

"AN ACT TO REQUIRE THAT INSURERS OFFER UNDERINSURED MOTORIST COVERAGE TO INSUREDS PURCHASING PRIVATE PASSENGER AUTOMOBILE LIABILITY POLICIES; AND FOR OTHER PURPOSES."

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Every insurer writing automobile liability insurance covering liability arising out of the ownership, maintenance or use of any motor vehicles in this State, shall make available to the named insured underinsured motorist coverage which enables the insured or the insured's legal representative to recover from the insurer the amount of damages for bodily injury or death to which the insured is legally entitled from the owner or operator of another motor vehicle, with coverage limits equal to the limits of liability provided by such underinsured motorist coverage to the extent such coverage exceeds the limits of the bodily injury coverage carried by the owner or operator of the other motor vehicle.

SECTION 2. For purposes of this Act, private passenger automobile liability insurance shall be defined pursuant to Section 1 of Act 333 of 1969.

SECTION 3. All laws and parts of laws in conflict with this Act are hereby repealed.

APPROVED: 3/19/87

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