

## 97TH GENERAL ASSEMBLY State of Illinois 2011 and 2012 HB5112

Introduced 2/8/2012, by Rep. Edward J. Acevedo

## SYNOPSIS AS INTRODUCED:

625 ILCS 27/15

Amends the Renter's Financial Responsibility and Protection Act. Provides that beginning January 1, 2013, the amount that a rental company may charge for a collision damage waiver shall increase on the first day of the year and every year thereafter by the lesser of: (i) the Consumer Price Index for all Urban Consumers for the previous calendar year as determined by the United States Department of Labor; or (ii) 5%. Effective immediately.

LRB097 17448 HEP 62650 b

1 AN ACT concerning vehicles.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- 4 Section 5. The Renter's Financial Responsibility and
- 5 Protection Act is amended by changing Section 15 as follows:
- 6 (625 ILCS 27/15)
- 7 Sec. 15. Prohibited practices.
- 8 (a) A rental company may not sell a damage waiver unless
- 9 the renter agrees to the damage waiver in writing at or prior
- 10 to the time the rental agreement is executed.
- 11 (b) A rental company may not void a damage waiver except
- 12 for one or more of the following reasons:
- 13 (1) Damage or loss while the rental vehicle is used to 14 carry persons or property for a charge or fee.
- 15 (2) Damage or loss during an organized or agreed upon 16 racing or speed contest or demonstration or pushing or 17 pulling activity in which the rental vehicle is actively
- 18 involved.
- 19 (3) Damage or loss that could reasonably be expected 20 from an intentional or criminal act of the driver other
- 21 than a traffic infraction.
- 22 (4) Damage or loss to any rental vehicle resulting from
- any auto business operation, including but not limited to

- repairing, servicing, testing, washing, parking, storing, or selling of automobiles.
  - (5) Damage or loss occurring to a rental vehicle if the rental contract is based on fraudulent or material misrepresentation by the renter.
  - (6) Damage or loss arising out of the use of the rental vehicle outside the continental United States when such use is specifically prohibited in the rental agreement.
  - (7) Damage or loss occurring while the rental vehicle is operated by a driver not permitted under the rental agreement.
  - (8) Damage or loss occurring while the rental vehicle is operated by a driver under the influence of alcohol, other drug or drugs, intoxicating compound or compounds, or any combination thereof and convicted of violating subsection (a) of Section 11-501 of the Illinois Vehicle Code.
  - (c) A rental company shall not charge more than \$12.50 per full or partial 24 hour rental day for a collision damage waiver. However, beginning January 1, 2013, the amount that a rental company may charge shall increase on the first day of the year and every year thereafter by the lesser of: (i) the Consumer Price Index for all Urban Consumers for the previous calendar year as determined by the United States Department of Labor; or (ii) 5%.
- 26 (Source: P.A. 94-332, eff. 1-1-06; 95-249, eff. 1-1-08.)

- 1 Section 99. Effective date. This Act takes effect upon
- 2 becoming law.