DIGEST

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| HB 681 Engrossed | 2024 Regular Session | Jordan |
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| IID 001 Eligiossed | 202 Tregular Session | 5014411 |

Abstract: Changes the reinstatement fees for lapse in required vehicle security and modifies the time frames.

<u>Present law</u> provides for a reinstatement fee when the secretary determines that a vehicle is not covered by security of \$100 for one to 30 days, \$250 for 31 to 90 days, and \$500 for more than 90 days.

<u>Proposed law</u> changes the reinstatement fee to \$75 for a lapse in coverage regardless of the length of time of the lapse.

<u>Present law</u> provides an \$850 cap for fees for violations of R.S. 32:863(A)(1), in which the secretary determines a vehicle is not covered by security as required by <u>present law</u> or that the owner or lessee has allowed the security to lapse, that are reinstated within 60 days of notice of cancellation.

<u>Proposed law</u> eliminates the limitation for the \$850 cap for violations of R.S. 32:863(A)(1), in which the secretary determines a vehicle is not covered by security as required by <u>present law</u> or that the owner or lessee has allowed the security to lapse, to only apply within 60 days of notice.

Proposed law provides a five-year time frame during which the \$850 cap is applicable.

<u>Present law</u> specifies that after 60 days from the date of notice, the \$850 cap on reinstatement fees do not apply for persons under 65.

Proposed law eliminates the 60-day window for the cap applicability to those under the age of 65.

(Amends R.S. 32:863(A)(3)(a))

Summary of Amendments Adopted by House

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

- 1. Change the reinstatement fee <u>from</u> a varying amount depending on the length of the vehicle security lapse to a flat \$75 fee regardless of the length of the lapse in security.
- 2. Eliminate the limitation for the \$850 cap on reinstatement fees to only apply within 60

days of notice.

- 3. Provide a five-year time frame in which the \$850 cap is applicable.
- 4. Eliminate the 60-day window for the \$850 cap applicability to those under the age of 65.
- 5. Make technical changes.