HB 805 INTRODUCED BY ROTH, ET AL. SUSPEND REGISTRATION AND PLATES FOR NONPAYMENT OF VEHICLE LIABILITY

- 2/17 INTRODUCED 2/17 REFERRED TO JUDICIARY 2/17 FISCAL NOTE REQUESTED 2/19 FISCAL NOTE RECEIVED 2/20 HEARING 2/21 COMMITTEE REPORT--BILL PASSED AS AMENDED 2/24 2ND READING PASSED 50 41 2/24 3RD READING PASSED 53 46 TRANSMITTED TO SENATE 3/02 REFERRED TO JUDICIARY 3/17 HEARING
- 3/17 TABLED IN COMMITTEE

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THE BILL NO. 805 MARCER Spreth Rammer INTRODUCED BY A BILL FOR AN ACT ENTITLED: "AN ACT REOUIRING THE SUSPENSION AND SURRENDER OF A RESIDENT JUDGMENT DEBTOR'S DRIVER'S LICENSE, REGISTRATION, AND VEHICLE LICENSE NUMBER

7 PLATES FROM ALL VEHICLES IN WHICH HE HOLDS AN INTEREST FOR NONPAYMENT OF A MOTOR VEHICLE LIABILITY JUDGMENT: AND 8 AMENDING SECTIONS 61-6-112, 61-6-122, 61-6-123, AND 9 61-6-125, MCA." 10

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12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 61-6-112, MCA, is amended to read: 13 14 "61-6-112. Surrender of license, registration, and 15 number plates. Any person whose license, registration, and 16 vehicle license number plates shall have been suspended as herein provided, or whose policy of insurance or bond, when 17 18 required under this part, shall have been canceled or terminated, or who shall neglect to furnish other proof upon 19 request of the department shall immediately return his 20 license, registration, and vehicle license number plates 21 22 from all vehicles in which he holds an interest to the department. If any person shall fail to return to the 23 24 department the license, registration, and vehicle license 25 number plates as provided herein, the department shall



forthwith direct any peace officer or highway patrolman to secure possession thereof and to return the same to the 2 department."

Section 2. Section 51-6-122, MCA, is amended to read: 4 5 "61-6-122. Suspension for nonpayment of judgments -exceptions. (1) The department, upon the receipt of a 6 7 certified copy of a judgment, shall forthwith suspend the license, registration, and vehicle license number plates of 8 all vehicles in which a resident holds an interest and any 9 10 nonresident's operating privilege of any person against whom 11 such judgment was rendered, except as hereinafter otherwise 12 provided in this section and in 61-6-125.

(2) If the judgment creditor consents in writing, in 13 14 such form as the department may prescribe, that the judgment 15 debtor be allowed license, registration, and vehicle license 16 number plates or nonresident's operating privilege, the same 17 may be allowed by the department, in its discretion, for 6 months from the date of such consent and thereafter until 18 19 such consent is revoked in writing notwithstanding default 20 in the payment of such judgment, or of any installments thereof prescribed in 61-6-125, provided the judgment debtor 21 22 furnishes proof of financial responsibility."

23 Section 3. Section 61-6-123, MCA, is amended to read: 24 "61-6-123. Suspension to continue until judgments paid 25 and proof given -- maximum period of suspension. Such

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INTRODUCED BILL HB-805

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1 license, registration, and vehicle license number plates and 2 nonresident's operating privilege shall remain so suspended and shall not be renewed, nor shall any such license, 3 registration, or vehicle license number plates be thereafter 4 issued in the name of such person, including any such person 5 6 not previously licensed, unless and until every such 7 judgment is stayed, satisfied in full or to the extent hereinafter provided, and until the person gives proof of 8 9 financial responsibility subject to the exemptions stated in 10 61-6-122 and 61-6-125 or 6 years have passed from date 11 judgment was first entered as provided in 25-9-301 and the person has complied with 61-6-301 and 61-6-302." 12

13 Section 4. Section 61-6-125, MCA, is amended to read: "61-6-125. Installment payment of judgments --14 default. (1) A judgment debtor upon due notice to the 15 judgment creditor may apply to the court in which such 16 judgment was rendered for the privilege of paying such 17 18 judgment in installments and the court, in its discretion 19 and without prejudice to any other legal remedies which the judgment creditor may have, may so order and fix the amounts 20 and times of payment of the installments. 21

(2) The department shall not suspend a license or the
 registration and vehicle license number plates or a
 nonresident's operating privilege and shall restore any
 license, registration, vehicle license number plates, or

nonresident's operating privilege suspended following nonpayment of a judgment, when the judgment debtor gives proof of financial responsibility and obtains such an order permitting the payment of such judgment in installments, and while the payment of any said installment is not in default. (3) In the event the judgment debtor fails to pay any installment as specified by such order, then upon notice of such default, the department shall forthwith suspend the license, registration, vehicle license number plates from all vehicles in which a resident holds an interest, or nonresident's operating privilege of the judgment debtor until such judgment is satisfied, as provided in this part." <u>NEW SECTION.</u> Section 5. Extension of authority. Any existing authority of the department of justice to make rules on the subject of the provisions of this act is

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extended to the provisions of this act.

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# STATE OF MONTANA - FISCAL NOTE Form BD-15 In compliance with a written request, there is hereby submitted a Fiscal Note for HB805, as introduced.

# DESCRIPTION OF PROPOSED LEGISLATION:

An act requiring the suspension and surrender of a resident judgement debtor's driver's license, registration, and number plates for non-payment of a motor vehicle liability judgement; and amending Sections 61-6-112, 61-6-122, 61-6-123, and 61-6-125, MCA.

FISCAL IMPACT: None.

DAVID L. HUNTER, BUDGET DIRECTOR Office of Budget and Program Planning

DATE 2-20-87 RAI ROTH.

Fiscal Note for HB805, as introduced.

HB 0805/02

#### APPROVED BY COMMITTEE ON JUDICIARY

1	HOUSE BILL NO. 805	1	numbe
2	INTRODUCED BY ROTH, MERCER, SPAETH,	2	forth
3	RAMIREZ, REHBERG	3	secur
4		4	depar
5	A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING THE	5	:
6	SUSPENSION AND SURRENDER OF A RESIDENT JUDGMENT DEBTOR'S	6	
7	DRIVER'S LICENSE, REGISTRATION, AND VEHICLE LICENSE NUMBER	7	except
8	PLATES FROM ALL UNINSURED VEHICLES IN WHICH HE HOLDS AN	. 8	certi
9	INTEREST FOR NONPAYMENT OF A MOTOR VEHICLE LIABILITY	9	licen
10	JUDGMENT; AND AMENDING SECTIONS 61-6-112, 61-6-122,	10	<u>all v</u>
11	61-6-123, AND 61-6-125, MCA."	11	nonre
12		12	such
13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	13	provid
14	Section 1. Section 61-6-112, MCA, is amended to read:	14	(
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16	number plates. Any person whose license, registration, and	16	debtor
17	vehicle license number plates shall have been suspended as	17	number
18	herein provided, or whose policy of insurance or bond, when	18	may t
19	required under this part, shall have been canceled or	19	months
20	terminated, or who shall neglect to furnish other proof upon	20	such
21	request of the department shall immediately return his	21	in the
22	license, registration, and vehicle license number plates	22	thered
23	from all UNINSURED vehicles in which he holds an interest to	23	furnis
24	the department. If any person shall fail to return to the	24	S

25 department the license, registration, and vehicle license



number plates as provided herein, the department shall forthwith direct any peace officer or highway patrolman to secure possession thereof and to return the same to the department."

Section 2. Section 61-6-122, MCA, is amended to read:
"61-6-122. Suspension for nonpayment of judgments -exceptions. (1) The department, upon the receipt of a
certified copy of a judgment, shall forthwith suspend the
license, registration, and vehicle license number plates of
all vehicles in which a resident holds an interest and any
nonresident's operating privilege of any person against whom
such judgment was rendered, except as hereinafter otherwise
provided in this section and in 61-6-125.

(2) If the judgment creditor consents in writing, in such form as the department may prescribe, that the judgment debtor be allowed license, registration, and vehicle license number plates or nonresident's operating privilege, the same may be allowed by the department, in its discretion, for 6 months from the date of such consent and thereafter until such consent is revoked in writing notwithstanding default in the payment of such judgment, or of any installments thereof prescribed in 61-6-125, provided the judgment debtor furnishes proof of financial responsibility."

Section 3. Section 61~6-123, MCA, is amended to read:
"61-6-123. Suspension to continue until judgments paid

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and proof given -- maximum period of suspension. Such 1 2 license, registration, and vehicle license number plates and 3 nonresident's operating privilege shall remain so suspended and shall not be renewed, nor shall any such license, 4 5 registration, or vehicle license number plates be thereafter 6 issued in the name of such person, including any such person 7 not previously licensed, unless and until every such 8 judgment is stayed, satisfied in full or to the extent 9 hereinafter provided, and until the person gives proof of 10 financial responsibility subject to the exemptions stated in 61-6-122 and 61-6-125 or 6 years have passed from date 11 12 judgment was first entered as provided in 25-9-301 and the person has complied with 61-6-301 and 61-6-302." 13

14 Section 4. Section 61-6-125, MCA, is amended to read: 15 "61-6-125. Installment payment of judgments --16 default. (1) A judgment debtor upon due notice to the judgment creditor may apply to the court in which such 17 judgment was rendered for the privilege of paying such 18 19 judgment in installments and the court, in its discretion 20 and without prejudice to any other legal remedies which the 21 judgment creditor may have, may so order and fix the amounts 22 and times of payment of the installments.

(2) The department shall not suspend a license or the
 registration and vehicle license number plates or a
 nonresident's operating privilege and shall restore any

license, registration, vehicle license number plates, or nonresident's operating privilege suspended following nonpayment of a judgment, when the judgment debtor gives proof of financial responsibility and obtains such an order permitting the payment of such judgment in installments, and while the payment of any said installment is not in default. (3) In the event the judgment debtor fails to pay any installment as specified by such order, then upon notice of

9 such default, the department shall forthwith suspend the 10 license, registration, vehicle license number plates from 11 all vehicles in which a resident holds an interest, or 12 nonresident's operating privilege of the judgment debtor until such judgment is satisfied, as provided in this part." 13 NEW SECTION. Section 5. Extension of authority. Any 14 15 existing authority of the department of justice to make 16 rules on the subject of the provisions of this act is extended to the provisions of this act. 17

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HB 805

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1 HOUSE BILL NO. 805 2 INTRODUCED BY ROTH, MERCER, SPAETH, 3 RAMIREZ, REHBERG 4 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING THE 5 6 SUSPENSION AND SURRENDER OF A RESIDENT JUDGMENT DEBTOR'S DRIVER'S LICENSE, REGISTRATION, AND VEHICLE LICENSE NUMBER 7 PLATES FROM ALL UNINSURED VEHICLES IN WHICH HE HOLDS AN 8 9 INTEREST FOR NONPAYMENT OF A MOTOR VEHICLE LIABILITY JUDGMENT: AND AMENDING SECTIONS 61-6-112, 61-6-122, 10 61-6-123, AND 61-6-125, MCA." 11

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<u>number plates</u> as provided herein, the department shall
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THIRD READING

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