

One Hundred Third Legislature - First Session - 2013

Introducer's Statement of Intent

LB133

Chairperson: Senator Mike Gloor

Committee: Banking, Commerce and Insurance

Date of Hearing: February 11, 2013

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB133 is a proposal relating to the Motor Vehicle Industry Regulation Act.

The provisions of LB133, specify that during the time that a person has taken his motor vehicle to a motor vehicle dealer for the purpose of having that motor vehicle serviced and who has been loaned a motor vehicle by that dealer, the insurance policy of the person whose motor vehicle is being serviced shall provide primary coverage until the loaned motor vehicle has been returned to the loaning motor vehicle dealer. In the instances specified by LB133, the insurance policy of the motor vehicle dealer shall provide secondary coverage.

The provisions of LB133 would apply in those instances where the policies of the motor vehicle owner and motor vehicle dealer have a mutually repugnant clause regarding primary coverage.

LB133 further provides for the repeal of the original section.

Principal Introducer: _____

Senator Galen Hadley