

SENATE SUMMARY OF HOUSE AMENDMENTS

SB 138

2018 Regular Session

Luneau

KEYWORD AND SUMMARY AS RETURNED TO THE SENATE

AUTOMOBILE INSURANCE. Provides for required proof of motor vehicle financial security for out-of-state vehicles involved in accidents under certain circumstances. (8/1/18)

SUMMARY OF HOUSE AMENDMENTS TO THE SENATE BILL

1. Removes provisions that a personal injury protection card issued from an insurer in another state is insufficient proof of financial security or nor acceptable proof of liability policy limits.

DIGEST OF THE SENATE BILL AS RETURNED TO THE SENATE

SB 138 Engrossed

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Present law requires proof of financial security on vehicles involved in a motor vehicle accident resulting in bodily injury or death within 20 days after receipt of an accident report and authorizes the commissioner (DPS&C) to suspend the license and all registrations of an operator and owner of a motor vehicle involved in the accident.

Proposed law retains present law.

Present law does not apply unless an insurance policy is issued by an insurer authorized to do business in the state of Louisiana. Provides that if the motor vehicle was not registered in this state or was a motor vehicle registered elsewhere than in this state at the effective date of the policy, or its most recent renewal, then it is not be effective under present law unless the insurance company, if not authorized to do business in this state, executes a power of attorney authorizing the commissioner to accept service on its behalf of notice of process in any action on policy arising out of the accident.

Proposed law retains present law.

Present law requires the owners of motor vehicles registered in other states or jurisdictions that require liability security to maintain the security and proof as required by their respective state or jurisdiction while the vehicle is operated in this state. Provides exceptions to the required suspension including that the suspension shall not apply if the owner had, at the time of the accident, a liability policy in effect for the motor vehicle involved within the following policy limits:

- (1) Not less than \$10,000, exclusive of interest and costs, for coverage of bodily injury to or death of one person in any one accident and, subject to the limit for one person.
- (2) Not less than \$20,000 for coverage of bodily injury to or death of two or more persons in any one accident.
- (3) Not less than \$10,000 for coverage of injury to or destruction of property of others in any one accident.

Proposed law increases these limits as follows:

- (1) Increases from not less than \$10,000 to not less than \$15,000, exclusive of interest and costs, for coverage of bodily injury to or death of one person in any one accident and, subject to the limit for one person.
- (2) Increases from not less than \$20,000 to not less than \$30,000 for coverage of bodily injury to or death of two or more persons in any one accident.
- (3) Increases from not less than less \$10,000 to not less than \$25,000 for coverage of injury to or destruction of property of others in any one accident.

Effective August 1, 2018.

(Amends R.S. 32:872(D))

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