

MAR 1 1968
TRANSPORTATION

HOUSE FILE 473
BY DE BOEF

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

A BILL FOR

1 An Act relating to suspension or revocation of motor vehicle
2 registration for failure to maintain financial liability
3 coverage.

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

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HF 473

1 Section 1. NEW SECTION. Section 321.101B FAILURE TO
2 MAINTAIN FINANCIAL LIABILITY COVERAGE -- SUSPENSION OR
3 REVOCATION OF REGISTRATION.

4 1. If the financial liability coverage for a motor vehicle
5 which is registered in this state is canceled or terminated
6 effective prior to the expiration date indicated on the
7 financial liability card issued for the motor vehicle, the
8 insurance company that provided such coverage shall notify the
9 department of such cancellation or termination.

10 2. The department is authorized to suspend or revoke the
11 registration of a motor vehicle upon receiving notice of such
12 cancellation or termination of financial liability coverage if
13 the person to whom the registration is issued does not produce
14 proof, as required by the department by rule, that other
15 financial liability coverage is in effect for the motor
16 vehicle.

17 EXPLANATION

18 This bill allows for the suspension or revocation of a
19 motor vehicle's registration if the owner of the motor vehicle
20 does not maintain financial liability coverage.

21 The bill provides that if financial liability coverage for
22 a motor vehicle is canceled or terminated prior to the
23 expiration date indicated on the financial liability coverage
24 card issued for the vehicle, the insurance company that
25 provided such coverage shall notify the state department of
26 transportation of such cancellation or termination. The bill
27 also provides that the department is authorized to suspend or
28 revoke the motor vehicle's registration upon receiving such
29 notice if the person to whom the registration is issued does
30 not produce proof, as required by the department by rule, that
31 other financial liability coverage is in effect for the motor
32 vehicle.

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