

House File 2152 - Introduced

HOUSE FILE 2152

BY ALONS

A BILL FOR

1 An Act relating to the cancellation or termination of financial
2 liability coverage on a motor vehicle registered in this
3 state.

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

1 Section 1. NEW SECTION. 321.20C Cancellation or termination
2 of financial liability coverage by insured.

3 An insurance company that provides financial liability
4 coverage for a motor vehicle which is registered in this state
5 shall not cancel or terminate such coverage at the request
6 of the insured prior to the expiration date indicated on the
7 financial liability card issued for the motor vehicle, unless
8 the insured provides proof that the insured is no longer the
9 owner of the motor vehicle.

10 EXPLANATION

11 This bill prohibits an insurance company that provides
12 financial liability coverage for a motor vehicle which is
13 registered in this state from canceling or terminating such
14 coverage at the request of the insured prior to the expiration
15 date indicated on the financial liability card issued for the
16 motor vehicle, unless the insured provides proof that the
17 insured no longer owns the motor vehicle.