

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 6624

BILL NUMBER: SB 157

NOTE PREPARED: Dec 27, 2009

BILL AMENDED:

SUBJECT: Motor Vehicle Coverage for All Operators.

FIRST AUTHOR: Sen. Steele

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: GENERAL
 DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill requires a motor vehicle insurance policy to provide the same amount of coverage for all operators of a motor vehicle.

Effective Date: July 1, 2010.

Explanation of State Expenditures: The bill could increase administrative expenses for the Department of Insurance (DOI) to the extent that the DOI modifies rules, guidelines, or publications to incorporate the new requirements. Additionally, violators may be subject to a hearing by the Commissioner of Insurance. The bill's requirements are within the DOI's routine administrative functions and should be able to be implemented with no additional appropriations, assuming near customary agency staffing and resource levels.

Explanation of State Revenues: As a result of a hearing, violators may be ordered to cease and desist and the Commissioner may order the payment of a civil penalty of at least \$500 and not more than \$50,000 for each violation of the bill's provisions. Civil penalties imposed and collected are deposited in the state General Fund.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: DOI.

Local Agencies Affected:

Information Sources: IC 27-17-14-1.

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