

Introduced: 4/3/80
Referred: Judiciary, Commerce
and Finance

1 IN THE SENATE

BY THE COMMERCE COMMITTEE
BY REQUEST

2 SENATE BILL NO. 542

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to financial responsibility for the
7 operation of motor vehicles; and providing for an
8 effective date "

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 28.20.070(a) is amended to read:

11 (a) A [NO] policy or bond is not effective under this chapter
12 [AS 28.20.060] unless it is issued by an insurance company or surety
13 company authorized to do business in this state, except as provided in
14 (b) of this section, and if the accident resulted in bodily injury or
15 death, unless the policy or bond is subject to a limit, exclusive of
16 interest and costs, of not less than \$25,000 because of bodily injury to
17 or death of one person in any one accident and, subject to the same
18 limit for one person, to a limit of not less than \$50,000 because of
19 bodily injury to or death of two or more persons in any one accident,
20 and if the accident has resulted in injury to, or destruction of, pro-
21 perty to a limit of not less than \$10,000 because of injury to or de-
22 struction of property of others in any one accident.

23 * Sec. 2. AS 28.20.070(b) is amended to read:

24 (b) A [NO] policy or bond is not effective under this chapter
25 [AS 28.20.060] with respect to a vehicle not registered in this state or
26 a vehicle which was registered in another jurisdiction at the effective
27 date of the policy or bond or the most recent renewal of it, unless the
28 insurance or surety company issuing the policy or bond is authorized to
29 do business in this state, or if the company is not authorized to do

1 business in this state, unless it executes a power of attorney autho-
2 rizing the director of the division of insurance to accept service on
3 its behalf of notice or process in an action upon the policy or bond
4 arising out of the accident.

5 * Sec. 3. AS 28.20.160(c) is repealed and re-enacted to read:

6 (c) The department shall suspend the license of a resident if he
7 was the driver and shall suspend all of his registrations if he was the
8 owner of a motor vehicle involved in an accident on receipt of certi-
9 fication that the operating privilege of a resident of this state has
10 been suspended or revoked in another state under a law providing for
11 suspension or revocation

12 (1) for failure to deposit security for the payment of judg-
13 ments arising out of an accident under circumstances which would require
14 the department to suspend a nonresident's operating privilege if the
15 accident had occurred in this state; or

16 (2) for failure to give and maintain proof of financial
17 responsibility, under circumstances which would require the department
18 to suspend a nonresident's operating privilege if the accident had
19 occurred in this state. The suspension continues until the resident
20 furnishes evidence of his compliance with the law of the other state
21 relating to the deposit of security or the filing of proof of financial
22 responsibility.

23 * Sec. 4. AS 28.20.230(a) is repealed and re-enacted to read:

24 (a) A vehicle may not be registered or continue to be registered
25 in the name of a person required to file proof of financial responsi-
26 bility for the future unless the proof of financial responsibility is
27 furnished for the vehicle.

28 * Sec. 5. AS 28.20.050 - 28.20.060, 28.20.090 - 28.20.150, 28.20.170,
29 28.20.240, and 28.20.260 are repealed.

1 * Sec. 6. This Act takes effect January 1, 1981.

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