply in relation to a class of persons. The instrument exempts classes of persons from obligations relating to relevant aircraft under specified provisions of CAR and CASR.

The instrument is, therefore, a legislative instrument, and is subject to tabling and disallowance in the Parliament under sections 38 and 42 of the LA.

Sunsetting

As the instrument relates to aviation safety and is made under the CAR and CASR, Part 4 of Chapter 3 of the LA (the *sunsetting provisions*) does not apply to the instrument (item 15 of the table in section 12 of the *Legislation (Exemptions and Other Matters) Regulation 2015*). However, this instrument will be repealed at the end of 1 December 2027, which will occur before the sunsetting provisions would have repealed the instrument if they had applied. Any renewal of the instrument will be subject to tabling and disallowance in the Parliament under sections 38 and 42 of the LA. Therefore, the exemption from sunsetting does not affect parliamentary oversight of this instrument.

Consultation

The instrument is a remake of the previous CAO with only minor or machinery changes and affects the operation of microlight aeroplanes registered with a sport aviation body — the Sports Aviation Federation of Australia (*SAFA*) or Recreational Aviation Australia (*RAAus*). The SAFA and RAAus are represented in the industry Technical Working Group (*TWG*) and were present at the meeting of TWG members where the deferral of the making of the Part 103 MOS, and this subsequent legislative solution, was discussed. In these circumstances, CASA is satisfied that no further consultation is appropriate or reasonably practicable for the instrument for section 17 of the LA.

Sector risk, economic and cost impact

Subsection 9A(1) of the Act states that, in exercising its powers and performing its functions, CASA must regard the safety of air navigation as the most important consideration.

Subsection 9A(3) of the Act states that, subject to subsection (1), in developing and promulgating aviation safety standards under paragraph 9(1)(c), CASA must:

- (a) consider the economic and cost impact on individuals, businesses and the community of the standards; and
- (b) take into account the differing risks associated with different industry sectors.

The cost impact of a standard refers to the direct cost (in the sense of price or expense) which a standard would cause individuals, businesses and the community to incur. The economic impact of a standard refers to the impact a standard would have on the production, distribution and use of wealth across the economy, at the level of the individual, relevant businesses in the aviation sector, and the community more broadly. The economic impact of a standard could also include the general financial impact of that standard on different industry sectors.

As the instrument replaces an expiring instrument with the same (or largely the same) provisions and conditions, there will be no change of economic or cost impact on individuals, businesses or the community.

Impact on categories of operations

The instrument is likely to have a beneficial effect on operators of certain microlight aeroplanes by ensuring continuity for operators.

Impact on regional and remote communities

The instrument is not likely to have a specific impact on operators in regional or remote communities in Australia. The exemptions, when initially made, likely had a generalised beneficial effect on regional, remote and urban communities.

There are no identified rural, remote or regional impacts that differ in any really material way from the general economic and cost impacts, or sector risks described above.

Office of Impact Analysis (OIA)

An Impact Analysis (*IA*) is not required in this case, as the exemptions in the instrument are covered by a standing agreement between CASA and OIA under which an IA is not required for exemptions (OIA id: OIA23-06252).

Statement of Compatibility with Human Rights

The Statement of Compatibility with Human Rights at Attachment 1 has been prepared in accordance with Part 3 of the *Human Rights (Parliamentary Scrutiny) Act 2011*.

Making and commencement

The instrument has been made by a delegate of CASA relying on the power of delegation under subregulation 11.260(1) of CASR.

The instrument commences on 2 December 2024 and is repealed at the end of 1 December 2027.

Statement of Compatibility with Human Rights

Prepared in accordance with Part 3 of the Human Rights (Parliamentary Scrutiny) Act 2011

Civil Aviation Order 95.10 (Exemptions from CAR and CASR — Microlight Aeroplanes) Instrument 2024

This legislative instrument is compatible with the human rights and freedoms recognised or declared in the international instruments listed in section 3 of the *Human Rights (Parliamentary Scrutiny) Act 2011*.

Overview of the legislative instrument

The purpose of Civil Aviation Order 95.10 (Exemptions from CAR and CASR — Microlight Aeroplanes) Instrument 2024 (the instrument) is to reissue Civil Aviation Order 95.10 (Exemptions from CAR and CASR — Microlight Aeroplanes) Instrument 2021 (the previous CAO) in order to continue to exempt operators of microlight aeroplanes from provisions of the Civil Aviation Regulations 1988 (CAR) and Civil Aviation Safety Regulations 1998 (CASR).

The instrument enables the continuation of exemptions for operators of microlight aeroplanes from certain requirements of CASR and CAR.

The instrument reissues the previous CAO in substantially the same form as the previous CAO. The commencement of Part 91 of CASR (on 2 December 2021) repealed certain provisions of CAR that impact the operations of microlight aeroplanes. Therefore, provisions to maintain the operating environment were included in a proposed *Part 103 Manual of Standards* (the *Part 103 MOS*). However, because the making and commencement of the Part 103 MOS has been deferred, provisions that provide assurance of acceptable interim safety outcomes have been included in this instrument.

The intent of the changes is to maintain the operating environment for microlight aeroplanes that existed immediately before 2 December 2021 until the Part 103 MOS can be made and commenced.

Human rights implications

This legislative instrument does not engage any of the applicable rights or freedoms.

Conclusion

This legislative instrument is compatible with human rights as it does not raise any human rights issues.

Civil Aviation Safety Authority