

1 H.277

2 Introduced by Representative Martin of Wolcott

3 Referred to Committee on

4 Date:

5 Subject: Automobile insurance; self-insurance; bonds

6 Statement of purpose: This bill proposes to allow organizations to post a bond
7 on behalf of the owner of a vehicle for the purpose of automobile
8 self-insurance.

9 An act relating to automobile self-insurance

10 It is hereby enacted by the General Assembly of the State of Vermont:

11 Sec. 1. 23 V.S.A. § 800(a) is amended to read:

12 (a) No owner or operator of a motor vehicle required to be licensed shall
13 operate or permit the operation of the vehicle upon the highways of the state
14 without having in effect an automobile liability policy or bond in the amounts
15 of at least \$25,000.00 for one person and \$50,000.00 for two or more persons
16 killed or injured and \$10,000.00 for damages to property in any one accident.
17 In lieu thereof, evidence of self-insurance in the amount of \$115,000.00 must
18 be filed with the commissioner of motor vehicles. This provision shall permit
19 an organization to post a bond on behalf of an owner of a motor vehicle who
20 chooses to self-insure. Such financial responsibility shall be maintained and

1 evidenced in a form prescribed by the commissioner. The commissioner may
2 require that evidence of financial responsibility be produced before motor
3 vehicle inspections are performed pursuant to the requirements of section 1222
4 of this title.

5 Sec. 2. EFFECTIVE DATE

6 This act shall take effect on passage.