As Amended by House Committee 1 2 3 As Amended by Senate Committee 4 Session of 2002  $\mathbf{5}$ **SENATE BILL No. 392** 6 78 By Committee on Transportation 9 10 1-16 11 12 AN ACT relating to drivers' licenses; concerning habitual violators; 13 amending K.S.A. 8-285, 8-1002, 8-1020 and 40-3104 and repealing 14 the existing section sections. 1516 Be it enacted by the Legislature of the State of Kansas: 17Section 1. K.S.A. 8-285 is hereby amended to read as follows: 8-285. Except as otherwise provided in this section, as used in this act, the words 18 19 and phrases defined in K.S.A. 8-234a, and amendments thereto, shall 20have the meanings ascribed to them therein. The term "habitual violator" 21means any resident or nonresident person who, within the immediately 22 preceding five years, has been convicted in this or any other state: 23Three or more times of: (a) 24(1)Vehicular homicide, as defined by K.S.A. 21-3405, and amend-25ments thereto, or as prohibited by any ordinance of any city in this state or any law of another state which is in substantial conformity with that 26 27 statute; 28(2) violating K.S.A. 8-1567, and amendments thereto, or violating an 29 ordinance of any city in this state or any law of another state, which 30 ordinance or law declares to be unlawful the acts prohibited by that 31 statute; 32 driving while the privilege to operate a motor vehicle on the public (3)33 highways of this state has been canceled, suspended or revoked, as prohibited by K.S.A. 8-262 or 8-287, and amendments thereto, or while such 34 35 person's privilege to obtain a driver's license is suspended or revoked 36 pursuant to K.S.A. 8-252a, and amendments thereto, or, as prohibited by any ordinance of any city in this state or any law of another state which 37 38 is in substantial conformity with those statutes; perjury resulting from a violation of K.S.A. 8-261a, and amend-39 (4)40ments thereto, or resulting from the violation of a law of another state 41 which is in substantial conformity with that statute; 42 violating the provisions of the fifth clause of K.S.A. 8-142, and (5)43 amendments thereto, relating to fraudulent applications, or violating the

provisions of a law of another state which is in substantial conformity with
 that statute;

3 (6) any crime punishable as a felony, if a motor vehicle was used in4 the perpetration of the crime;

5 (7) failing to stop at the scene of an accident and perform the duties 6 required by K.S.A. 8-1602 through 8-1604, and amendments thereto, or 7 required by any ordinance of any city in this state or a law of another 8 state which is in substantial conformity with those statutes; or

9 (8) violating the provisions of K.S.A. 40-3104, and amendments 10 thereto, relating to motor vehicle liability insurance coverage or an or-11 dinance of any city in this state, which is in substantial conformity with 12 such statute.

(b) Three or more times, either singly or in combination, of any ofthe offenses enumerated in subsection (a).

15For the purpose of subsection (a)(2), in addition to the definition of 16 "conviction" otherwise provided by law, conviction includes, but is not 17limited to, a diversion agreement entered into in lieu of further criminal proceedings, or a plea of *nolo contendere*, on a complaint, indictment, 18 19 information, citation or notice to appear alleging a violation of K.S.A. 8-20 1567, and amendments thereto, or an ordinance of a city in this state or law of another state, which ordinance or law prohibits the acts prohibited 2122 by that statute.

23Sec. 2. K.S.A. 8-1002 is hereby amended to read as follows: 8-241002. (a) Whenever a test is requested pursuant to this act and 25results in either a test failure or test refusal, a law enforcement officer's certification shall be prepared. If the person had been 26 27driving a commercial motor vehicle, as defined in K.S.A. 8-2,128, 28and amendments thereto, a separate certification pursuant to 29 K.S.A. 8-2,145 and amendments thereto shall be prepared in ad-30 dition to any certification required by this section. The certifica-31 tion required by this section shall be signed by one or more officers 32 to certify:

33 (1) With regard to a test refusal, that: (A) There existed rea-34 sonable grounds to believe the person was operating or attempting to operate a vehicle while under the influence of alcohol or drugs, 35 36 or both, or to believe that the person had been driving a commer-37 cial motor vehicle, as defined in K.S.A. 8-2,128, and amendments thereto, or is under 21 years of age while having alcohol or other 38 39 drugs in such person's system; (B) the person had been placed under arrest, was in custody or had been involved in a vehicle 40accident or collision; (C) a law enforcement officer had presented 4142 the person with the oral and written notice required by K.S.A. 8-1001, and amendments thereto; and (D) the person refused to sub-43

1 mit to and complete a test as requested by a law enforcement 2 officer.

3 (2) With regard to a test failure, that: (A) There existed reasonable grounds to believe the person was operating a vehicle while 4 under the influence of alcohol or drugs, or both, or to believe that 5the person had been driving a commercial motor vehicle, as de-6 7 fined in K.S.A. 8-2,128, and amendments thereto, or is under 21 years of age while having alcohol or other drugs in such person's 8 9 system; (B) the person had been placed under arrest, was in cus-10 tody or had been involved in a vehicle accident or collision; (C) a 11 law enforcement officer had presented the person with the oral and written notice required by K.S.A. 8-1001, and amendments 12thereto; and (D) the result of the test showed that the person had 13 14an alcohol concentration of .08 or greater in such person's blood 15or breath.

16 (3) With regard to failure of a breath test, in addition to those 17matters required to be certified under subsection (a)(2), that: (A) The testing equipment used was certified by the Kansas depart-18 19 ment of health and environment; (B) the testing procedures used 20 were in accordance with the requirements set out by the Kansas department of health and environment; and (C) the person who 2122 operated the testing equipment was certified by the Kansas de-23 partment of health and environment to operate such equipment.

24(b) For purposes of this section, certification shall be complete 25upon signing, and no additional acts of oath, affirmation, acknowledgment or proof of execution shall be required. The signed cer-26 27 tification or a copy or photostatic reproduction thereof shall be 28admissible in evidence in all proceedings brought pursuant to this 29 act, and receipt of any such certification, copy or reproduction 30 shall accord the department authority to proceed as set forth 31 herein. Any person who signs a certification submitted to the di-32 vision knowing it contains a false statement is guilty of a class B 33 nonperson misdemeanor.

(c) When the officer directing administration of the testing de-34 35 termines that a person has refused a test and the criteria of sub-36 section (a)(1) have been met or determines that a person has failed a test and the criteria of subsection (a)(2) have been met, the of-37 38 ficer shall serve upon the person notice of suspension of driving 39 privileges pursuant to K.S.A. 8-1014, and amendments thereto. If the determination is made while the person is still in custody, serv-40 41 ice shall be made in person by the officer on behalf of the division 42 of vehicles. In cases where a test failure is established by a subsequent analysis of a breath, blood or urine sample, the officer 43

 shall serve notice of such suspension in person or by another designated officer or by mailing the notice to the person at the address
 provided at the time of the test. Within five days after the date of
 service of a copy of the law enforcement officer's certification and notice
 of suspension, the officer's certification and notice of suspension shall be
 forwarded to the division.

7 (d) In addition to the information required by subsection (a), the law enforcement officer's certification and notice of suspen-8 9 sion shall contain the following information: (1) The person's 10 name, driver's license number and current address; (2) the reason 11 and statutory grounds for the suspension; (3) the date notice is 12 being served and a statement that the effective date of the suspension shall be the 30th calendar day after the date of service; 13 14(4) the right of the person to request an administrative hearing; 15and (5) the procedure the person must follow to request an ad-16 ministrative hearing. The law enforcement officer's certification 17and notice of suspension shall also inform the person that all correspondence will be mailed to the person at the address contained 1819 in the law enforcement officer's certification and notice of suspen-20 sion unless the person notifies the division in writing of a different 21 address or change of address. The address provided will be con-22 sidered a change of address for purposes of K.S.A. 8-248, and 23amendments thereto, if the address furnished is different from 24that on file with the division.

25(e) If a person refuses a test or if a person is still in eustody when it is determined that the person has failed a test, the officer shall take any 26 27 license in the possession of the person and, if the license is not expired, suspended, revoked or canceled, shall issue a temporary license effective 2829 until the 30th calendar day after the date of service set out in the law 30 enforcement officer's certification and notice of suspension. If the test 31 failure is established by a subsequent analysis of a breath or blood sample, 32 the temporary license shall be served together with the copy of the law 33 enforcement officer's certification and notice of suspension. A temporary license issued pursuant to this subsection shall bear the same restrictions 34 35 and limitations as the license for which it was exchanged. Within five days 36 after the date of service of a copy of the law enforcement officer's certification and notice of suspension the officer's certification and notice of 37 suspension, along with any licenses taken, shall be forwarded to the di-38 39 vision.

40 (f)(e) Upon receipt of the law enforcement officer's certifica-41 tion, the division shall review the certification to determine that it 42 meets the requirements of subsection (a). Upon so determining, 43 the division shall proceed to suspend the person's driving privileges in accordance with the notice of suspension previously
 served. If the requirements of subsection (a) are not met, the di vision shall dismiss the administrative proceeding and return any
 license surrendered by the person.

5 (g)(f) The division shall prepare and distribute forms for use 6 by law enforcement officers in giving the notice required by this 7 section.

8 (h) (g) The provisions of K.S.A. 60-206 and amendments 9 thereto regarding the computation of time shall not be applicable 10 in determining the effective date of suspension set out in subsec-11 tion (d). "Calendar day" when used in this section shall mean that 12 every day shall be included in computations of time whether a 13 week day, Saturday, Sunday or holiday.

14 Sec. 3. K.S.A. 8-1020 is hereby amended to read as follows: 8-15 1020. (a) Any licensee served with an officer's certification and 16 notice of suspension pursuant to K.S.A. 8-1002, and amendments 17 thereto, may request an administrative hearing. Such request may 18 be made either by:

(1) Mailing a written request which is postmarked 10 calendar
 days after service of notice, if such notice was given by personal
 service;

(2) mailing a written request which is postmarked 13 calendar
23 days after service of notice, if such notice was given by mail;

(3) transmitting a written request by electronic facsimile which
 is received by the division within 10 calendar days after service of
 notice, if such notice was given by personal service; or

(4) transmitting a written request by electronic facsimile which
is received by the division within 13 calendar days after service, if
such notice was given by mail.

(b) If the licensee makes a timely request for an administrative hear ing, any temporary license issued pursuant to K.S.A. 8-1002, and amend ments thereto, shall remain in effect until the 30th calendar day after the
 effective date of the decision made by the division.

(e) (b) If the licensee fails to make a timely request for an administrative hearing, the licensee's driving privileges shall be suspended or suspended and then restricted in accordance with the notice of suspension served pursuant to K.S.A. 8-1002, and amendments thereto.

otherwise restricted, suspended, revoked or canceled. Except for a hear-1 ing conducted by telephone or video conference call, the hearing 2 3 shall be conducted in the county where the arrest occurred or a county adjacent thereto. If the licensee requests, the hearing may 4 be conducted by telephone or video conference call. 5

(e) (d) Except as provided in subsection (f) (e), prehearing dis-6 7 covery shall be limited to the following documents, which shall be provided to the licensee or the licensee's attorney no later than 8 9 five calendar days prior to the date of hearing: 10

(1) The officer's certification and notice of suspension;

11 in the case of a breath or blood test failure, copies of doc-(2)uments indicating the result of any evidentiary breath or blood 12 13 test administered at the request of a law enforcement officer;

14 (3) in the case of a breath test failure, a copy of the affidavit 15showing certification of the officer and the instrument; and

16 (4) in the case of a breath test failure, a copy of the Kansas 17department of health and environment testing protocol checklist. (f) (e) At or prior to the time the notice of hearing is sent, the 18 19 division shall issue an order allowing the licensee or the licensee's 20 attorney to review any video or audio tape record made of the events upon which the administrative action is based. Such review 2122 shall take place at a reasonable time designated by the law enforcement agency and shall be made at the location where the 2324video or audio tape is kept. The licensee may obtain a copy of any 25such video or audio tape upon request and upon payment of a reasonable fee to the law enforcement agency, not to exceed \$25 26 27per tape.

 $\frac{g}{g}(f)$  Witnesses at the hearing shall be limited to the licensee, 2829 to any law enforcement officer who signed the certification form 30 and to one other witness who was present at the time of the issu-31 ance of the certification and called by the licensee. The presence 32 of the certifying officer or officers shall not be required, unless 33 requested by the licensee at the time of making the request for the hearing. The examination of a law enforcement officer shall 34 35 be restricted to the factual circumstances relied upon in the offi-36 cer's certification.

(h) (g) (1) If the officer certifies that the person refused the 37 test, the scope of the hearing shall be limited to whether: 38

(A) A law enforcement officer had reasonable grounds to be-39 lieve the person was operating or attempting to operate a vehicle 4041 while under the influence of alcohol or drugs, or both, or had been 42 driving a commercial motor vehicle, as defined in K.S.A. 8-2,128, and amendments thereto, while having alcohol or other drugs in 43

such person's system;

(B) the person was in custody or arrested for an alcohol or drug related offense or was involved in a vehicle accident or collision resulting in property damage, personal injury or death; 4

(C) a law enforcement officer had presented the person with 56 the oral and written notice required by K.S.A. 8-1001, and amend-7 ments thereto; and

(D) the person refused to submit to and complete a test as re-8 9 quested by a law enforcement officer.

10 (2) If the officer certifies that the person failed a breath test, 11 the scope of the hearing shall be limited to whether:

(A) A law enforcement officer had reasonable grounds to be-12 13 lieve the person was operating a vehicle while under the influence 14of alcohol or drugs, or both, or had been driving a commercial 15motor vehicle, as defined in K.S.A. 8-2,128, and amendments 16 thereto, while having alcohol or other drugs in such person's 17system;

the person was in custody or arrested for an alcohol or drug 18 **(B)** 19 related offense or was involved in a vehicle accident or collision 20 resulting in property damage, personal injury or death;

(C) a law enforcement officer had presented the person with 2122 the oral and written notice required by K.S.A. 8-1001, and amend-23 ments thereto;

24(D) the testing equipment used was certified by the Kansas de-25partment of health and environment;

(E) the person who operated the testing equipment was certi-26 27fied by the Kansas department of health and environment;

28(F) the testing procedures used substantially complied with the 29 procedures set out by the Kansas department of health and 30 environment;

31 (G) the test result determined that the person had an alcohol concentration of .08 or greater in such person's breath; and 32

33 (H) the person was operating or attempting to operate a 34 vehicle.

35 (3) If the officer certifies that the person failed a blood test, 36 the scope of the hearing shall be limited to whether:

(A) A law enforcement officer had reasonable grounds to be-37 lieve the person was operating a vehicle while under the influence 38 of alcohol or drugs, or both, or had been driving a commercial 39 motor vehicle, as defined in K.S.A. 8-2,128, and amendments 40thereto, while having alcohol or other drugs in such person's 41

42 system;

(B) the person was in custody or arrested for an alcohol or drug 43

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related offense or was involved in a vehicle accident or collision
 resulting in property damage, personal injury or death;

3 (C) a law enforcement officer had presented the person with 4 the oral and written notice required by K.S.A. 8-1001, and amend-5 ments thereto;

(D) the testing equipment used was reliable;

7 (E) the person who operated the testing equipment was 8 qualified;

(F) the testing procedures used were reliable;

10 (G) the test result determined that the person had an alcohol 11 concentration of .08 or greater in such person's blood; and

12 (H) the person was operating or attempting to operate a 13 vehicle.

14 (i) (h) At a hearing pursuant to this section, or upon court re-15view of an order entered at such a hearing, an affidavit of the 16 custodian of records at the Kansas department of health and environment stating that the breath testing device was certified and 17the operator of such device was certified on the date of the test 18 19 shall be admissible into evidence in the same manner and with the 20 same force and effect as if the certifying officer or employee of 21the Kansas department of health and environment had testified in 22 person. A certified operator of a breath testing device shall be 23 competent to testify regarding the proper procedures to be used 24in conducting the test.

25(i) At a hearing pursuant to this section, or upon court review of an order entered at such a hearing, in which the report of blood 26 test results have been prepared by the Kansas bureau of investi-27gation or other forensic laboratory of a state or local law enforce-2829 ment agency are to be introduced as evidence, the report, or a 30 copy of the report, of the findings of the forensic examiner shall 31 be admissible into evidence in the same manner and with the same 32 force and effect as if the forensic examiner who performed such 33 examination, analysis, comparison or identification and prepared the report thereon had testified in person. 34

35  $(\stackrel{(k)}{\leftrightarrow}(j)$  At the hearing, the licensee has the burden of proof by 36 a preponderance of the evidence to show that the facts set out in 37 the officer's certification are false or insufficient and that the order 38 suspending or suspending and restricting the licensee's driving 39 privileges should be dismissed.

40 (1) (k) Evidence at the hearing shall be limited to the following:

41 (1) The documents set out in subsection (e) (d);

- 42 (2) the testimony of the licensee;
- 43 (3) the testimony of any certifying officer;

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(4) the testimony of any witness present at the time of the issuance of the certification and called by the licensee;

(5) any affidavits submitted from other witnesses;

4 (6) any documents submitted by the licensee to show the exis-5 tence of a medical condition, as described in K.S.A. 8-1001, and 6 amendments thereto; and

7 (7) any video or audio tape record of the events upon which 8 the administrative action is based.

9 (m) (l) After the hearing, the representative of the director 10 shall enter an order affirming the order of suspension or suspen-11 sion and restriction of driving privileges or for good cause appearing therefor, dismiss the administrative action. If the repre-1213 sentative of the director enters an order affirming the order of 14 suspension or suspension and restriction of driving privileges, the 15suspension or suspension and restriction shall begin on the 30th 16 day after the effective date of the order of suspension or suspen-17sion and restriction. If the person whose privileges are suspended 18 is a nonresident licensee, the license of the person shall be for-19 warded to the appropriate licensing authority in the person's state 20 of residence if the result at the hearing is adverse to such person 21or if no timely request for a hearing is received.

 $(\mathbf{n})$  (m) The representative of the director may issue an order 22 23at the close of the hearing or may take the matter under advise-24ment and issue a hearing order at a later date. If the order is made 25at the close of the hearing, the licensee or the licensee's attorney 26 shall be served with a copy of the order by the representative of 27 the director. If the matter is taken under advisement or if the hear-28ing was by telephone or video conference call, the licensee and 29 any attorney who appeared at the administrative hearing upon be-30 half of the licensee each shall be served with a copy of the hearing 31 order by mail. Any law enforcement officer who appeared at the 32 hearing also may be mailed a copy of the hearing order. The ef-33 fective date of the hearing order shall be the date upon which the 34 hearing order is served, whether served in person or by mail.

35  $(\mathbf{o})(n)$  The licensee may file a petition for review of the hearing 36 order pursuant to K.S.A. 8-259, and amendments thereto. Upon 37 filing a petition for review, the licensee shall serve the secretary 38 of revenue with a copy of the petition and summons. Upon receipt 39 of a copy of the petition for review by the secretary, the temporary 40license issued pursuant to subsection (b) person's driving privileges under 41 subsection (c) shall be extended until the decision on the petition 42 for review is final.

43 (p)(o) Such review shall be in accordance with this section and

the act for judicial review and civil enforcement of agency actions. 1 To the extent that this section and any other provision of law con-2 3 flicts, this section shall prevail. The petition for review shall be 4 filed within 10 days after the effective date of the order. Venue of the action for review is the county where the person was arrested 56 or the accident occurred, or, if the hearing was not conducted by 7 telephone conference call, the county where the administrative proceeding was held. The action for review shall be by trial de 8 9 novo to the court and the evidentiary restrictions of subsection (1) 10 (k) shall not apply to the trial de novo. The court shall take testi-11 mony, examine the facts of the case and determine whether the 12 petitioner is entitled to driving privileges or whether the petitioner's driving privileges are subject to suspension or suspension 13 14and restriction under the provisions of this act. If the court finds 15that the grounds for action by the agency have been met, the court 16 shall affirm the agency action.

17 (q)(p) Upon review, the licensee shall have the burden to show 18 that the decision of the agency should be set aside.

19 $(\mathbf{r})(q)$ Notwithstanding the requirement to issue a temporary li-<br/>cense in K.S.A. 8-1002, and amendments thereto, and the requirements20eense in K.S.A. 8-1002, and amendments thereto, and the requirements<br/>to extend the temporary license driving privileges in this section, any<br/>such temporary driving privileges are subject to restriction, suspen-<br/>sion, revocation or cancellation as provided in K.S.A. 8-1014, and<br/>amendments thereto, or for other cause.

(s) (r) Upon motion by a party, or on the court's own motion,
the court may enter an order restricting or suspending the driving
privileges allowed by the temporary license provided for in K.S.A. 81002, and amendments thereto, and in this section. The temporary license also shall be subject to restriction, suspension, revocation or cancellation, as set out in K.S.A. 8-1014, and amendments thereto, or for
other cause.

 $\begin{array}{rrr} 32 & (\texttt{t}) (s) & \texttt{The facts found by the hearing officer or by the district} \\ 33 & \texttt{court upon a petition for review shall be independent of the de-} \\ 4 & \texttt{termination of the same or similar facts in the adjudication of any} \\ 35 & \texttt{criminal charges arising out of the same occurrence. The disposi-} \\ 36 & \texttt{tion of those criminal charges shall not affect the suspension or} \\ 37 & \texttt{suspension and restriction to be imposed under this section.} \end{array}$ 

 $\begin{array}{rcl} & (\mathbf{u})(t) & \text{All notices affirming or canceling a suspension under this} \\ & \text{section}, and all notices of a hearing held under this section and all} \\ & \text{issuances of temporary driving privileges pursuant to this section shall} \\ & \text{be sent by first-class mail and a United States post office certificate} \\ & \text{of mailing shall be obtained therefor. All notices so mailed shall} \\ & \text{be deemed received three days after mailing, except that this pro-} \end{array}$ 

vision shall not apply to any licensee where such application wouldresult in a manifest injustice.

3  $(\mathbf{w})$  (u) The provisions of K.S.A. 60-206, and amendments thereto, regarding the computation of time shall not be applicable 4 in determining the time for requesting an administrative hearing 56 as set out in subsection (a) but shall apply to the time for filing a petition for review pursuant to subsection (0) (*n*) and K.S.A. 8-259, 7 and amendments thereto. "Calendar day" shall mean that every 8 9 day shall be included in computations of time whether a weekday, 10 Saturday, Sunday or holiday.

11 Sec. 4. K.S.A. 40-3104 is hereby amended to read as follows: 12 40-3104. (a) Every owner shall provide motor vehicle liability insurance coverage in accordance with the provisions of this act for 13 14every motor vehicle owned by such person, unless such motor ve-15hicle: (1) Is included under an approved self-insurance plan as provided in subsection (f); (2) is used as a driver training motor vehi-16 17cle, as defined in K.S.A. 72-5015, and amendments thereto, in an approved driver training course by a school district or an accred-1819 ited nonpublic school under an agreement with a motor vehicle 20 dealer, and such motor vehicle liability insurance coverage is provided by the school district or accredited nonpublic school; (3) is 2122 included under a qualified plan of self-insurance approved by an 23 agency of the state in which such motor vehicle is registered and 24the form prescribed in subsection (b) of K.S.A. 40-3106, and 25amendments thereto, has been filed; or (4) is expressly exempted 26 from the provisions of this act.

(b) An owner of an uninsured motor vehicle shall not permit
the operation thereof upon a highway or upon property open to
use by the public, unless such motor vehicle is expressly exempted
from the provisions of this act.

(c) No person shall knowingly drive an uninsured motor vehi cle upon a highway or upon property open to use by the public,
 unless such motor vehicle is expressly exempted from the provi sions of this act.

Any person operating a motor vehicle upon a highway or 35 (**d**) 36 upon property open to use by the public shall display, upon demand, evidence of financial security to a law enforcement officer. 37 The law enforcement officer shall issue a citation to any person 38 39 who fails to display evidence of financial security upon such demand. The law enforcement officer shall attach a copy of the in-40surance verification form prescribed by the secretary of revenue 4142 to the copy of the citation forwarded to the court.

43 No citation shall be issued to any person for failure to provide

proof of financial security when evidence of financial security 1 meeting the standards of subsection (e) is displayed upon demand 2 3 of a law enforcement officer. Whenever the authenticity of such evidence is questionable, the law enforcement officer may initiate 4 the preparation of the insurance verification form prescribed by 56 the secretary of revenue by recording information from the evidence of financial security displayed. The officer shall immediately 7 forward the form to the department of revenue, and the depart-8 9 ment shall proceed with verification in the manner prescribed in 10 the following paragraph. Upon return of a form indicating that 11 insurance was not in force on the date indicated on the form, the 12 department shall immediately forward a copy of the form to the 13 law enforcement officer initiating preparation of the form.

14(e) Unless the insurance company subsequently submits an in-15surance verification form indicating that insurance was not in 16 force, no person charged with violating subsections (b), (c) or (d) 17shall be convicted if such person produces in court, within 10 days 18 of the date of arrest or of issuance of the citation, evidence of 19 financial security for the motor vehicle operated, which was valid 20 at the time of arrest or of issuance of the citation. For the purpose of this subsection, evidence of financial security shall be provided 2122 by a policy of motor vehicle liability insurance, an identification card or certificate of insurance issued to the policyholder by the 23 24insurer which provides the name of the insurer, the policy number 25and the effective and expiration dates of the policy, or a certificate of self-insurance signed by the commissioner of insurance. Upon 26 27 the production in court of evidence of financial security, the court shall record the information displayed thereon on the insurance 28 29verification form prescribed by the secretary of revenue, imme-30 diately forward such form to the department of revenue, and stay any further proceedings on the matter pending a request from the 31 32 prosecuting attorney that the matter be set for trial. Upon receipt 33 of such form the department shall mail the form to the named 34 insurance company for verification that insurance was in force on 35 the date indicated on the form. It shall be the duty of insurance 36 companies to notify the department within 30 calendar days of the receipt of such forms of any insurance that was not in force on the 37 38 date specified. Upon return of any form to the department indi-39 cating that insurance was not in force on such date, the department shall immediately forward a copy of such form to the office of the 40prosecuting attorney or the city clerk of the municipality in which 41 42 such prosecution is pending when the prosecuting attorney is not ascertainable. Receipt of any completed form indicating that in-43

surance was not in effect on the date specified shall be prima facie 1 evidence of failure to provide proof of financial security and vio-2 3 lation of this section. A request that the matter be set for trial shall 4 be made immediately following the receipt by the prosecuting attorney of a copy of the form from the department of revenue in-56 dicating that insurance was not in force. Any charge of violating 7 subsection (b), (c) or (d) shall be dismissed if no request for a trial setting has been made within 60 days of the date evidence of fi-8 9 nancial security was produced in court.

10 (f) Any person in whose name more than 25 motor vehicles are 11 registered in Kansas may qualify as a self-insurer by obtaining a certificate of self-insurance from the commissioner of insurance. 12 The certificate of self-insurance issued by the commissioner shall 13 14cover such owned vehicles and those vehicles, registered in Kan-15sas, leased to such person if the lease agreement requires that 16 motor vehicle liability insurance on the vehicles be provided by 17the lessee. Upon application of any such person, the commissioner of insurance may issue a certificate of self-insurance, if the com-18 19 missioner is satisfied that such person is possessed and will con-20 tinue to be possessed of ability to pay any liability imposed by law 21against such person arising out of the ownership, operation, main-22 tenance or use of any motor vehicle described in this subsection. 23 A self-insurer shall provide liability coverage subject to the pro-24visions of subsection (e) of K.S.A. 40-3107, and amendments 25thereto, arising out of the ownership, operation, maintenance or use of a self-insured motor vehicle in those instances where the 26 27 lessee or the rental driver, if not the lessee, does not have a motor 28vehicle liability insurance policy or insurance coverage pursuant 29 to a motor vehicle liability insurance policy or certificate of insur-30 ance or such insurance policy for such leased or rented vehicle. 31 Such liability coverage shall be provided to any person operating 32 a self-insured motor vehicle with the expressed or implied consent 33 of the self-insurer.

34 Upon notice and a hearing in accordance with the provisions of 35 the Kansas administrative procedure act, the commissioner of in-36 surance may cancel a certificate of self-insurance upon reasonable 37 grounds. Failure to provide liability coverage or personal injury 38 protection benefits required by K.S.A. 40-3107 and 40-3109, and 39 amendments thereto, or pay any liability imposed by law arising 40 out of the ownership, operation, maintenance or use of a motor vehicle registered in such self-insurer's name, or to otherwise com-41 42 ply with the requirements of this subsection shall constitute reasonable grounds for the cancellation of a certificate of self-insur-43

ance. Reasonable grounds shall not exist unless such objectionable
 activity occurs with such frequency as to indicate a general busi ness practice.

Self-insureds shall investigate claims in a reasonably prompt
manner, handle such claims in a reasonable manner based on
available information and effectuate prompt, fair and equitable
settlement of claims in which liability has become reasonably clear.
As used in this subsection, "liability imposed by law" means the
stated limits of liability as provided under subsection (e) of K.S.A.
40-3107, and amendments thereto.

11 Nothing in this subsection shall preclude a self-insurer from pur-12 suing all rights of subrogation against another person or persons.

(g) (1) Any person violating any provision of this section shall
be guilty of a class B misdemeanor and shall be subject to a fine
of not less than \$300 nor more than \$1,000 or confinement in the
county jail for a term of not more than six months, or both such
fine and confinement.

(2) Any person convicted of violating any provision of this section within three years of any such prior conviction shall be guilty
of a class A misdemeanor and shall be subject to a fine of not less
than \$800 nor more than \$2,500.

22 (h) In addition to any other penalties provided by this act for 23failure to have or maintain financial security in effect, the director, 24upon receipt of a report required by K.S.A. 8-1607 or 8-1611, and 25amendments thereto, or a denial of such insurance by the insurance company listed on the form prescribed by the secretary of 26 27revenue pursuant to subsection (d) of this section, shall, upon no-28tice and hearing as provided by K.S.A. 40-3118, and amendments 29 thereto:

(1) Suspend:

30

(A) The license of each driver in any manner involved in the
 accident;

(B) the license of the owner of each motor vehicle involved in
such accident, unless the vehicle was stolen at the time of the accident, proof of which must be established by the owner of the
motor vehicle. Theft by a member of the vehicle owner's immediate family under the age of 18 years shall not constitute a stolen
vehicle for the purposes of this section;

(C) if the driver is a nonresident, the privilege of operating amotor vehicle within this state; or

41 (D) if such owner is a nonresident, the privilege of such owner

42 to operate or permit the operation within this state of any motor43 vehicle owned by such owner; and

1 (2) revoke the registration of all vehicles owned by the owner 2 of each motor vehicle involved in such accident.

3 (i) The suspension or revocation requirements in subsection4 (h) shall not apply:

5 (1) To the driver or owner if the owner had in effect at the time 6 of the accident an automobile liability policy as required by K.S.A. 7 40-3107, and amendments thereto, with respect to the vehicle in-8 volved in the accident;

9 (2) to the driver, if not the owner of the vehicle involved in the 10 accident, if there was in effect at the time of the accident an au-11 tomobile liability policy with respect to such driver's driving of 12 vehicles not owned by such driver;

13 (3) to any self-insurer as defined by subsection (u) of K.S.A. 4014 3103, and amendments thereto;

(4) to the driver or owner of any vehicle involved in the accident which was exempt from the provisions of this act pursuant to
K.S.A. 40-3105, and amendments thereto;

18 (5) to the owner of a vehicle described in subsection (a)(2).

(j) For the purposes of provisions (1) and (2) of subsection (i)
of this section, the director may require verification by an owner's
or driver's insurance company or agent thereof that there was in
effect at the time of the accident an automobile liability policy as
required in this act.

Any suspension or revocation effected hereunder shall remain in effect until:

(1) Satisfactory proof of financial security has been filed with
the director as required by subsection (d) of K.S.A. 40-3118, and
amendments thereto, and;

29 (2) the reinstatement fee herein prescribed has been paid; and

(3) such person:

30

(A) Has been released from liability or is a party to an action
 to determine liability pursuant to which the court temporarily stays
 such suspension pending final disposition of such action;

34 (B) has entered into an agreement for the payment of damages, 35 or;

(C) has been finally adjudicated not to be liable in respect to
 such accident and evidence of any such fact has been filed with the
 director and has paid the reinstatement fee herein prescribed; or

(D) the other party to the accident cannot be located as evidenced by

40 providing the original or copy of a returned certified, receipt requested

41 card that had been sent through the United States post office to the last

42 known address as shown on the accident report or otherwise provided

43 and such card has not been returned marked refused, to the division.

Such *The* reinstatement fee shall be \$100 except that if the reg istration of a motor vehicle of any owner is revoked within one
 year following a prior revocation of the registration of a motor
 vehicle of such owner under the provisions of this act such fee shall
 be \$300.

6 (k) The provisions of this section shall not apply to motor car-7 riers of property or passengers regulated by the corporation com-8 mission of the state of Kansas.

9 (l) The provisions of subsection (d) shall not apply to vehicle 10 dealers, as defined in K.S.A. 8-2401, and amendments thereto, for 11 vehicles being offered for sale by such dealers.

12 Sec. <u>2.</u> **5.** K.S.A. 8-285 <u>is</u>, **8-1002**, **8-1020** and **40-3104** hereby 13 repealed.

Sec. <u>3.</u> 6. This act shall take effect and be in force from and after its
publication in the statute book *Kansas register*.