

# Senate Bill 432

Sponsored by Senator WALKER; Representative OLSON

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Requires motor vehicle insurance policy to provide discount for principal operator of covered motorcycle who successfully completes motorcycle rider education course.

## A BILL FOR AN ACT

1  
2 Relating to motor vehicle insurance.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. Sections 2 to 5 of this 2009 Act are added to and made a part of the Insur-**  
5 **ance Code.**

6 **SECTION 2. (1) A rate, rating plan or rating system filed with the Director of the De-**  
7 **partment of Consumer and Business Services for a motor vehicle insurance policy offering**  
8 **liability, personal injury protection or collision coverage shall provide an appropriate re-**  
9 **duction in premium charges for such coverage if:**

10 (a) **The principal operator of a covered motorcycle has successfully completed a motor-**  
11 **cycle rider education course established under ORS 802.320. The course must be completed**  
12 **no more than three years prior to the beginning of the policy period for which the discounted**  
13 **rate applies.**

14 (b) **The motorcycle is not classified, for underwriting purposes, as used for a business.**

15 (2) **If the person qualifying for a premium reduction under subsection (1) of this section**  
16 **is the principal operator of two or more motorcycles, the premium discount applies to only**  
17 **one motorcycle. No more than one premium discount may be applied to one motorcycle.**

18 **SECTION 3. Except as otherwise provided in this section, the premium reduction re-**  
19 **quired under section 2 of this 2009 Act shall be effective for an insured for a three-year pe-**  
20 **riod after successful completion of the approved course. An insurer may require, as a**  
21 **condition of maintaining the discount, that the insured:**

22 (1) **Not be involved in an accident for which the insured is at fault; and**

23 (2) **Not be convicted of or plead guilty or nolo contendere to a moving traffic violation.**

24 **SECTION 4. An organization offering a motorcycle rider education course established**  
25 **under ORS 802.320 shall issue a certificate to each person who successfully completes the**  
26 **course. The person shall present the certificate to an insurer to qualify for the premium**  
27 **reduction required under section 2 of this 2009 Act.**

28 **SECTION 5. A person may not receive a discount under sections 2 to 4 of this 2009 Act**  
29 **if the person takes the approved course as a punishment, specified by a court or other gov-**  
30 **ernment entity, for a moving traffic violation.**

31 **SECTION 6. Sections 2 to 5 of this 2009 Act apply to motor vehicle insurance policies is-**

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 **sued or renewed on or after the effective date of this 2009 Act.**

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