1	State of Arkansas	A D:11		
2	87th General Assembly	A Bill		
3	Regular Session, 2009		HOUSE BILL 2125	
4				
5	By: Representatives J. Roebuck, Kerr			
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8	For An Act To Be Entitled			
9	AN ACT TO ALLOW LAW ENFORCEMENT TO IMPOUND A			
10		MOTOR VEHICLE THAT DOES NOT HAVE THE MINIMUM		
11		INSURANCE REQUIRED BY LAW OR A		
12		CERTIFICATE OF SELF-INSURANCE; AND FOR OTHER		
13	PURPOSES.			
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15		Subtitle		
16	TO ALLOW LAW ENFORCEMENT TO IMPOUND A			
17	MOTOR VEHICLE THAT DOES NOT HAVE THE			
18	MINIMUM LIABILITY INSURANCE REQUIRED BY			
19	LAW OR	A CERTIFICATE OF SELF-INSURANCE	•	
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21				
22	BE IT ENACTED BY THE GET	NERAL ASSEMBLY OF THE STATE OF AF	RKANSAS:	
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24	SECTION 1. Arkansas Code § 27-22-104 is amended to read as follows:			
25	27-22-104. Insurance required — Minimum coverage.			
26	(a)(1) It shall be unlawful for $\frac{1}{2}$ person to operate a motor			
27	vehicle within this state unless both the vehicle and the person's operation			
28	of the motor vehicle are covered by a certificate of self-insurance under the			
29	provisions of § 27-19-107 or by an insurance policy issued by an insurance			
30	company authorized to do business in this state.			
31	(2) Failur	e to present proof of insurance o	coverage at the time	
32	of arrest or a failure of the Vehicle Insurance Database or proof of			
33	insurance card issued under § 23-89-213 to show current insurance coverage at			
34	the time of the traffic stop creates a rebuttable presumption that the motor			
35	vehicle or the person's operation of the motor vehicle is uninsured.			
36	(b) The policy s	hall provide <del>as</del> <u>at</u> a minimum the	following coverage:	

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1 (1) Not less than twenty-five thousand dollars (\$25,000) for 2 bodily injury or death of one (1) person in any one (1) accident; (2) Not less than fifty thousand dollars (\$50,000) for bodily 3 4 injury or death of two (2) or more persons in any one (1) accident; and 5 (3) If the accident has resulted in injury to or destruction of 6 property, not less than twenty-five thousand dollars (\$25,000) for the injury 7 to or destruction of property of others in any one (1) accident. 8 (c)(1)(A) If the operator of the motor vehicle is unable to present 9 proof of insurance coverage as required in subsection (a) of this section when requested by a law enforcement officer or if a check of the Vehicle 10 11 Insurance Database at the time of the traffic stop fails to show current 12 insurance coverage, the operator shall be issued, in addition to any traffic 13 citation issued for a violation of this section, a notice of noncompliance 14 with the provisions of this section on a form to be provided to the 15 Department of Finance and Administration. 16 (2)(A) If the operator of the motor vehicle is unable to present proof of insurance coverage <u>as required in subsection</u> (a) of this section 17 when requested by a law enforcement officer or if a check of the Vehicle 18 Insurance Database at the time of the traffic stop fails to show current 19 20 insurance coverage, the motor vehicle may be impounded at the officer's 21 discretion. 22 (B) If a motor vehicle is impounded under this subdivision 23 (c)(2), the owner is responsible for the costs of the impoundment. 24 (C)(i) The motor vehicle shall remain impounded until the 25 owner establishes to a court of competent jurisdiction that he or she is in 26 compliance with this subchapter and the Motor Vehicle Safety Responsibility 27 Act, § 27-19-101 et seq. 28 (ii) The court shall provide an order allowing the 29 reinstatement of the registration and license of the motor vehicle to the 30 Office of Motor Vehicle of the Division of Revenue of the Department of Finance and Administration. 31 (B)(i)(a)(d)(1)(A) If the operator of the motor vehicle proves that 32 33 the liability coverage required by §<del>§ 27-22-101 -</del> 27-22-104 was in effect at 34 the time of the traffic stop, then the failure to present proof of insurance 35 at the time of the traffic stop when requested by a law enforcement officer shall be punished by a fine of twenty-five dollars (\$25.00). 36

- (B) No court costs under § 16-10-305 or other costs or
  fees shall be assessed under this subdivision (e)(1)(B)(i)(a) (d)(1).

  (b)(1)(2)(A) Eighty percent (80%) of the fines collected under
  this subdivision (e)(1)(B)(i) (d)(1) of this section shall be paid to the
  Treasurer of State for the benefit of the Arkansas Citizens First Responder
- 6 Safety Enhancement Fund.
  7 (2)(B) Twenty percent (20%) of the fines collected under
  8 this subdivision (e)(1)(B)(i) (d)(1) of this section shall be retained by the
- 9 court that tries the offense.

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- (ii)(e)(1) If the operator of the motor vehicle is unable to prove that the liability coverage required by §<del>§</del> 27-22-101 27-22-104 was in effect at the time of the traffic stop, then the failure to present proof of insurance at the time of the traffic stop when requested by a law enforcement officer shall be punished as provided under § 27-22-103.
- 15 (2) The officer shall forward a copy of the notice of 16 noncompliance to the department within ten (10) days of issuance.
- 17 (3)(A) In addition, <u>if</u> the officer <u>does not impound the motor</u>
  18 <u>vehicle as provided under subdivision (c)(2) of this section, the officer</u>
  19 shall remove and impound the license plate attached to the vehicle.
- 20 (B) The license plate shall be returned to the Office of 21 Driver Services or to the local revenue office.
  - $\frac{(d)(1)(f)(1)}{(f)(1)}$  The law enforcement officer who removes and impounds the license plate pursuant to subdivision  $\frac{(e)(3)(A)}{(e)(3)(A)}$  of this section shall issue for attachment to the rear of the vehicle a temporary sticker denoting its use in lieu of an official license plate.
  - (2) The sticker shall bear the date upon which it shall expire in written or stamped numerals or alphabetic characters not less than three inches (3") in height.
- 29 (3) This temporary sticker shall only be effective for a period 30 of ten (10) days beginning from the day on which the license plate was taken.
- 31 (4) The temporary stickers shall be designed by the department 32 and supplied at no cost to all law enforcement agencies authorized to enforce 33 traffic laws in Arkansas.
  - $\frac{(e)(1)(g)(1)}{(g)(1)}$  Upon receipt of the notice of noncompliance by the department, the department shall proceed to suspend the registration of the vehicle effective ten (10) days after the license plate was taken and the

- notice of noncompliance was issued <u>as provided under subdivision (e)(3)(A) of</u>
  this section.
- 3 (2) However, if both the vehicle and the driver's operation of 4 the vehicle were insured at the time of the offense, the owner of the vehicle 5 shall have ten (10) days to present proof of insurance coverage or other 6 financial security in effect at the time of the offense, whereupon the
- license plate shall be returned at no cost to the owner of the vehicle.

  8 (f)(h) Any suspension by the department under this section shall be
  9 subject to the notice and hearing provisions of § 27-19-404 and shall remain
- 10 in effect and no registration shall be renewed for or issued to any person
- 11 whose vehicle registration is so suspended until:
- 12 (1) The person shall deposit or there shall be deposited on his 13 or her behalf sufficient security as provided for under the Motor Vehicle 14 Safety Responsibility Act, § 27-19-101 et seq.; or
- 15 (2) The person shall furnish the department one of the following:
- 17 (A) A certificate of self-insurance under the provisions 18 of § 27-19-107; or
- 19 (B) A sufficient insurance policy issued by an insurance 20 company authorized to do business in this state.
  - $\frac{(g)(1)(i)(1)}{(i)(1)}$  In order to reinstate the suspended registration and be reissued a license plate for any suspended motor vehicle, the owner shall present the proof of renewed or new financial coverage required in subdivision  $\frac{(f)(1)}{(h)(1)}$  or (2) of this section to the department and shall pay to the department a twenty dollar (\$20.00) fee for reinstatement of the registration and reissuance of the license plate.
  - (2) The revenues derived from this reinstatement fee shall be deposited as a special revenue into the State Central Services Fund and credited as a direct revenue to be used by the department to offset the costs of administering this section.
- 31 (3) This fee shall be in addition to any other fines, fees, or 32 other penalties for other violations of this section.
- 33 (h)(j) The department Office of Motor Vehicle shall promulgate
  34 necessary rules and regulations for the administration of this section.

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