

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2152 Session of 1993

INTRODUCED BY COLAFELLA, TRELLO, COY, GEIST, STISH, VAN HORNE,
TIGUE, CARN, SCHEETZ, D. R. WRIGHT, KENNEY, DALEY, JOSEPHS,
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CIVERA AND JAMES, OCTOBER 13, 1993

AS REPORTED FROM COMMITTEE ON INSURANCE, HOUSE OF
REPRESENTATIVES, AS AMENDED, NOVEMBER 22, 1993

AN ACT

1 Amending Title 75 (Vehicles) of the Pennsylvania Consolidated
2 Statutes, further providing for required financial
3 responsibility.

4 The General Assembly of the Commonwealth of Pennsylvania
5 hereby enacts as follows:

6 Section 1. Section 1786(e) of Title 75 of the Pennsylvania
7 Consolidated Statutes, amended December 16, 1992 (P.L.1247,
8 No.165), is amended to read:

9 § 1786. Required financial responsibility.

10 * * *

11 (e) Obligations upon termination of financial
12 responsibility.--

13 (1) An owner of a motor vehicle who ceases to maintain
14 financial responsibility on a registered vehicle shall not
15 operate or permit operation of the vehicle in this
16 Commonwealth until proof of the required financial
17 responsibility has been provided to the Department of

1 Transportation.

2 (2) An insurer who has issued a contract of motor
3 vehicle liability insurance[, or any approved self-insurance
4 entity,] shall notify the department within ten days of
5 issuance OR REINSTATEMENT of the contract. The notice shall <—
6 contain the policy number and the vehicle identification
7 number, title number and registration plate number of the <—
8 vehicle covered by the contract of insurance. Any approved
9 self-insurance entity shall notify the department in a timely
10 manner and in a method prescribed by the department's
11 regulations.

12 (3) An insurer who has issued a contract of motor
13 vehicle liability insurance [and knows or has reason to
14 believe that the contract is only for the purpose of
15 providing proof of financial responsibility] shall notify the
16 department if the insurance has been canceled or terminated
17 by the insured or by the insurer. The notice shall contain
18 the information required under paragraph (2). The insurer
19 shall notify the department not later than ten days following
20 the effective date of the cancellation or termination.

21 (4) A person who, after maintaining financial
22 responsibility on the vehicle of another person, ceases to
23 maintain such financial responsibility shall immediately
24 notify the vehicle's owner who shall not operate, or permit
25 operation of, the vehicle in this Commonwealth.

26 (5) In the case of a person who leases any motor vehicle
27 from a person engaged in the business of leasing motor
28 vehicles, the lessee shall sign a statement indicating that
29 the required financial responsibility has been provided
30 through the lessor or through the lessee's motor vehicle

1 liability insurance policy coverage. The lessee shall submit
2 the statement to the lessor.

3 * * *

4 Section 2. This act shall take effect in 60 days.