

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6799

BILL NUMBER: SB 195

NOTE PREPARED: Dec 31, 2007

BILL AMENDED:

SUBJECT: Motorists and Insurance.

FIRST AUTHOR: Sen. Young R Michael

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill increases the minimum amount of financial responsibility required to operate a motor vehicle from \$25,000 to \$40,000 for an injury to one person and from \$50,000 to \$80,000 for an injury to two or more persons. It requires that the court suspend the license of a person for five to ten years if the person, within a five-year period, has three convictions or judgments for operating a motor vehicle without proper insurance. The bill requires that the court suspend the license of a person for ten years if the person, without proper insurance, is involved in an accident causing the death of another person and has a prior judgment or conviction for driving without insurance in the previous five years.

Effective Date: July 1, 2008.

Explanation of State Expenditures: For the Bureau of Motor Vehicles (BMV), the suspensions required in this proposal will be handled under current suspension procedures with no additional fiscal impact. The fund affected is the Motor Vehicle Highway Account which supports the BMV.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles.

Local Agencies Affected:

Information Sources:

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