HOUSE FILE \_\_\_\_\_ BY ANDERSON

 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. 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 4 TLSB 1838HH 83 5 dea/nh/14

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Section 1. Section 321.20, subsection 1, Code 2009, is 1 2 amended by adding the following new paragraph: 1 1 NEW PARAGRAPH. q. If the vehicle is a motor vehicle, the 3 4 owner shall certify on the application that financial 5 liability coverage is in effect for the motor vehicle and 6 provide a copy of the proof of financial liability coverage 1 1 1 7 card issued for the motor vehicle, a description of the 1 8 financial liability coverage as noted on the proof of 9 financial liability coverage card, or other documentation 1 1 1 10 acceptable to the department. This paragraph does not apply 1 11 to a motor vehicle registered as a "limited use" vehicle 1 12 pursuant to sections 321.58 through 321.62 or section 321.115. 1 13 Sec. 2. Section 321.30, Code 2009, is amended by adding 1 14 the following new subsection: 1 15 <u>NEW SUBSECTION</u>. 4. The department or the county treasurer 1 16 shall refuse registration of a motor vehicle if the owner does 1 17 not provide satisfactory certification that financial 1 18 liability coverage is in effect for the motor vehicle. This 1 19 subsection does not apply to a motor vehicle registered as a 1 20 "limited use" vehicle pursuant to sections 321.58 through 1 21 321.62 or section 321.115. 1 22 Sec. 3. Section 321.40, Code 2009, is amended by adding 1 23 the following new subsection: 24 <u>NEW SUBSECTION</u>. 10. A form for certification of financial 25 liability coverage shall accompany each renewal statement sent 1 24 1 1 26 to the owner of a motor vehicle under this section. The 1 27 county treasurer shall refuse to renew the registration of a 1 28 motor vehicle if the applicant does not submit certification 1 29 of financial liability coverage in effect for the motor 1 30 vehicle. This subsection does not apply to a motor vehicle 1 31 registered as a "limited use" vehicle pursuant to sections 32 321.58 through 321.62 or section 321.115. 1 1 33 EXPLANATION 1 This bill requires the owner of a motor vehicle to certify 34 35 that financial liability coverage is in effect for the vehicle 1 at the time the vehicle is registered and each time the 1 2 2 registration is renewed. At the time of application for 2 3 registration of a motor vehicle, the owner is required to 4 provide a copy of the proof of financial liability coverage 2 2 5 card issued for the motor vehicle, a description of the 6 coverage as noted on the card, or other documentation 7 acceptable to the department of transportation. The 2 2 2 2 2 8 department or the county treasurer shall not register a motor 2 9 vehicle or renew a registration in the absence of satisfactory 2 10 proof that financial liability coverage is in effect for the
2 11 vehicle.
2 12 Motor vehicles that are registered as "limited use" 2 13 vehicles, such as certain antique vehicles and vehicles in a 2 14 dealer's inventory, are exempt from the requirements under the 2 15 bill. 2 16 LSB 1838HH 83 2 17 dea/nh/14