

Commerce
DeKoster, Chair
Comito
Rush

FILED JAN 29 1982

SENATE FILE 2107

BY YENGER and MILLER
of Des Moines

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act requiring an insurer to reduce premiums for automobile
2 liability and property damage insurance for a two-year
3 period for insureds age fifty-five or older who successfully
4 complete an approved motor vehicle accident prevention course.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Chapter 515, Code 1981, is amended by adding
2 the following new section:

3 NEW SECTION. AUTOMOBILE INSURANCE PREMIUM REDUCTION FOR
4 OLDER INSUREDS.

5 1. An insurer shall reduce automobile liability and prop-
6 erty damage insurance premiums for a two-year period for
7 insureds age fifty-five or older who successfully complete
8 an approved motor vehicle accident prevention course and who
9 have not been convicted of a moving vehicle violation under
10 chapter 321 during the five-year period preceding completion
11 of the approved course. As used in this section, "approved
12 course" means a motor vehicle accident prevention course
13 approved by the department of transportation. Completion
14 of a self-instructed course or a course which does not provide
15 actual classroom or field driving instruction for a minimum
16 number of hours does not qualify the insured for a premium
17 reduction; neither does completion of a course for drinking
18 drivers pursuant to section 321.283, subsection 2, qualify
19 the insured for the premium reduction.

20 2. The insurer shall provide the premium reduction which
21 is appropriate when all other actuarial factors relative to
22 the insured are considered.

23 3. When an insured successfully completes an approved
24 course, the course's sponsoring agency shall issue the insured
25 a certificate of completion and shall forward a copy of the
26 certificate to the department of transportation. The director
27 of the department shall maintain a file of certificate copies
28 sent to the department and, at the request of an insurer,
29 send the insurer a copy of an insured's certificate.

30 Sec. 2. Section 307.12, Code 1981, is amended by adding
31 the following new subsection:

32 NEW SUBSECTION. Approve motor vehicle accident prevention
33 courses pursuant to section 1 of this Act. The director also
34 shall maintain a file of copies of certificates of completion
35 sent to the department and, at the request of an insurer,

1 send the insurer a copy of an insured's certificate.

2 Sec. 3. This Act applies to automobile insurance policies
3 issued or renewed on or after the effective date of this Act.

4 EXPLANATION

5 This bill requires insurers to give an appropriate premium
6 reduction to insureds, age fifty-five and older, who
7 successfully complete an accident prevention course approved
8 by the department of transportation. Insureds who have been
9 convicted of a moving vehicle violation in the five years
10 preceding completion of the course are not eligible for the
11 reduction. The bill takes effect July 1 following its
12 enactment and applies to all auto insurance policies issued
13 or renewed on or after the bill's effective date.

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