

JAN 26 1995
COMMERCE - REGULATION

HOUSE FILE 95
BY RANTS

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

A BILL FOR

1 An Act concerning a reduction in automobile liability premiums
2 for certain drivers aged fifty-five or older and providing an
3 effective date.

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

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HF 95

1 Section 1. Section 307.12, Code 1995, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 16. Establish accident prevention courses
4 for persons aged fifty-five or older as required by section
5 516B.4.

6 Sec. 2. NEW SECTION. 516B.4 REDUCTION IN RATES FOR
7 INSUREDS AGED FIFTY-FIVE OR OLDER WHO COMPLETE AN ACCIDENT
8 PREVENTION COURSE.

9 1. The commissioner shall require that insurance companies
10 transacting business in this state provide an appropriate
11 reduction in premiums for automobile liability insurance for
12 insureds aged fifty-five or older who every three years
13 successfully complete an accident prevention course
14 established pursuant to this section.

15 2. The state department of transportation shall, by
16 January 1, 1996, establish a motor vehicle accident prevention
17 course for persons aged fifty-five or older. The department
18 in establishing the course shall, at a minimum, do all of the
19 following:

- 20 a. Establish curriculum requirements.
- 21 b. Establish the number of hours required for successful
22 completion of the course.
- 23 c. Provide for the issuance of a course completion
24 certificate and requiring its submission to an insurer as
25 evidence of completion of the course.
- 26 d. Require persons aged fifty-five or older to retake the
27 course every three years to remain eligible for a premium
28 reduction.

29 3. This section shall not apply to any motor vehicle which
30 is a part of a fleet or is used for commercial purposes unless
31 there is a regularly assigned principal driver and shall not
32 apply to any policy of group automobile insurance under which
33 premiums are broadly averaged for the group rather than
34 determined individually.

35 Sec. 3. This Act takes effect on January 1, 1996.

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EXPLANATION

This bill provides for a premium reduction for insureds aged 55 or older who complete an accident reduction course. The director of transportation is required to establish the course by January 1, 1996, by establishing certain curriculum and hour requirements, and providing for issuance of a certificate upon completion. The bill provides that an insured must retake the course every three years in order to remain eligible for the premium reduction. The effective date of the bill is January 1, 1996.