## **HOUSE BILL No. 1509**

## DIGEST OF INTRODUCED BILL

Citations Affected: IC 9-25.

**Synopsis:** Financial responsibility. Allows the bureau of motor vehicles discretion in determining whether extenuating circumstances preventing an individual from providing proof of motor vehicle financial responsibility relieve the individual from suspension of the individual's driving privileges or the motor vehicle registration, or both.

Effective: July 1, 2019.

## **Borders**

January 16, 2019, read first time and referred to Committee on Roads and Transportation.



First Regular Session of the 121st General Assembly (2019)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2018 Regular and Special Session of the General Assembly.

## **HOUSE BILL No. 1509**

A BILL FOR AN ACT to amend the Indiana Code concerning motor vehicles.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 9-25-3-4, AS AMENDED BY P.L.59-2013,
SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
JULY 1, 2019]: Sec. 4. (a) Whenever the proof of financial
responsibility filed by a person under this article no longer fulfills the
purpose for which the proof was required, the bureau shall require from
the person other proof of financial responsibility under this article.
Subject to subsection (b), if the person does not provide other proof
of financial responsibility under this article, the bureau shall suspend
the driving privileges or motor vehicle registration, or both, as
determined by the bureau, of the person.

- (b) If the bureau determines that extenuating circumstances prevent a person from providing other proof of financial responsibility under subsection (a), the bureau may determine not to suspend the driving privileges or motor vehicle registration, or both
- SECTION 2. IC 9-25-4-3, AS AMENDED BY P.L.59-2013, SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



- 2 JULY 1, 2019]: Sec. 3. (a) Financial responsibility in one (1) of the forms required under this chapter must be continuously maintained as long as a motor vehicle is operated on a public highway in Indiana. (b) The bureau may, at any time, verify that a person has financial responsibility in effect as required under this article. (c) Subject to subsection (d), the bureau shall suspend the driving privileges or motor vehicle registration, or both, of a person who fails to maintain financial responsibility as required under this article. (d) If the bureau determines that extenuating circumstances prevent a person from providing verification that financial responsibility is in effect under this section, the bureau may determine not to suspend the driving privileges or motor vehicle registration, or both. (d) (e) In order to comply with this section, the bureau may contract with a third party to request proof of financial responsibility from a person as required under this article. The third party must comply with the requirements of this article and any rules adopted by the bureau. SECTION 3. IC 9-25-5-1, AS AMENDED BY P.L.59-2013, SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 1. (a) If a person is convicted of a traffic offense that requires a court appearance, the court shall require the person to show proof that financial responsibility was in force on the date of the violation in one (1) of the forms described in IC 9-25-4-4 or in the form of a certificate of self-insurance issued under IC 9-25-4-11.
  - (b) If a person fails to provide proof of financial responsibility as required by this section, the court shall suspend the person's current driving privileges or motor vehicle registration, or both. If the court fails to recommend a fixed term of suspension, or recommends a fixed term that is less than the minimum term of suspension required under this article, the bureau shall, **subject to subsection (c)**, impose the applicable minimum term of suspension required under this article.
    - (c) If the:

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- (1) court fails to recommend at least the minimum term of suspension required under this article; and
- (2) bureau determines that extenuating circumstances prevented the person from providing proof of financial responsibility;
- as described in subsection (b), the bureau may determine not to suspend the driving privileges or motor vehicle registration, or both.
- (c) (d) A suspension under this section is subject to the same provisions concerning procedure for suspension, duration of



1	suspension, and reinstatement applicable to other suspensions under
2	this article.
3	SECTION 4. IC 9-25-6-3, AS AMENDED BY P.L.120-2017,
4	SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
5	JULY 1, 2019]: Sec. 3. (a) If the bureau:
6	(1) does not receive a certificate of compliance during the
7	applicable compliance response period for a person identified
8	under IC 9-25-5-2; or
9	(2) receives a certificate that does not indicate that financial
10	responsibility was in effect with respect to the motor vehicle
11	operated by the person or operation of the motor vehicle by the
12	person on the date of the accident referred to in IC 9-25-5-2;
13	the bureau shall take action under subsection (d).
14	(b) If the bureau:
15	(1) does not receive a certificate of compliance during the
16	applicable compliance response period for a person presented
17	with a request for evidence of financial responsibility under
18	IC 9-25-9-1; or
19	(2) receives a certificate that does not indicate that financial
20	responsibility was in effect with respect to the motor vehicle or
21	operation of the motor vehicle that the person was operating when
22	the person committed the violation described in the judgment or
23	abstract received by the bureau under IC 9-25-9-1;
24	the bureau shall take action under subsection (d).
25	(c) If the bureau:
26	(1) does not receive a certificate of compliance during the
27	applicable compliance response period for a person presented
28	with a request under IC 9-25-10 (before its repeal); or
29	(2) receives a certificate that does not indicate that financial
30	responsibility was in effect on the date requested;
31	the bureau shall take action under subsection (d).
32	(d) Under the conditions set forth in subsection (a), (b), or (c), the
33	bureau shall, subject to subsection (g), immediately suspend the
34	person's driving privileges or motor vehicle registration, or both, as
35	determined by the bureau, for at least ninety (90) days and not more
36	than one (1) year. The suspension of a person's driving privileges or
37	motor vehicle registration, or both, may be imposed only one (1) time
38	under this subsection or IC 9-25-8-2 for the same incident.
39	(e) Except as provided in subsection (f) and subject to subsection
40	(g), if subsection (a), (b), or (c) applies to a person, the bureau shall
41	suspend the driving privileges of the person irrespective of the



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following:

1	(1) The sale or other disposition of the motor vehicle by the
2	owner.
3	(2) The cancellation or expiration of the registration of the motor
4	vehicle.
5	(3) An assertion by the person that the person did not own the
6	motor vehicle and therefore had no control over whether financial
7	responsibility was in effect with respect to the motor vehicle.
8	(f) The bureau shall not suspend the driving privileges of a person
9	to which subsection (a), (b), or (c) applies if the person, through a
10	certificate of compliance or another communication with the bureau
11	establishes to the satisfaction of the bureau that the motor vehicle that
12	the person was operating when the accident referred to in subsection
13	(a) took place or when the violation referred to in subsection (b) or (c)
14	was committed was:
15	(1) rented from a rental company; or
16	(2) owned by the person's employer and operated by the person in
17	the normal course of the person's employment.
18	(g) If the bureau determines that extenuating circumstances
19	prevented a person from providing a certificate of compliance as
20	required by subsection (a), (b), or (c), the bureau may determine
21	not to suspend the driving privileges or motor vehicle registration
22	or both.

