



**JULIE P. MAGEE**  
Commissioner

# State of Alabama Department of Revenue

(www.revenue.alabama.gov)  
50 North Ripley Street  
Montgomery, Alabama 36132

June 1, 2011

**CYNTHIA UNDERWOOD**  
Assistant Commissioner

**MICHAEL E. MASON**  
Deputy Commissioner

## **MEMORANDUM**

**2011-11**

**TO:** License Plate Issuing Officials  
**FROM:** Sherry Helms, Registration Unit Supervisor  
Motor Vehicle Division  
**SUBJECT:** Mandatory Liability Insurance Rule Updates

Mandatory Liability Insurance rules have been amended by the department and will be effective June 10, 2011. The amended rules will be available on the Motor Vehicle Division website on June 10<sup>th</sup>. A summary of the rule changes and their effect on the license plate issuing officials' offices are detailed below:

### **Amendments**

#### 810-5-1-.237 – Mandatory Liability Insurance (MLI) Registration Reinstatement Procedures

Amended because of changes to Section 32-7A-9, Code of Alabama 1975, resulting from Act 2010-716:

1. Allows for the AOC and Circuit Clerks to now collect reinstatement fees. Rule language now states "officials" where previously the authorized officials were listed.
2. Allows for reinstatement fees to be paid in a manner prescribed by the department. Rule provides that reinstatement fees can be paid using certified funds as allowed by the official, which can include, but is not limited to, cashier's check, money order, certified bank check, credit card, debit card, or cash (only in person).

#### **Procedure changes for statement of non-use:**

If a vehicle owner states that the vehicle was stored or inoperable on the insurance verification date, **the owner must provide evidence of insurance for the most current vehicle registration date.** When processing a P4, the Provisional Reinstatement screen will update to reflect the registration date as the Required Insurance Verification Date and the insurance information fields must be completed.

The MLI Registration Reinstatement Procedures manual will be updated on the Motor Vehicle Division website to reflect the P4 changes.

Changes to the following rules are the result of consolidation of the MLI rules:

810-5-8-.04 – Registration Denial – Mandatory Liability Insurance Law

810-5-8-.06 – Affirmation of Motor Vehicle Liability Insurance

810-5-8-.08 – Refunds of Mandatory Liability Insurance (MLI) Reinstatement Fees

810-5-8-.10 – Procedures for Random Sampling, Questionnaire Form, and Notice of Suspension

**Repeals**

The following rules are being repealed as their relevant language is included in other rules:

810-5-1-.238 – Provisional Registration Reinstatement Document

810-5-8-.07 – Providing Listings to County Officials of Vehicles Suspended under Insurance Laws; Refusing Registration to Owners of Suspended Vehicles; Confidentiality of Information Regarding Suspended Persons

810-5-8-.11 – Administratively Removing Suspensions

810-5-8-.09 – Affirmation of Motor Vehicle Liability insurance for Apportioned Vehicles; Driver's License or FEIN Required; Registration Denial

If you have any questions regarding this matter, please contact the Mandatory Liability Insurance Section at [mli@revenue.alabama.gov](mailto:mli@revenue.alabama.gov) or (334) 242-3000.