{deleted text} shows text that was in SB0194 but was deleted in SB0194S01.

inserted text shows text that was not in SB0194 but was inserted into SB0194S01.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will NOT be completely accurate. Therefore, you need to read the actual bills. This automatically generated document could contain inaccuracies caused by: limitations of the compare program; bad input data; or other causes.

RENTAL VSHIATOECH Bramble proposes the following substitute bill:

VEHICLE REGISTRATION AND

}INSURANCE <u>AMENDMENTS</u>

2016 GENERAL SESSION STATE OF UTAH

Chief Sponsor: Curtis S. Bramble

House Sponsor: \(\) \(

LONG TITLE

General Description:

This bill amends provisions related to {providing proof of } vehicle registration and insurance.

Highlighted Provisions:

This bill:

- provides that a person operating a vehicle owned by a rental company may have in the person's possession or display, as proof of vehicle registration or insurance, the vehicle's rental agreement : and
- <u>provides requirements to maintain owner's or operator's to maintain owner's or operator's security for a school bus under certain conditions.</u>

Money Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

AMENDS:

41-1a-214, as last amended by Laws of Utah 2015, Chapter 412

41-12a-303.2, as last amended by Laws of Utah 2015, Chapter 412

41-12a-301, as last amended by Laws of Utah 2008, Chapter 36

Be it enacted by the Legislature of the state of Utah:

Section 1. Section 41-1a-214 is amended to read:

41-1a-214. Registration card to be signed, carried, and exhibited.

- (1) A registration card shall be signed by the owner in ink in the space provided.
- (2) A registration card shall be carried at all times in the vehicle to which it was issued.
- (3) The person driving or in control of a vehicle shall display the registration card upon demand of a peace officer or any officer or employee of the division.
- (4) For a vehicle owned by a rental company, as defined in Section 31A-22-311, a person driving or in control of the vehicle may display the vehicle's rental agreement, as defined in Section 31A-22-311, in place of a registration card for compliance with Subsection (3).

 $\left[\frac{4}{4}\right]$ (5) A violation of this section is an infraction.

Section 2. Section 41-12a-301 is amended to read:

41-12a-301. Definition -- Requirement of owner's or operator's security -- Exceptions.

- (1) As used in this section:
- (a) "highway" has the same meaning as provided in Section 41-1a-102; and
- (b) "quasi-public road or parking area" has the same meaning as provided in Section 41-6a-214.
 - (2) Except as provided in Subsection (5):
 - (a) every resident owner of a motor vehicle shall maintain owner's or operator's

security in effect at any time that the motor vehicle is operated on a highway or on a quasi-public road or parking area within the state; and

- (b) every nonresident owner of a motor vehicle that has been physically present in this state for:
- (i) 90 or fewer days during the preceding 365 days shall maintain the type and amount of owner's or operator's security required in his place of residence, in effect continuously throughout the period the motor vehicle remains within Utah; or
- (ii) more than 90 days during the preceding 365 days shall thereafter maintain owner's or operator's security in effect continuously throughout the period the motor vehicle remains within Utah.
- (3) (a) Except as provided in Subsection (5), the state and all of its political subdivisions and their respective departments, institutions, or agencies shall maintain owner's or operator's security in effect continuously for their motor vehicles.
- (b) Any other state is considered a nonresident owner of its motor vehicles and is subject to Subsection (2)(b).
- (4) The United States, any political subdivision of it, or any of its agencies may maintain owner's or operator's security in effect for their motor vehicles.
 - (5) Owner's or operator's security is not required for any of the following:
 - (a) off-highway vehicles registered under Section 41-22-3 when operated either:
 - (i) on a highway designated as open for off-highway vehicle use; or
 - (ii) in the manner prescribed by Subsections 41-22-10.3(1) through (3);
- (b) off-highway implements of husbandry operated in the manner prescribed by Subsections 41-22-5.5(3) through (5);
 - (c) electric assisted bicycles as defined under Section 41-6a-102;
 - (d) motor assisted scooters as defined under Section 41-6a-102; or
 - (e) electric personal assistive mobility devices as defined under Section 41-6a-102.
- (f) a school district, for a school bus that the school district authorizes a state entity or political subdivision of the state to use.
- (6) If a school district authorizes a state entity or political subdivision of the state to use a school bus:
 - (a) the state entity or political subdivision shall maintain owner's or operator's security

during the term of the school bus use in an amount that is greater than or equal to any governmental immunity liability limit;

- (b) the state entity or the political subdivision shall indemnify and defend the school district for any claim that arises from the school bus use; and
- (c) if the school district maintains owner's or operator's security for the school bus

 during the term of school bus use, the owner's and operator's security maintained by the state

 entity or political subdivision of the state is primary to the owner's and operator's security

 maintained by the school district.

Section $\frac{2}{3}$. Section 41-12a-303.2 is amended to read:

- 41-12a-303.2. Evidence of owner's or operator's security to be carried when operating motor vehicle -- Defense -- Penalties.
 - (1) As used in this section:
 - (a) "Division" means the Motor Vehicle Division of the State Tax Commission.
- (b) "Registration materials" means the evidences of motor vehicle registration, including all registration cards, license plates, temporary permits, and nonresident temporary permits.
 - (2) (a) (i) A person operating a motor vehicle shall:
- (A) have in the person's immediate possession evidence of owner's or operator's security for the motor vehicle the person is operating; and
 - (B) display it upon demand of a peace officer.
- (ii) A person is exempt from the requirements of Subsection (2)(a)(i) if the person is operating:
 - (A) a government-owned or leased motor vehicle; or
- (B) an employer-owned or leased motor vehicle and is driving it with the employer's permission.
- (iii) A person operating a vehicle that is owned by a rental company, as defined in Section 31A-22-311, may comply with Subsection (2)(a)(i) by having in the person's immediate possession, or displaying, the rental vehicle's rental agreement, as defined in Section 31A-22-311.
 - (b) Evidence of owner's or operator's security includes any one of the following:
 - (i) a copy of the operator's valid:

- (A) insurance policy;
- (B) insurance policy declaration page;
- (C) binder notice;
- (D) renewal notice; or
- (E) card issued by an insurance company as evidence of insurance;
- (ii) a certificate of insurance issued under Section 41-12a-402;
- (iii) a certified copy of a surety bond issued under Section 41-12a-405;
- (iv) a certificate of the state treasurer issued under Section 41-12a-406;
- (v) a certificate of self-funded coverage issued under Section 41-12a-407; or
- (vi) information that the vehicle or driver is insured from the Uninsured Motorist Identification Database Program created under Title 41, Chapter 12a, Part 8, Uninsured Motorist Identification Database Program.
- (c) A card issued by an insurance company as evidence of owner's or operator's security under Subsection (2)(b)(i)(E) on or after July 1, 2014, may not display the owner's or operator's address on the card.
- (d) (i) A person may provide to a peace officer evidence of owner's or operator's security described in this Subsection (2) in:
 - (A) a hard copy format; or
 - (B) an electronic format using a mobile electronic device.
- (ii) If a person provides evidence of owner's or operator's security in an electronic format using a mobile electronic device under this Subsection (2)(d), the peace officer viewing the owner's or operator's security on the mobile electronic device may not view any other content on the mobile electronic device.
- (iii) Notwithstanding any other provision under this section, a peace officer is not subject to civil liability or criminal penalties under this section if the peace officer inadvertently views content other than the evidence of owner's or operator's security on the mobile electronic device.
- (e) (i) Evidence of owner's or operator's security from the Uninsured Motorist Identification Database Program described under Subsection (2)(b)(vi) supercedes any evidence of owner's or operator's security described under Subsection (2)(b)(i)(D) or (E).
 - (ii) A peace officer may not cite or arrest a person for a violation of Subsection (2)(a) if

the Uninsured Motorist Identification Database Program created under Title 41, Chapter 12a, Part 8, Uninsured Motorist Identification Database Program, information indicates that the vehicle or driver is insured.

- (3) It is an affirmative defense to a charge under this section that the person had owner's or operator's security in effect for the vehicle the person was operating at the time of the person's citation or arrest.
- (4) (a) Evidence of owner's or operator's security as defined under Subsection (2)(b) or a written statement from an insurance producer or company verifying that the person had the required motor vehicle insurance coverage on the date specified is considered proof of owner's or operator's security for purposes of Subsection (3) and Section 41-12a-804.
- (b) The court considering a citation issued under this section shall allow the evidence or a written statement under Subsection (4)(a) and a copy of the citation to be faxed or mailed to the clerk of the court to satisfy Subsection (3).
- (c) The notice under Section 41-12a-804 shall specify that the written statement under Subsection (4)(a) and a copy of the notice shall be faxed or mailed to the designated agent to satisfy the proof of owner's or operator's security required under Section 41-12a-804.
- (5) A violation of this section is a class C misdemeanor, and the fine shall be not less than:
 - (a) \$400 for a first offense; and
- (b) \$1,000 for a second and subsequent offense within three years of a previous conviction or bail forfeiture.
- (6) Upon receiving notification from a court of a conviction for a violation of this section, the department:
 - (a) shall suspend the person's driver license; and
- (b) may not renew the person's driver license or issue a driver license to the person until the person gives the department proof of owner's or operator's security.
- (i) This proof of owner's or operator's security shall be given by any of the ways required under Section 41-12a-401.
- (ii) This proof of owner's or operator's security shall be maintained with the department for a three-year period.
 - (iii) An insurer that provides a certificate of insurance as provided under Section

41-12a-402 or 41-12a-403 may not terminate the insurance policy unless notice of termination is filed with the department no later than 10 days after termination as required under Section 41-12a-404.

(iv) If a person who has canceled the certificate of insurance applies for a license within three years from the date proof of owner's or operator's security was originally required, the department shall refuse the application unless the person reestablishes proof of owner's or operator's security and maintains the proof for the remainder of the three-year period.

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Legislative Review Note

Office of Legislative Research and General Counsel}