# WEST VIRGINIA LEGISLATURE EIGHTY-FIRST LEGISLATURE

**REGULAR SESSION, 2014** 

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ENROLLED

COMMITTEE SUBSTITUTE

FOR

## Senate Bill No. 427

(SENATOR BEACH, ORIGINAL SPONSOR)

[PASSED MARCH 8, 2014; IN EFFECT NINETY DAYS FROM PASSAGE.]

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### Senate Bill No. 427

(SENATOR BEACH, original sponsor)

[Passed March 8, 2014; in effect ninety days from passage.]

AN ACT to amend and reenact §17D-2A-2, §17D-2A-5 and §17D-2A-7 of the Code of West Virginia, 1931, as amended, all relating to requiring a certificate of insurance to be in effect during the entire term of the vehicle registration period; permitting a discretionary electronic acknowledgment exception; clarifying that certain security provisions do not apply to commercial vehicles insured under commercial auto coverage; removing the requirement that insurance companies must notify the Division of Motor Vehicles when a policyholder's vehicle insurance has been canceled; removing an outdated reporting requirement; clarifying and increasing the penalties for vehicle owners who do not have the required security in effect; replacing the driver's license suspension penalty of a person who knowingly operates a vehicle without the required security with a provision stating that a person who is not the vehicle owner and who is convicted of operating a motor vehicle that does not have the required security shall have the conviction placed on the driver's license record; directing that fees collected for reinstatement of a driver's license be deposited in the Motor Vehicle Fees Fund; and prohibiting the Division of Motor Vehicles from taking action against a person cited for driving without insurance if the citation is received by the division more than one year from the date of the offense.

#### Be it enacted by the Legislature of West Virginia:

That §17D-2A-2, §17D-2A-5 and §17D-2A-7 of the Code of West Virginia, 1931, as amended, be amended and reenacted, all to read as follows:

#### ARTICLE 2A. SECURITY UPON MOTOR VEHICLES.

#### §17D-2A-2. Scope of article.

1	This article applies to the operation of all motor vehicles
2	required to be registered or operated on the roads and
3	highways to have the security in effect, as provided in section
4	three, article two-a of this chapter, with the exception of
5	motor vehicles owned by the state, any of its political
6	subdivisions or by the federal government.

7 For the purposes of this article, "commercial auto 8 coverage" is defined as any coverage provided to an insured, 9 regardless of number of vehicles or entity covered, under a commercial coverage form and rated from a commercial 10 11 manual approved by the Department of Insurance. This 12 article does not apply to commercial vehicles insured under 13 commercial auto coverage; however, insurers of such 14 vehicles may participate on a voluntary basis.

#### §17D-2A-5. Minimum policy term.

- 1 No policy of motor vehicle liability insurance issued or
- 2 delivered for issuance in this state shall be contracted for a
- 3 period of less than ninety days: *Provided*, That the Insurance

- 4 Commissioner may establish exceptions thereto by rules
- 5 proposed for legislative approval pursuant to chapter twenty-
- 6 nine-a of this code.

## §17D-2A-7. Suspension or revocation of license, registration; reinstatement.

(a) Any owner of a motor vehicle, subject to this article,
 who fails to have the required security in effect at the time such
 vehicle is registered or being operated upon the roads or
 highways shall have his or her driver's license suspended by the
 Commissioner of the Division of Motor Vehicles and shall have
 his or her motor vehicle registration revoked as follows:

7 (1) For the first offense, the commissioner shall suspend the 8 driver's license for thirty days and until such time as he or she 9 presents current proof of insurance on all currently registered 10 vehicles: Provided, That if an owner complies with this 11 subdivision, and pays a penalty fee of \$200 before the effective 12 date, the driver's license suspension of thirty days may not be 13 imposed and the vehicle registration revocation may not be 14 imposed and no reinstatement fees are required. Any fees 15 collected under the provisions of this subsection shall be 16 deposited in the Motor Vehicle Fees Fund established in accordance with section twenty-one, article two, chapter 17 18 seventeen-a of this code.

(2) For the second or subsequent offense within five years,
the commissioner shall suspend the owner's driver's license for
a period of ninety days and shall revoke the owner's vehicle
registration until he or she presents to the Division of Motor
Vehicles the proof of security required by this article.

(3) If the motor vehicle is titled and registered in morethan one name, the commissioner shall suspend the driver'slicense of only one of the owners.

(b) Any person who is not the vehicle owner and is
convicted of operating a motor vehicle upon the roads or
highways of this state which does not have the security
required by this article shall have the conviction placed on his
or her driver's license record.

32 (c) The division may not suspend or revoke a driver's
33 license under this article for any citation of driving without
34 insurance that is received by the division from a court that is
35 more than one year from the date of the offense.

36 (d) The commissioner may withdraw a suspension of a 37 driver's license or revocation of a motor vehicle registration 38 and refund any penalty or reinstatement fees at any time 39 provided that the commissioner is satisfied that there was not 40 a violation of the provisions of required security related to 41 operation of a motor vehicle upon the roads or highways of 42 this state by such person. The commissioner may request 43 additional information as needed in order to make such 44 determination.

45 (e) A person may not have his or her driver's license 46 suspended or motor vehicle registration revoked under this 47 section unless he or she and any lienholder noted on the 48 certificate of title are first given written notice of such 49 suspension or revocation sent by certified mail, at least thirty 50 days prior to the effective date of such suspension or 51 revocation, and upon that person's written request, he or she 52 shall be afforded an opportunity for a hearing thereupon as 53 well as a stay of the commissioner's order of suspension or 54 revocation and an opportunity for judicial review of such 55 hearing. The request for a hearing shall be made within ten 56 days from the date of receipt of the notice of driver's license 57 suspension or motor vehicle registration revocation. The 58 scope of the hearing is limited to questions of identity or 59 whether or not there was insurance in effect at the time of the event causing the commissioner's action. Upon affirmation
of the commissioner's order, the period of suspension,
revocation or other penalty commences to run.

63 (f) A suspended driver's license is reinstated following
64 the period of suspension upon compliance with the conditions
65 set forth in this article and a revoked motor vehicle
66 registration is reissued only upon lawful compliance with this
67 article.

(g) Revocation of a motor vehicle registration pursuant to
this section does not affect the perfection or priority of a lien
or security interest attaching to the motor vehicle that is noted
on the certificate of title to the motor vehicle.

(h) Any owner or driver of a motor vehicle determined by
an electronic insurance verification program to be uninsured
shall be assessed the same criminal and administrative
sanctions prescribed in this chapter subject to the following:

(1) Any person who is assessed a penalty prescribed by
this section has the same procedural due process provided by
this chapter or by rules promulgated by the division to show
that there was not a violation and provide for the exoneration
of any penalties or records; and

81 (2) The commissioner may accept a binder, an
82 identification card or a declaration page from a policy as
83 evidence of insurance pending electronic verification to stay
84 a pending administrative sanction.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Originated in the Senate.

In effect ninety days from passage.

Clerk of the Senate

Clerk of the House of Delegates

President of the Senate

Speaker of the House of Delegates

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Governor