

## Insurance Motorist Identification Program

# Utah Codes

- Guidelines to creating a Uninsured Motorist Identification Program. 41-12a-803
- Insurance agencies must provide information daily. 41-12a-803
- Owners must obtain insurance before operating a vehicle. 41-12a-303.2

# Verification and Reporting

- Nine states use online verification of insurance as a Primary source.
- Five state use it as Secondary source.
- 13 states have no reporting.
- 7 have web service reporting.
- 27 data base reporting.
- 3 random sampling.

# Advantages

- Ninety seven percent of our vehicle are insured.
- Third party does letters, phone calls, faxes, emails, verifications with insurance agencies. Zero verification is done at the counter, unless revoked.
- DMV only sends out revocation letters.

- Happy citizens!



# Who is insured?

- Our program was implemented in 2000.
- Before implementing our Insurance Verification Plan we only had 60% of our vehicles insured.
- We have approximately 2.3 million vehicles in the Insurance Verification Plan.

# Third Party Vendor

- There are 350 insurance reporting companies, that usually get 93.1 %.
- Our Third Party Vendor tries to correct the 7% percent before pursuing revocation.
- Updates are received from insurance companies on the 1<sup>st</sup> and 16<sup>th</sup> of each month, then matched by VIN's from the DMV.

# Notice of uninsured

- First notice is mailed out after 90 days of no insurance reported. The customer has 15 days to respond.

No response?

- Then a second notice is mailed, and the customer has 15 days to respond. We get 50 to 60% respond to the letters. That will push the 93% to 97%.

# Revocation

- Before we send the revocation letter, our vendor does a real time broadcast to all insurance companies.
- If insurance is still not found, and the customer does not respond, then our vendor sends us an electronic file for revocation.
- Once revoked, the reinstatement fee is \$100, plus current insurance.
- Last year from January 1 through December 2015 we had 40,588 revocations.



# In an accident?

In Utah, if someone gets in an accident and they do not have insurance, 2 things will happen.

- 1 The vehicle registration will be revoked, if it's already revoked then it will be impounded.
- 2 Their drivers license will be suspended until they prove to DLD that they have current insurance.



YIKES! Now they have double trouble!

Our goal is to have **everyone** insured, NOT to collect penalties or impound cars.