

FEB 1 0 2006  
TRANSPORTATION

HOUSE FILE 2340  
BY ANDERSON

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act increasing the minimum amount of money necessary to prove  
2 financial responsibility for motor vehicle accidents.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2340

1 Section 1. Section 321A.1, subsection 11, Code Supplement  
2 2005, is amended to read as follows:

3 11. PROOF OF FINANCIAL RESPONSIBILITY. Proof of ability  
4 to respond in damages for liability, on account of accidents  
5 occurring subsequent to the effective date of the proof,  
6 arising out of the ownership, maintenance, or use of a motor  
7 vehicle, in amounts as follows: With respect to accidents  
8 occurring on or after January 1, 1981, and prior to January 1,  
9 1983, the amount of fifteen thousand dollars because of bodily  
10 injury to or death of one person in any one accident, and,  
11 subject to the limit for one person, the amount of thirty  
12 thousand dollars because of bodily injury to or death of two  
13 or more persons in any one accident, and the amount of ten  
14 thousand dollars because of injury to or destruction of  
15 property of others in any one accident; and with respect to  
16 accidents occurring on or after January 1, ~~1983~~ 2007, the  
17 amount of twenty one hundred thousand dollars because of  
18 bodily injury to or death of one ~~person-in-any-one-accident,~~  
19 ~~and,-subject-to-the-limit-for-one-person,-the-amount-of-forty~~  
20 ~~thousand-dollars-because-of-bodily-injury-to-or-death-of-two~~  
21 ~~or more persons in-any-one-accident,~~ and the ~~amount-of-fifteen~~  
22 ~~thousand-dollars-because-of-injury-to-or~~ destruction of  
23 property of others in any one accident.

24 EXPLANATION

25 This bill raises the amount necessary to show proof of  
26 financial responsibility for liability arising out of the  
27 ownership, maintenance, or use of a motor vehicle to \$100,000  
28 for damages because of bodily injury to or death of one or  
29 more persons and destruction of property of others occurring  
30 in any one motor vehicle accident.

31 Currently, proof of such financial responsibility requires  
32 the amount of \$20,000 because of bodily injury to or death of  
33 one person in any one accident, and subject to the limit for  
34 one person, the amount of \$40,000 because of bodily injury to  
35 or death of two or more persons in any one accident, and the

1 amount of \$15,000 because of injury to or destruction of  
2 property of others in any one accident.

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