

MOTOR VEHICLE INSURANCE REVISIONS

2023 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Marsha Judkins

Senate Sponsor: Lincoln Fillmore

LONG TITLE

General Description:

This bill increases minimum coverage limits on liability coverage for a motor vehicle insurance policy.

Highlighted Provisions:

This bill:

- ▶ increases minimum coverage limits for a motor vehicle insurance policy for liability for bodily injury, death, or property damage caused by an accident, beginning at a future date;
- ▶ provides an exception to the increase in coverage limits for a self-insured, private rental fleet; and
- ▶ makes technical changes.

Money Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

AMENDS:

31A-22-304, as last amended by Laws of Utah 2008, Chapter 371

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **31A-22-304** is amended to read:

29 **31A-22-304. Motor vehicle liability policy minimum limits.**

30 (1) ~~[Policies]~~ A policy issued or renewed on or before December 31, 2024, containing
31 motor vehicle liability coverage may not limit the insurer's liability under that coverage below
32 the following:

33 ~~[(+)]~~ (a) (i) \$25,000 because of liability for bodily injury to or death of one person,
34 arising out of the use of a motor vehicle in any one accident;

35 ~~[(b)]~~ (ii) subject to the limit for one person in Subsection (1)(a)(i), in the amount of
36 \$65,000 because of liability for bodily injury to or death of two or more persons arising out of
37 the use of a motor vehicle in any one accident; and

38 ~~[(c)]~~ (iii) in the amount of \$15,000 because of liability for injury to, or destruction of,
39 property of others arising out of the use of a motor vehicle in any one accident; or

40 ~~[(2)]~~ (b) \$80,000 in any one accident whether arising from bodily injury to or the death
41 of others, or from destruction of, or damage to, the property of others.

42 (2) Subject to Subsection (3), a policy issued or renewed on or after January 1, 2025,
43 containing motor vehicle liability coverage may not limit the insurer's liability under that
44 coverage below the following:

45 (a) (i) \$30,000 because of liability for bodily injury to or death of one person, arising
46 out of the use of a motor vehicle in any one accident;

47 (ii) subject to the limit for one person in Subsection (2)(a)(i), in the amount of \$65,000
48 because of liability for bodily injury to or death of two or more persons arising out of the use of
49 a motor vehicle in any one accident; and

50 (iii) in the amount of \$25,000 because of liability for injury to, or destruction of,
51 property of others arising out of the use of a motor vehicle in any one accident; or

52 (b) \$90,000 in any one accident whether arising from bodily injury to or the death of
53 others, or from destruction of, or damage to, the property of others.

54 (3) Notwithstanding Subsection (2), for a policy for a self-insured, private rental fleet,
55 the policy containing motor vehicle liability coverage may not limit the insurer's liability under

56 that coverage below the following:

57 (a) (i) \$25,000 because of liability for bodily injury to or death of one person, arising
58 out of the use of a motor vehicle in any one accident;

59 (ii) subject to the limit for one person in Subsection (3)(a)(i), in the amount of \$65,000
60 because of liability for bodily injury to or death of two or more persons arising out of the use of
61 a motor vehicle in any one accident; and

62 (iii) in the amount of \$15,000 because of liability for injury to, or destruction of,
63 property of others arising out of the use of a motor vehicle in any one accident; or

64 (b) \$80,000 in any one accident whether arising from bodily injury to or the death of
65 others, or from destruction of, or damage to, the property of others.