HLS 14RS-635 REENGROSSED

Regular Session, 2014

HOUSE BILL NO. 851

1

BY REPRESENTATIVE TALBOT

MTR VEHICLE/COMPULS INS: Increases penalties for driving with a cancelled auto liability policy

AN ACT

2	To amend and reenact R.S. 32:862(G)(4), 863(A)(1), (3)(a), and (B)(2)(b), 863.1(I)(3), 864,
3	and 865(A) and (B)(1), relative to the penalties for operating a motor vehicle
4	without the required motor vehicle liability security; to increase penalties for failing
5	to provide required proof of compliance; to require suspension, revocation, and
6	cancellation of driver's license and registration for violations; to remove limits on the
7	maximum amount of penalties and reinstatement fees that are assessed; to increase
8	the administrative reinstatement fee; and to provide for related matters.
9	Be it enacted by the Legislature of Louisiana:
10	Section 1. R.S. 32:862(G)(4), 863(A)(1), (3)(a), and (B)(2)(b), 863.1(I)(3), 864, and
11	865(A) and (B)(1) are hereby amended and reenacted to read as follows:
12	§862. Proof of compliance
13	* * *
14	G. The prohibited actions and penalties for violations thereof are as follows:
15	* * *
16	(4) Whoever violates the provisions of this Subsection shall be fined not <u>less</u>
17	than five hundred dollars nor more than one thousand dollars and shall be required
18	to perform not less than forty hours nor more than two hundred hours of community
19	service.
20	* * *

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

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§863. Sanctions for false declaration; reinstatement fees; revocation of registration; review

A.(1) Except as provided herein below in this Section, when the secretary determines that a vehicle is not covered by security as required by this Chapter or that the owner or lessee has allowed the required security to lapse, he shall revoke the registration of the vehicle, and impound or cancel the vehicle's license plate.

* * *

(3)(a) Sanctions for a violation of Paragraph (1) of this Subsection shall be imposed until proof of required liability security is provided to the secretary and all reinstatement fees are paid. Sanctions for a violation of Paragraph (2) of this Subsection shall be imposed for a period of not less than six twelve months nor more than eighteen months. However, in no event shall these sanctions be removed until such time as proof of the required security is provided to the secretary along with all appropriate fees required by law, including a reinstatement fee of twenty-five fifty dollars per violation of Paragraph (1) of this Subsection if the vehicle was not covered by the required security for a period of one to thirty days, one hundred fifty dollars if the vehicle was not covered by required security for a period of thirty-one to ninety days, and two three hundred dollars if the vehicle was not covered by required security for a period in excess of ninety days. No reinstatement fee shall be imposed by the secretary if the vehicle was not covered by required security for a period of ten days or less and the insured surrenders the vehicle's license plate to the secretary within ten days. The reinstatement fees for violations of Paragraph (2) of this Subsection shall be as follows: twenty-five one hundred twenty-five dollars for a first violation, one two hundred dollars for a second violation, and two hundred four hundred dollars for a third or subsequent violation, provided the offenses occurred within a five-year period. The reinstatement fee shall not be owed for an alleged violation of Paragraph (2) of this Subsection when proof of the required security is provided to the secretary. If at the time of reinstatement a person has multiple violations, the total amount of fees to be paid shall not exceed five hundred 1

2	no time shall the total amount of fees, including any administrative fees, exceed two
3	hundred dollars for persons sixty-five years or older.
4	* * *
5	B. The sanctions of Paragraph (A)(1) of this Section shall not be imposed,
6	and any fine, fee, or other monetary sanction which has been remitted to the
7	secretary pursuant to the sanctions of this Section, specifically including any
8	reinstatement fee paid pursuant to Paragraph (A)(3) of this Section and any fee paid
9	pursuant to Paragraph (D)(5) of this Section, shall be promptly refunded by the
10	secretary to the person who paid it, if the owner or lessee furnishes any of the
11	following:
12	* * *
13	(2) If such evidence is not furnished by the owner or lessee, any other
14	evidence satisfactory to the secretary, that each of the following conditions are met:
15	* * *
16	(b) The vehicle is currently covered by security as required by R.S. 32:861
17	and that the required security has been continuous without lapse.
18	* * *
19	§863.1. Evidence of compulsory motor vehicle liability security contained in
20	vehicle; enforcement; penalty; fees
21	* * *
22	I.
23	* * *
24	(3) If the owner fails to provide the proof required in Paragraph (2) of this
25	Subsection, there shall be a fine of fifty one hundred dollars for a first offense, a fine
26	of one two hundred fifty dollars for a second offense, and a fine of five hundred
27	dollars for any subsequent offense.
28	* * *

dollars, including any administrative fees for persons under sixty-five years old. At

1 §864. Criminal sanctions for false declaration 2 Any person, firm, or corporation which violates R.S. 32:863(A)(2) shall be 3 guilty of a misdemeanor and upon conviction shall be fined not more less than one 4 two hundred twenty-five fifty dollars nor more than five hundred dollars or 5 imprisoned for a period of not more than thirty days. §865. Criminal sanctions for operating motor vehicle not covered by security 6 7 A. Any person knowingly operating a motor vehicle and any owner allowing 8 a motor vehicle to be operated, when such motor vehicle is not covered by the 9 security required under R.S. 32:861 shall, upon conviction, be fined not more less 10 than five hundred dollars nor more than one thousand dollars. B.(1) If the vehicle is in any manner involved in an accident within this state, 11 12 when such motor vehicle is not covered by the security required under R.S. 32:861, 13 the owner thereof shall, upon conviction, be fined not more less than five hundred 14 dollars nor more than one thousand dollars, shall have the registration of the vehicle 15 revoked for a period of sixty one hundred eighty days, and shall have his driving 16 privileges suspended for a period of sixty one hundred eighty days. 17 18 Section 2. This Act shall become effective on February 1, 2015.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

Talbot HB No. 851

Abstract: Increases penalties for operating a vehicle without the required liability insurance.

<u>Present law</u> requires a fine not to exceed \$1,000 for violation of the Motor Vehicle Safety Responsibility law.

<u>Proposed law</u> retains <u>present law</u> and additionally requires a minimum fine of \$500.

<u>Present law</u> provides that the Dept. of Public Safety and Corrections (DPS&C) may suspend, revoke, or cancel the driver's license of a driver who violates the Motor Vehicle Safety Responsibility law.

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

REENGROSSED HB NO. 851

<u>Present law</u> requires that DPS&C revoke the registration, impound, or cancel the vehicle license plate of a vehicle not covered by security as required by the Motor Vehicle Safety Responsibility law.

<u>Proposed law</u> requires that DPS&C revoke the registration, and impound the vehicle, or cancel the vehicle license plate of a vehicle not covered by security as required by the Motor Vehicle Safety Responsibility law.

<u>Present law</u> requires that DPS&C revoke the registration, impound the vehicle, and cancel the vehicle license plate of a vehicle for period of not less than six months nor longer than 18 months when the owner submitted false information that the vehicle was covered by the required security in his application for registration or in his application for inspection.

<u>Proposed law</u> retains <u>present law</u> but requires that DPS&C revoke the registration, impound the vehicle, and cancel the vehicle license plate of a vehicle for a period of not less than 12 months.

<u>Present law</u> requires that DPS&C impose a reinstatement fee of \$25 if a vehicle was not covered by the required security for a period of one to 31 days, a fee of \$100 for a period of 31 to 90 days, and a fee of \$200 for a period in excess of 90 days.

<u>Proposed law</u> increases the required reinstatement fee to \$50 if a vehicle was not covered by the required security for a period of one to 31 days, to \$150 for a period of 31 to 90 days, and to \$300 for a period in excess of 90 days.

<u>Present law</u> requires that DPS&C impose a reinstatement fee of \$25 if a vehicle was not covered by the required security for a period of one to 31 days, a fee of \$100 for a period of 31 to 90 days, and a fee of \$200 for a period in excess of 90 days when the registration has been revoked because the owner submitted false information that the vehicle was covered by the required security in his application for registration or in his application for inspection.

<u>Proposed law</u> increases the required reinstatement fee to \$125 if a vehicle was not covered by the required security for a period of one to 31 days, to \$200 for a period of 31 to 90 days, and to \$400 for a period in excess of 90 days.

<u>Present law</u> provides that if a person has multiple violations at the time of reinstatement, the total amount of fees shall not exceed \$500 for a person under 65 years old, and \$200 for a person 65 years or older.

<u>Proposed law</u> removes the maximum amount of fees that can be owed by any person at the time of reinstatement.

<u>Present law</u> provides that DPS&C shall waive the sanctions and reinstatement fees for failure to maintain the required security when the owner furnishes evidence to DPS&C that the vehicle is currently covered by the required security.

<u>Proposed law</u> retains <u>present law</u> but requires that the required security have been continuous without lapse.

<u>Present law</u> requires a fine of \$50 for a first offense and a fine of \$150 for a second offense when the operator of a vehicle registered in another state is involved in an accident in La. and is unable to provide documentation that the vehicle is in compliance with the Motor Vehicle Safety Responsibility law.

<u>Proposed law</u> increases the fine to \$100 for a first offense and to \$250 for a second offense.

<u>Present law</u> requires a fine of not more than \$125 for the submission of false information that a vehicle was covered by the required security in an application for registration or an application for inspection.

<u>Proposed law</u> retains <u>present law</u> but requires a minimum fine of \$250 and a maximum fine of \$500.

<u>Present law</u> requires a fine of not more than \$500 for knowingly operating a vehicle or allowing to be operated without the required security.

<u>Proposed law</u> retains <u>present law</u> but requires a minimum fine of \$250 and a maximum fine of \$500.

<u>Present law</u> requires a fine of not more than \$500, revocation of vehicle registration for 60 days, and suspension of driving privileges for 60 days imposed upon the owner of a vehicle involved in an accident in La. when not covered by the required security.

<u>Proposed law</u> retains <u>present law</u> but requires a minimum fine of \$500 and a maximum fine of \$1,000, increases the revocation of the vehicle registration to 180 days, and suspension of driving privileges to 180 days.

Effective Feb. 1, 2015.

(Amends R.S. 32:862(G)(4), 863(A)(1), (3)(a), and (B)(2)(b), 863.1(I)(3), 864, and 865(A) and (B)(1))

Summary of Amendments Adopted by House

Committee Amendments Proposed by <u>House Committee on Transportation, Highways and Public Works</u> to the <u>original</u> bill.

- 1. Made technical changes.
- 2. Removed increases in the reinstatement fee.
- 3. Removed changes to the notification of cancellation or issuance of security and penalties.
- 4. Added the effective date of Feb. 1, 2015.

House Floor Amendments to the engrossed bill.

- 1. Changed the reinstatement fees imposed by DPS&C to \$50 if a vehicle was not covered by the required security for a period of one to 31 days, a fee of \$150 for a period of 31 to 90 days, and a fee of \$300 for a period in excess of 90 days.
- 2. Changed the reinstatement fees to \$125 if a vehicle was not covered by the required security for one to 31 days, \$200 for a period of 31 to 90 days, and \$400 for a period in excess of 90 days when the registration has been revoked because the owner submitted false information that the vehicle was covered by the required security in his application for registration or in his application for inspection.
- 3. Changed the fine for knowingly operating a vehicle or allowing a vehicle to be operated without the required security to a minimum of \$250 and a maximum of \$500.