

Subd. 10. **CERTIFICATE OF INSURANCE.** Every owner of aircraft in this state when applying for registration, reregistration, or transfer of ownership shall supply any information the commissioner reasonably requires to determine that the aircraft is covered by an insurance policy with limits of not less than \$25,000 per passenger seat liability both for passenger bodily injury or death and for property damage; not less than \$25,000 for bodily injury or death to each non-passenger in any one accident; and not less than \$50,000 per occurrence for bodily injury or death to non-passengers in any one accident. The information shall include but is not limited to the name and address of the owner, the name of the insurer, the insurance policy number, the term of the coverage, policy limits and any other data the commissioner requires. No certificate of registration shall be issued pursuant to subdivision 3 in the absence of the information required by this subdivision or the commissioner. In the event of cancellation of the insurance the insurer shall notify the department of transportation at least ten days prior to the date on which the insurance coverage is to be terminated. Unless proof of a new policy of insurance is filed with the department the registration certificate for the aircraft shall be revoked forthwith. Provided, however, that nothing in this subdivision shall be construed to require an owner of aircraft to maintain passenger seat liability coverage on aircraft for which an experimental certificate has been issued by the Administrator of the Federal Aviation Administration pursuant to 14 C.F.R., sections 21.191 to 21.195 and 91.42, whereunder persons operating the aircraft are prohibited from carrying passengers in the aircraft. Whenever the aircraft becomes certificated to carry passengers, passenger seat liability coverage shall be required as provided in this subdivision.

Approved June 2, 1977.

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CHAPTER 366—H.F.No.259

[Coded in Part]

*An act relating to insurance; requiring refund of unearned premium on cancellation of certain automobile insurance policies; amending Minnesota Statutes 1976, Section 65B.14; and Chapter 65B, by adding sections.*

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1976, Chapter 65B, is amended by adding a section to read:

**[65B.001] INSURANCE; AUTOMOBILE INSURANCE; UNEARNED PREMIUMS; REFUND; DEFINITIONS.** Subdivision 1. Unless a different meaning is expressly made applicable, the terms defined in this section shall, for the purposes of chapter 65B, have the meaning given them.

Subd. 2. "Private passenger vehicle insurance" means a policy insuring a natural person as named insured, and any relative of the named insured who is a resident of the same household, covering private passenger vehicles or utility vehicles owned by the insured. This term does not include a policy insuring more than four vehicles rated on a

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fleet basis or covering garage, automobiles sales agency, repair shop, service station or public parking place operation hazards.

Subd. 3. "Private passenger vehicle" means a passenger automobile or station wagon, as those terms are defined in section 168.011, or a jeep type automobile, which vehicles are not rented to others or used as a public or livery conveyance for passengers.

Subd. 4. "Utility vehicle" means any four wheel vehicle, other than a private passenger vehicle, which has a pick-up, sedan, delivery, van, or panel truck type body and is not used primarily in the occupation, profession or business of the insured, other than farming or ranching.

Sec. 2. Minnesota Statutes 1976, Section 65B.14, is amended to read:

**65B.14 CANCELLATION OR NONRENEWAL OF AUTOMOBILE POLICIES; DEFINITIONS.** Subdivision 1. For the purposes of sections 65B.14 to 65B.21, the terms defined in this section have the meanings given them.

Subd. 2. "Policy of automobile insurance" or "policy" means a policy of private passenger vehicle insurance as defined in section 1 of this act, or a plan of reparation security as defined in section 65B.48, delivered or issued for delivery in this state.

Subd. 2 3. "Renewal" or "to renew" means the issuance and delivery by an insurer of a policy superseding at the end of the policy period a policy previously issued and delivered by the same insurer, or the issuance and delivery of a certificate or notice extending the term of a policy beyond its policy period or term; provided, however, that any policy with a policy period or term of less than six months or any policy with no fixed expiration date shall for the purpose of sections 65B.14 to 65B.21 be considered as if written for successive policy periods or terms of six months.

Subd. 3 4. "Nonpayment of premium" means failure of the named insured to discharge when due any of his obligations in connection with the payment of premiums on a policy of automobile insurance or any installment of such premium, whether the premium is payable directly to the insurer or its agent or indirectly under any premium finance plan or extension of credit.

Sec. 3. Minnesota Statutes 1976, Chapter 65B, is amended by adding a section to read:

**[65B.161] REFUND OF PREMIUM ON CANCELLATION.** Cancellation of a policy of automobile insurance pursuant to sections 65B.15 and 65B.16 shall not be effective unless any unearned premium due the insured is returned to the insured with the notice of cancellation or is delivered or sent by mail to the insured so as to be received by the insured not later than the effective date of cancellation.

Approved June 2, 1977.

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