

**PROGRAM DIVISION
BULLETIN**

2003-13

May 1, 2003

STATE: Utah

APPLICABILITY: Commercial Automobile

EFFECTIVE DATE: Immediately

SUMMARY: Proof of Insurance Law – UT DMV Reporting

SUMMARY

Utah law (Code 31A-22-315) requires all insurance carriers with active liability insurance policies in the state, to submit a report of all such policies by the 7th of each month.

Each report submitted will provide detail as to the coverage in force through a given carrier company on a monthly basis. The report is used to assist law enforcement in verifying that coverage is provided to individuals and/or vehicles, as required by state law. Failure to report this data can result in citations and court costs. Additionally, failure to report will result in the state contacting the insured to secure proof of coverage.

REPORTING OPTIONS

1. Non-Vehicle Specific Reporting

The insurer may report via *non-vehicle specific reporting* by only reporting the names and addresses of each Utah registrant(s) covered on the policy. In addition, the complete address of each Utah vehicle garage location must be reported to the state. This option eliminates the need to report vehicle-specific data and should be used on those accounts that are composite rated. Additionally, similar reporting should be used to report those situations where

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our contract provides coverage for the operator of a vehicle who is not assigned as a driver to a covered automobile.

HOWEVER, THIS OPTION, IF CHOSEN BY THE INSURER, COULD BE CONSTRUED AS AN INDICATION TO THE UTAH DMV THAT ALL UTAH REGISTERED VEHICLES THAT ARE OWNED BY THE REPORTED REGISTRANT(S) ARE COVERED BY THE POLICY, AND COULD RESULT IN THE COMPANY BEING LIABLE FOR CLAIMS THAT IT HAD NOT ANTICIPATED AND FOR WHICH IT HAD NOT COLLECTED A PREMIUM.

This may not be the underwriter's intent, especially regarding leased vehicles and vehicles registered to individuals covered on the policy.

AIG should not be verifying coverage on these types of exposures on a blanket basis.

Since we are required to report data on all in force accounts on a monthly basis, it is imperative that you also use the template provided to report data to the DMV Unit on accounts terminated during any given month. Information on terminated accounts will be used to update the required monthly "in force" report.

(See the reporting template for further details.)

2. Vehicle-Specific Reporting

The insurer may report via vehicle-specific reporting. This means of reporting data should be utilized to report data on schedule rated policies. For each vehicle reported, we are required to report the driver of the covered auto. Furthermore, every vehicle/operator combination should also be reported. For example: A policy covering 3 vehicles with 3 drivers authorized for each vehicle should result in 9 separate reporting record combinations.

NOTE: Vehicle specific reporting must always be utilized in the following cases:

- **Reporting vehicles registered to a leasing companies.**
- **Reporting vehicles registered to an individual, when only certain vehicles registered to that individual are to be covered under the Commercial Auto Policy.**

In addition, this means the reporting data should be used when reporting coverage on a vehicle where the owner of the covered automobile does not hold a valid operator's license.

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Again, reported data should accurately reflect the valid Utah garage location of any covered vehicle.

(See the reporting template for further details.)

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UNDERWRITING ACTION

The program administrator must determine which reporting method should be used based on the coverage scenarios described above and complete the corresponding Utah Reporting Template (attached below). The template must be completed by the program administrator. The program administrator must make sure that ALL data elements requested on the template are completed. Once the program administrator has determined that the template is complete, they will forward it to the DMV Support Unit in Berkeley Heights for processing at DMVDataEntry@AIG.com.

NOTE: In all cases, the templates should be submitted electronically whenever possible.



UT Reporting
Template.xls

Please contact your Program Manager with questions.

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