

# **Memorandum**

## **Bureau of Motor Vehicles Dealer and Agent Services**

To: All Municipalities

From: Susan Harris-Pomerleau, Section Manager, Dealer and Agent Services

Subject: Insurance Law Repeal

Date: June 22, 2007

Legislation (LD 781) has been passed to eliminate the insurance cancellation program (PROOF). Effective June 19, 2007, the Secretary of State will no longer be accepting electronic notification of insurance cancellation from insurance companies and insurance suspensions will not be generated. However, the system will be available to allow for the restoration of those customers with insurance suspensions that became effective before June 19, 2007. This will also apply to vehicles that have been sold, stored or junked and the registration has been placed in a "cancelled" status. The status of these registrations will be changed from "C" to "A" in our system. These people will receive a letter advising them of this change and how to proceed if they choose to put that vehicle back on the road. Customers requesting to place a vehicle in storage should be advised that it is no longer necessary to provide written notification to the Secretary of State.

Current policies and procedures regarding the restoration of a suspended registration should still be followed. The law being discontinued does not change the fact that if a valid suspension was generated then proper documentation and fees are required to restore the suspension.

The on-line service will continue to allow individuals to provide proof of insurance and then subsequently pay the reinstatement fee as they do now.

You will still need to contact this office for all registrations that have the "not valid do not issue" in the address field. You should not assume that the suspension or problem is related to insurance, it could be for HVUT or a title issue, so you still need to contact us.

