HOUSE FILE _____ BY LUKAN

 Passed House, Date
 Passed Senate, Date

 Vote:
 Ayes

 Approved
 Vote:

A BILL FOR

1 An Act to require proof of financial liability coverage upon 2 registration of a motor vehicle and providing penalties. 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 4 TLSB 1767HH 82 5 dea/gg/14

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Section 1. Section 321.20, subsection 1, Code 2007, is 1 2 amended by adding the following new paragraph: 1 1 3 <u>NEW PARAGRAPH</u>. q. If the vehicle is a motor vehicle, the 4 owner shall certify on the application that financial 5 liability coverage is in effect for the motor vehicle and 6 provide a description of the financial liability coverage as 1 1 1 1 7 noted on the proof of financial liability coverage card issued 8 for the motor vehicle. The owner shall notify the county 9 treasurer when the insurance carrier or other source of the 1 1 1 10 financial liability coverage changes within thirty days of 1 11 obtaining the new coverage. The application provided by the 1 12 department shall include a statement for the applicant to sign 1 13 that acknowledges the applicant's knowledge of the requirement 1 14 to notify the county treasurer of a financial liability 1 15 coverage change. A person who falsely certifies as to 1 16 financial liability coverage required under this section or 1 17 section 321.40 commits a simple misdemeanor. A person who 1 18 fails to notify the county treasurer of a change in financial 1 19 liability coverage as required pursuant to this paragraph 1 20 commits a simple misdemeanor if the person's motor vehicle is 1 21 operated on the highway after the thirty=day notification 1 22 period has lapsed. 1 23 Sec. 2. Section 321.30, Code 2007, is amended by adding 1 24 the following new subsection: 1 25 <u>NEW SUBSECTION</u>. 17. The department or the county 1 26 treasurer shall refuse registration of a motor vehicle if the 1 27 owner does not provide satisfactory certification that 1 28 financial liability coverage is in effect for the motor 1 29 vehicle. 1 30 Sec. 3. Section 321.40, Code 2007, is amended by adding 1 31 the following new unnumbered paragraph: 1 32 NEW UNNUMBERED PARAGRAPH. A form for certification of 1 33 financial liability coverage shall accompany each renewal 1 34 statement sent to the owner of a motor vehicle under this 35 section. The county treasurer shall refuse to renew the 1 registration of a motor vehicle if the applicant does not 2 submit certification of financial liability coverage in effect 1 2 2 2 2 3 for the motor vehicle. 4 EXPLANATION 2 This bill requires the owner of a motor vehicle to certify 5 2 5 This bill requires the owner of a motor vehicle to certify 2 6 that financial liability coverage is in effect for the vehicle 2 7 at the time the vehicle is registered and each time the 2 8 registration is renewed. If the insurance carrier or other 9 source of the financial liability coverage changes, the owner 2 10 of the motor vehicle has 30 days in which to notify the county 2 11 treasurer of the change in coverage. The owner of the motor 2 12 vehicle can be charged with a simple misdemeanor if the owner 2 13 faile to provide timely potification of a charge in goverage 2 13 fails to provide timely notification of a change in coverage 2 14 and the motor vehicle is operated on a highway. In addition, 2 15 a person who falsely certifies as to financial liability 2 16 coverage required for registration or renewal commits a simple 2 17 misdemeanor. A simple misdemeanor is punishable by 2 18 confinement for no more than 30 days or a fine of at least \$65 2 19 but not more than \$625 or by both. 2 20 LSB 1767HH 82

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