

HOUSE
COMMITTEE REPORT

(11)

Date referred: 2/3/86

FURTHER REFERRALS:

DATE: 2/21/86

The FINANCE

Committee has considered

HB 68

"An Act relating to motor vehicle insurance."

and recommends:

do pass

do not pass

do pass with attached amendment(s)

no recommendation

replace with CS HB 68 (L+C) same title

new title

and recommends No Recommendation

further referral to the _____ Committee

and attaches:

letter of intent

first fiscal note

new fiscal note

zero fiscal note 2/20/86 CS (LIC)

SIGNING DO PASS:

[Signature]
[Signature]

SIGNING OTHER RECOMMENDATIONS:

Sen GTE No Rec
Al Adams - NO Rec
Mike Summers - No Rec
Jim [unclear] - No Rec
Ronald [unclear] - No Rec
Pat [unclear] - No Rec
Pat [unclear] - NO REC
Pat [unclear] (NO Rec)
Steve [unclear] No Recommendation
John [unclear] No Rec.
Al Adams

Chairman

Offered: 4/24/85
Referred: Judiciary and
Finance

Original sponsor: Shultz

BY THE LABOR AND
COMMERCE COMMITTEE

1 IN THE HOUSE

2

CS FOR HOUSE BILL NO. 68 (L&C)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to motor vehicle liability insur-
7 ance."

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

9 * Section 1. AS 28.22.010 is repealed and reenacted to read:

10 Sec. 28.22.010. MOTOR VEHICLE LIABILITY POLICY. (a) An owner's
11 motor vehicle liability policy must designate by description or appro-
12 priate reference the motor vehicles that it covers and insure the
13 person named against loss from the liability imposed by law for dam-
14 ages that arise from the ownership, maintenance, or use of a desig-
15 nated motor vehicle, or the use by an insured person of a nonowned
16 motor vehicle.

17 (b) An operator's motor vehicle liability policy must insure the
18 person named as insured against loss from the liability imposed by law
19 for damages that arise from the use by the operator of a motor vehicle
20 not owned by the operator.

21 (c) A personal motor vehicle liability policy must insure the
22 person named as insured against loss from the liability imposed by law
23 for damages that arise from the ownership, maintenance, or use by the
24 named person of an owned or nonowned motor vehicle.

25 (d) A motor vehicle liability policy must provide coverage in
26 the United States or Canada, subject to limits exclusive of interest
27 and costs, with respect to each vehicle, as follows:

28 (1) \$50,000 because of bodily injury to or death of one
29 person in one accident, and, subject to the same limit for one person,

1 \$100,000 because of bodily injury to or death of two or more persons
2 in one accident; and

3 (2) \$25,000 because of injury to or destruction of property
4 of others in one accident.

5 (e) A motor vehicle liability policy must provide coverage under
6 AS 28.22.100 - 28.22.130 in the amounts set out in (d) of this section
7 for the protection of the persons insured under the policy who are
8 legally entitled to recover damages from the owner or operator of an
9 uninsured or underinsured motor vehicle because of bodily injury or
10 death, or damage to or destruction of property arising out of the
11 ownership, maintenance, or use of the uninsured or underinsured motor
12 vehicle.

13 (f) A motor vehicle liability policy must state the name and
14 address of the named insured and meet the requirements of AS 21.42.-
15 160 - 21.42.170. In the absence of specific contract language or
16 endorsement the motor vehicle liability policy issued for a person in
17 this state is presumed to meet the minimum requirements of (d) of this
18 section.

19 * Sec. 2. AS 28.22.100(b) is amended to read:

20 (b) If both the owner and operator of a [THE UNINSURED] vehicle
21 are unknown, payment under the uninsured and underinsured motorists
22 coverage may be made only where direct contact between the [INSURED
23 AND UNINSURED OR UNDERINSURED] motor vehicles has occurred. A vehicle
24 and operator that have [HAS] left the scene of the accident with
25 another [AN INSURED] vehicle are [IS] presumed to be uninsured if the
26 insured person reports the accident to the appropriate authorities
27 within 24 hours.

28 * Sec. 3. AS 28.22.100(c) is amended to read:

29 (c) The uninsured and underinsured motorists coverage for damage

1 to or destruction of property is subject to a deductible of \$250 in
2 any one accident, but the insurer may offer a deductible other than
3 \$250. This coverage shall be limited to damage to or destruction of
4 the covered [INSURED] motor vehicle. It may not include loss of use
5 of such vehicle.

6 * Sec. 4. AS 28.22.200(a) is amended to read:

7 (a) The operator or owner of a motor vehicle subject to registra-
8 tion under AS 28.10.011 when driven on a highway, vehicular way or
9 area, or on other public property in the state, shall be insured under
10 a [HAVE] motor vehicle liability policy [INSURANCE] that complies with
11 this chapter or a certificate of self-insurance that complies with
12 AS 28.20.400 [IN EFFECT FOR THE MOTOR VEHICLE], unless

13 (1) the motor vehicle is being driven or moved on a high-
14 way, vehicular way, or a public parking place in the state that is not
15 connected by a land highway or vehicular way to

16 (A) the land-connected state highway system, or

17 (B) a highway or vehicular way with an average daily
18 traffic volume greater than 499; and

19 (2) the operator has not been cited within the preceding
20 five years for a traffic law violation with a demerit point value of
21 six or more on the point schedule determined under regulations adopted
22 by the department under AS 28.15.221.

23 * Sec. 5. AS 28.22.600 is repealed and reenacted to read:

24 Sec. 28.22.600. DEFINITION. In this chapter, "motor vehicle
25 liability policy" means an owner's policy, an operator's policy, or a
26 personal policy that

27 (1) meets the requirements established under AS 28.22.010;
28 and

29 (2) is issued by an insurance carrier authorized to

1 transact business in the state to or for the benefit of the person
2 named as insured.

**STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE**

Revision Date: _____

REQUEST

Bill/Resolution No.: CSHB 68 (I&C)
 Title: An Act relating motor
vehicle liability insurance
 Sponsor: Labor and Commerce
 Requestor: Labor and Commerce
 Date of Request: _____

FISCAL DETAIL

Agency Affected: Alaska Public Utilities Comm.
 BRU: Commerce and Econ Dev.
 Components: Public Protection
Division of Insurance

EXPENDITURES / REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE	-0-	-0-	-0-	-0-	-0-	-0-
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FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary.

Prepared by: John L. George, Director
 Division: Alaska Public Utilities Commission

Phone: 465-2515
 Date: February 20, 1986

Approved by Commissioner: John H. Armstrong
 Agency: Commerce and Economic Development

Date: February 20, 1986

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

**STATE OF ALASKA 1986 LEGISLATIVE SESSION -
FISCAL NOTE**

Revision Date : _____

REQUEST

Bill/Resolution No. : CS HB 68 (L&C)
 Title : An Act relating to motor
vehicle liability insurance
 Sponsor : Shultz
 Requestor : House Judiciary
 Date of Request : 1-31-86

FISCAL DETAIL

Agency Affected : Public Safety
 BRU : Motor Vehicles
 Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL						
----------------	--	--	--	--	--	--

REVENUE						
----------------	--	--	--	--	--	--

FUNDING : (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS						
OTHER						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS :

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary

No fiscal impact.

K. M. ...

Prepared by : Bill Brown^{BB}
 Division : Motor Vehicles

Phone : 465-2650
 Date : 1-31-86

Approved by Commissioner : [Signature]
 Agency : Public Safety

Date : 1/31/86

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

STATE OF ALASKA

DEPARTMENT OF PUBLIC SAFETY

OFFICE OF THE COMMISSIONER

BILL SHEFFIELD, GOVERNOR

POUCH N
JUNEAU, ALASKA 99811
PHONE: 465-4322

March 5, 1985

File
W.M. HB 68

The Honorable Dick Shultz
House of Representatives
Alaska State Legislature
Pouch V
Juneau, AK 99811

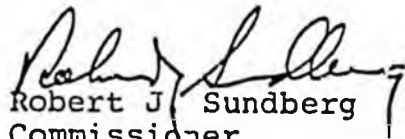
Dear Representative Shultz:

I have reviewed Committee Substitute for House Bill 68 "An act relating to motor vehicle liability insurance".

The broader interpretation addressed in the aforementioned committee substitute clarifies the scope and insurance policy needs to meet the requirements of vehicle liability insurance.

The Department supports the amendments.

Sincerely,


Robert J. Sundberg
Commissioner

Enclosure

from Rep. Shultz

ANALYSIS OF CS FOR HB 68 (LABOR AND COMMERCE)

Sec. 1. AS 28.22.010 is repealed and reenacted to read:

- (a) Sec. 28.22.010 Motor Vehicle Liability Policy --owners policy must designate by description or reference the vehicle covered and the name of the person insured against liability.
- (b) operators liability policy must insure person named as insured from liability imposed by law for damages arising from use by operator of vehicle not owned by operator
- (c) a personal motor vehicle liability policy must insure person named as insured against loss for damages arising from ownership maintenance or use by a person of an owned or unowned vehicle
- (d) Must provide coverage in U. S. and Canada
 - (1) \$50,000.00 bodily injury or death of one person--\$100,000.00 for 2 persons.
 - (2) \$25,000.00 to cover injury to or destruction of property of other, in one accident
- (e) Must provide coverage under AS 28.22.100--28.22.130 in amounts set forth in (d) of this section.
- (f) Policy must state name and address of insured and meet requirements of AS 21.42.160--21.42.170

Sec. 2. AS 28.22.100 (b) is amended to read :

- (b) If owner and operator of a vehicle are unknown, payment under the uninsured or underinsured coverage maybe made only where direct contact between motor vehicles has occurred . If one person leaves the scene of an accident, the other person is presumed to be insured if he or she reports the accident to the authorities within 24 hours.

Sec. 3 AS 28.22.100 (c) is amended to read:

- (c) deductible of \$250.00 is allowed but insurer may offer more or less to insured. This is only allowed in case of damage to vehicle and does not include loss of use of vehicle.

Sec. 4 AS 28.22.200 (a) is amended to read:

- (a) Owner or operator must have insurance in compliance with this chapter or that complies with AS 28.20.400 unless
 - (A) Vehicle is moved on land not connected to highway system
 - (B) Highway has a daily traffic volume greater than 499 and
- (2) Operator has not been cited within preceding 5 years or a traffic law violation of more than 6 demerits value under regulations adopted by the dept. under AS 28.15.221.

ANALYSIS OF CS FOR HB 68 (LABOR AND COMMERCE)

- Sec. 5. Gives definition of "motor vehicle liability policy" that
- (1) meets requirements under AS 28.22.010
 - (2) insurance carriers authorized to do business in the State of Alaska for the benefit of the person insured.

Offered: 4/24/85
Referred: Judiciary and
Finance

Original sponsor: Shultz

1 IN THE HOUSE

BY THE LABOR AND
COMMERCE COMMITTEE

2

CS FOR HOUSE BILL NO. 68 (L&C)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to motor vehicle liability insur-
7 ance."

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

9 * Section 1. AS 28.22.010 is repealed and reenacted to read:

10 Sec. 28.22.010. MOTOR VEHICLE LIABILITY POLICY. (a) An owner's
11 motor vehicle liability policy must designate by description or appro-
12 priate reference the motor vehicles that it covers and insure the
13 person named against loss from the liability imposed by law for dam-
14 ages that arise from the ownership, maintenance, or use of a desig-
15 nated motor vehicle, or the use by an insured person of a nonowned
16 motor vehicle.

17 (b) An operator's motor vehicle liability policy must insure the
18 person named as insured against loss from the liability imposed by law
19 for damages that arise from the use by the operator of a motor vehicle
20 not owned by the operator.

21 (c) A personal motor vehicle liability policy must insure the
22 person named as insured against loss from the liability imposed by law
23 for damages that arise from the ownership, maintenance, or use by the
24 named person of an owned or nonowned motor vehicle.

25 (d) A motor vehicle liability policy must provide coverage in
26 the United States or Canada, subject to limits exclusive of interest
27 and costs, with respect to each vehicle, as follows:

28 (1) \$50,000 because of bodily injury to or death of one
29 person in one accident, and, subject to the same limit for one person,

1 \$100,000 because of bodily injury to or death of two or more persons
2 in one accident; and

3 (2) \$25,000 because of injury to or destruction of property
4 of others in one accident.

5 (e) A motor vehicle liability policy must provide coverage under
6 AS 28.22.100 - 28.22.130 in the amounts set out in (d) of this section
7 for the protection of the persons insured under the policy who are
8 legally entitled to recover damages from the owner or operator of an
9 uninsured or underinsured motor vehicle because of bodily injury or
10 death, or damage to or destruction of property arising out of the
11 ownership, maintenance, or use of the uninsured or underinsured motor
12 vehicle.

13 (f) A motor vehicle liability policy must state the name and
14 address of the named insured and meet the requirements of AS 21.42.-
15 160 - 21.42.170. In the absence of specific contract language or
16 endorsement, the motor vehicle liability policy issued for a person in
17 this state is presumed to meet the minimum requirements of (d) of this
18 section.

19 * Sec. 2. AS 28.22.100(b) is amended to read:

20 (b) If both the owner and operator of a [THE UNINSURED] vehicle
21 are unknown, payment under the uninsured and underinsured motorists
22 coverage may be made only where direct contact between the [INSURED
23 AND UNINSURED OR UNDERINSURED] motor vehicles has occurred. A vehicle
24 and operator that have [HAS] left the scene of the accident with
25 another [AN INSURED] vehicle are [IS] presumed to be uninsured if the
26 insured person reports the accident to the appropriate authorities
27 within 24 hours.

28 * Sec. 3. AS 28.22.100(c) is amended to read:

29 (c) The uninsured and underinsured motorists coverage for damage

1 to or destruction of property is subject to a deductible of \$250 in
2 any one accident, but the insurer may offer a deductible other than
3 \$250. This coverage shall be limited to damage to or destruction of
4 the covered [INSURED] motor vehicle. It may not include loss of use
5 of such vehicle.

6 * Sec. 4. AS 28.22.200(a) is amended to read:

7 (a) The operator or owner of a motor vehicle subject to regis-
8 tration under AS 28.10.011 when driven on a highway, vehicular way or
9 area, or on other public property in the state, shall be insured under
10 a [HAVE] motor vehicle liability policy [INSURANCE] that complies with
11 this chapter or a certificate of self-insurance that complies with
12 AS 28.20.400 [IN EFFECT FOR THE MOTOR VEHICLE], unless

13 (1) the motor vehicle is being driven or moved on a high-
14 way, vehicular way, or a public parking place in the state that is not
15 connected by a land highway or vehicular way to

16 (A) the land-connected state highway system, or

17 (B) a highway or vehicular way with an average daily
18 traffic volume greater than 499; and

19 (2) the operator has not been cited within the preceding
20 five years for a traffic law violation with a demerit point value of
21 six or more on the point schedule determined under regulations adopted
22 by the department under AS 28.15.221.

23 * Sec. 5. AS 28.22.600 is repealed and reenacted to read:

24 Sec. 28.22.600. DEFINITION. In this chapter, "motor vehicle
25 liability policy" means an owner's policy, an operator's policy, or a
26 personal policy that

27 (1) meets the requirements established under AS 28.22.010;

28 and

29 (2) is issued by an insurance carrier authorized to

1 transact business in the state to or for the benefit of the person
2 named as insured.

Introduced: 1/16/85
Referred: Labor & Commerce,
Judiciary and Finance

1 IN THE HOUSE

BY SHULTZ

2

HOUSE BILL NO. 68

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act relating to motor vehicle liability insurance."

7

8

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

9

* Section 1. AS 28.20.450 is amended to read:

10

Sec. 28.20.450. NOTICE OF CANCELLATION OR TERMINATION OF CERTI-

11

FIED POLICY. When an insurance carrier certifies a motor vehicle

12

liability policy under AS 28.20.410, [OR] 28.20.420, or AS 28.22.200

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the insurance certified may not be cancelled or terminated until at

14

least 10 days after a notice of cancellation or termination of the

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insurance is filed with the department, except that a policy that

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complies with the requirements of AS 28.22 or this chapter, subse-

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quently procured and certified shall, on the effective date of its

18

certification, terminate for the purpose of this chapter the insurance

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previously certified for a vehicle designated in both certificates.

20

* Sec. 2. AS 28.22.010(a) is amended to read:

21

(a) The holder's [OWNER'S] policy of liability insurance shall

22

(1) [DESIGNATE BY DESCRIPTION OR APPROPRIATE REFERENCE ALL

23

VEHICLES THAT IT COVERS;

24

(2)] insure the person named against loss from the liabil-

25

ity imposed by law for damages arising out of the ownership, mainte-

26

nance, or use of a [THE] vehicle in the United States or Canada,

27

subject to limits exclusive of interest and costs [, WITH RESPECT TO

28

EACH VEHICLE,] as follows:

29

(A) \$50,000 because of bodily injury to or death of

1 one person in any one accident, and, subject to the same limit
2 for one person, \$100,000 because of bodily injury to or death of
3 two or more persons in any one accident; and

4 (B) \$25,000 because of injury to or destruction of
5 property of others in any one accident;

6 (2) [(3)] contain coverage prescribed in AS 28.22.100
7 28.22.130 in the amounts set out in (1) [(2)] of this subsection for
8 the protection of the persons insured under the policy who are legally
9 entitled to recover damages from the uninsured or underinsured owner
10 or operator of a [AN UNINSURED OR UNDERINSURED] motor vehicle because
11 of bodily injury or death, or damage to or destruction of property
12 arising out of the [OWNERSHIP, MAINTENANCE, OR] use of the [UNINSURED
13 OR UNDERINSURED] motor vehicle.

14 * Sec. 3. AS 28.22.050(a) is amended to read:

15 (a) A policy is not effective under AS 28.22.010 unless it is
16 issued by an insurance company or surety company authorized to do
17 business in this state, [EXCEPT AS PROVIDED IN (b) OF THIS SECTION,]
18 and unless it complies with the limit requirements established in
19 AS 28.22.010.

20 * Sec. 4. AS 28.22.100(b) is amended to read:

21 (b) If [BOTH] the [OWNER AND] operator of a [THE UNINSURED]
22 vehicle is [ARE] unknown, payment under the uninsured and underinsured
23 motorists coverage may be made only where direct contact between the
24 [INSURED AND UNINSURED OR UNDERINSURED] motor vehicles has occurred.
25 A vehicle operator who [THAT] has left the scene of the accident with
26 another [AN INSURED] vehicle is presumed to be uninsured if the in-
27 sured person reports the accident to the appropriate authorities
28 within 24 hours.

29 * Sec. 5. AS 28.22.100(c) is amended to read:

1 (c) The uninsured and underinsured motorists coverage for damage
2 to or destruction of property is subject to a deductible of \$250 in
3 any one accident, but the insurer may offer a deductible other than
4 \$250. This coverage shall be limited to damage to or destruction of
5 the insured operator's motor vehicle. It may not include loss of use
6 of such vehicle.

7 * Sec. 6. AS 28.22.120 is amended to read:

8 Sec. 28.22.120. POLICY COVERAGE AND PRIORITIES. If an insured
9 is entitled to uninsured or underinsured motorists coverage under more
10 than one policy of motor vehicle liability insurance, [OR UNDER MORE
11 THAN ONE COVERAGE IF TWO OR MORE VEHICLES ARE INSURED UNDER ONE POLI-
12 CY,] the maximum amount an insured may recover may [SHALL] not exceed
13 the highest limit of any one policy or coverage. Where multiple
14 policies or coverages apply, payment shall be made in the following
15 order of priority, subject to the limit of liability for each appli-
16 cable policy or coverage:

17 (1) a policy or coverage covering the operator of a motor
18 vehicle occupied by the injured person at the time of the accident;

19 (2) a policy or coverage covering the operator of a motor
20 vehicle that came into contact with the insured while a pedestrian;
21 and

22 (3) a policy or coverage covering [A MOTOR VEHICLE NOT
23 INVOLVED IN THE ACCIDENT WITH RESPECT TO WHICH] the injured person [IS
24 AN INSURED OR A NAMED INSURED].

25 * Sec. 7. AS 28.22.200 is repealed and reenacted to read:

26 Sec. 28.22.200. MOTOR VEHICLE LIABILITY INSURANCE REQUIRED. The
27 holder of an Alaska driver's license shall have in effect, at all
28 times, motor vehicle liability insurance that complies with this
29 chapter.

1 * Sec. 8. AS 28.22.210 is amended to read:

2 Sec. 28.22.210. REQUIREMENT OF PROOF OF MOTOR VEHICLE LIABILITY
3 INSURANCE. The holder of an Alaska driver's license [OWNER OR OPERA-
4 TOR OF A MOTOR VEHICLE REQUIRED TO HAVE MOTOR VEHICLE LIABILITY INSUR-
5 ANCE THAT COMPLIES WITH THIS CHAPTER OR A CERTIFICATE OF SELF-INSUR-
6 ANCE THAT COMPLIES WITH AS 28.20.400,] must show proof of motor vehi-
7 cle liability [THIS] insurance when that person

8 (1) is involved in an accident that results in bodily
9 injury to or death of a person, or damage to the property of a person
10 exceeding \$500; [OR]

11 (2) is charged with a traffic law violation with a demerit
12 point value of six or more on the point schedule determined under
13 regulations adopted by the department under AS 28.15.221; or

14 (3) applies to obtain or renew an Alaska driver's license.

15 * Sec. 9. AS 28.22.210 is amended by adding a new subsection to read:

16 (b) A holder of an Alaska driver's license who changes motor
17 vehicle liability insurance carriers shall present to the department's
18 satisfaction, in person or by mail, evidence of a written binder of
19 insurance coverage that complies with the requirements of this chapter
20 before the discontinued policy is scheduled to terminate.

21 * Sec. 10. AS 28.22.240(a) is amended to read:

22 (a) If the holder of an Alaska driver's license [A PERSON] fails
23 to provide proof that motor vehicle liability insurance [OR A CERTIFI-
24 CATE OF SELF-INSURANCE] was in effect at the time of an accident or
25 when the person was charged with a violation of a traffic law de-
26 scribed in AS 28.22.210, the department shall suspend the driver's
27 license of that person for the following periods:

28 (1) not less than 90 days if, within the preceding 10
29 years, the person has not previously had a driver's license suspended

1 for violation of AS 28.22.200;

2 (2) not less than one year if, within the preceding 10
3 years, the person has previously had a driver's license suspended one
4 or more times for violation of AS 28.22.200.

5 * Sec. 11. AS 28.22.240 is amended by adding a new subsection to read:

6 (h) Upon notification by an insurance carrier that the motor
7 vehicle liability coverage of a licensed Alaska driver has been can-
8 celled or terminated, the department shall suspend the person's li-
9 cense subject to the provisions of subsections (f) and (g). The
10 suspension remains in effect until a new driver's license is obtained.
11 The provisions of AS 28.15.211 do not apply to license suspensions
12 under this subsection.

13 * Sec. 12. AS 28.22.600 is amended to read:

14 Sec. 28.22.600. DEFINITION. In this chapter, "motor vehicle
15 liability policy" means an [OWNER'S POLICY OR AN] operator's policy
16 containing an agreement or endorsement and issued by an insurance
17 carrier authorized to transact business in the state to or for the
18 benefit of the person named as insured.

19 * Sec. 13. AS 28.22.010(b) and 28.22.050(b) are repealed.