HOUSE BILL NO.

Uninsured motorists-amendments.

Sponsored by: Joint Transportation, Highways and Military Affairs Interim Committee

A BILL

for

1 AN ACT relating to motor vehicles; requiring insurers to

- 2 provide notice to the department of transportation upon
- 3 cancellation, nonrenewal or issuance of motor vehicle
- 4 liability policies; specifying duties of the department of
- 5 transportation; amending penalties for failure to maintain
- 6 liability coverage; requiring charges for failure to
- 7 maintain liability coverage; and providing for an effective
- 8 date.

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10 Be It Enacted by the Legislature of the State of Wyoming:

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12 **Section 1.** W.S. 31-1-204 is created to read:

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- 14 31-1-204. Notice of insurance cancellation or
- 15 nonrenewal.

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(a) An insurer who cancels or becomes aware of the 1 2 cancellation, nonrenewal or initial issuance of a motor 3 vehicle liability policy required by law to be issued on a 4 motor vehicle in this state shall provide to the department 5 in a manner prescribed by rule of the department information regarding the cancellation, nonrenewal or initial issuance 6 within ten (10) days of processing the cancellation, 7 nonrenewal or initial issuance of a policy. The information 8 9 provided by the insurer shall include the date on which the 10 policy was cancelled, not renewed or initially issued. 11 Except as provided by subsection (c) of this section, the 12 information regarding the policy shall designate by explicit 13 description or by appropriate reference all motor vehicles 14 which were or are to be covered thereby unless the policy is issued to a person who is not the owner of a motor vehicle. 15

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17 (b) The department shall:

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19 Develop and adopt by rule and regulation a 20 system to allow the electronic transmission of data from 21 insurance companies to the department and shall maintain a 22 database of cancelled, terminated or lapsed policies;

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(ii) Provide notice of cancellation, nonrenewal 1

2 and issuance information to all law enforcement agencies and

3 the appropriate county treasurer upon request.

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5 (c) Nothing in this section shall be construed to

require an insurer to provide the explicit description of or 6

7 appropriate reference to a vehicle covered under a

commercial vehicle insurance policy that provides automatic 8

9 coverage or loss thereof for additional or newly acquired or

10 sold vehicles.

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12 (d) On cancellation or nonrenewal of a policy, an

13 insurer shall notify the insured that the department has

been notified of the cancellation or nonrenewal. 14

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16 Information provided by an insurer to the (e)

17 department pursuant to this section shall be solely for the

use of the department or appropriate law enforcement 18

officers and is not a public record for purposes of W.S. 19

20 16-4-201 through 16-4-205.

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22 Section 2. W.S. 31-4-103(a) and (b) (intro) is amended

23 to read:

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31-4-103. Failure to maintain liability coverage; 1

2 penalties; exceptions.

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4 (a) No owner of a motor vehicle required to be 5 registered shall operate or permit the operation of his motor vehicle without having in full force and effect a 6 motor vehicle liability policy in amounts provided by W.S. 7 31-9-405 (b) or a bond in amounts provided by W.S. 8 9 31-9-102(a)(xi). Violation of this subsection is a 10 misdemeanor punishable by imprisonment for not more than 11 six (6) months, a fine of not less than two hundred fifty 12 dollars (\$250.00) five hundred dollars (\$500.00) nor more 13 than seven hundred fifty dollars (\$750.00), or both. On a second or subsequent violation of this subsection, the 14 person may be fined not less than five hundred dollars 15 (\$500.00) one thousand dollars (\$1,000.00) nor more than 16 17 one thousand five hundred dollars (\$1,500.00), imprisoned for not more than six (6) months, or both. In addition to 18 the fine or imprisonment imposed for a second or subsequent 19 20 violation of this subsection, the judge shall require the 21 defendant to deliver the registration and license plates of 22 the vehicle involved to the county treasurer for the county where the citation was issued, and the registration and 23 24 license plates shall be held by the county treasurer until

1 such time as the judge determines that the defendant has met all obligations imposed by law. Excusable neglect or 2 3 mistake by another is a defense for any violation of this 4 subsection. If evidence of excusable neglect or mistake by 5 another is presented and the defendant is convicted, the court may consider this evidence in imposing a penalty 6 under this subsection. The judge may suspend part or all 7 the sentence under this subsection and place the 8 9 defendant on probation subject to conditions imposed by the 10 judge which shall include a condition that the defendant 11 shall deliver the registration and license plates of the 12 vehicle involved to the county treasurer for the county 13 where the citation was issued. This subsection does not 14 apply to a vehicle owned by a nonresident and registered in a state requiring insurance if a vehicle insurance policy 15 16 meeting requirements of the laws and regulations of that 17 state is in effect or unless it otherwise complies with the of that state concerning compulsory financial 18 laws 19 responsibility. The department shall report any violation 20 of this subsection to the motor vehicle administrator in 21 the state wherein the vehicle is registered. A vehicle 22 owned by a nonresident and registered in a state not requiring insurance is exempt from this subsection. 23

1 (b) Any police officer as defined by W.S. 2 31-5-102(a)(xxxiii), issuing a citation for any moving 3 violation under W.S. 31-5-101 through 31-5-1402 4 inspecting any vehicle, shall require the operator of any 5 motor vehicle required to be registered to produce evidence of whether the operator or owner of the motor vehicle has 6 in full force and effect a motor vehicle liability policy 7 in amounts provided by W.S. 31-9-405(b) or a bond in 8 9 amounts provided by W.S. 31-9-102(a)(xi). If the operator 10 cannot show written proof of financial responsibility, the 11 driver shall have seven (7) days to produce such proof. 12 Any operator or owner of a motor vehicle required to be 13 registered who is not able to demonstrate evidence of 14 compliance with subsection (a) of this section may shall be charged with violating that subsection. Additionally, the 15 16 judge may order any driver failing to produce written proof 17 financial responsibility to pay restitution accordance with W.S. 7-9-101 through 7-9-115. Effective 18 January 1, 1993, the displaying or exhibiting of a validly 19 20 issued insurance identification card as provided by W.S. 21 31-8-201 by an operator or owner of the motor vehicle 22 constitutes compliance with this section. No operator or owner of a motor vehicle charged with violating this 23 24 section shall be convicted if he produces in court one (1)

1 of the following which was valid at the time of arrest or

2 at the time the citation was issued:

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4 Section 3. This act is effective July 1, 2005.

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6 (END)