

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

Act 445 of the Regular Session

1 State of Arkansas
2 87th General Assembly
3 Regular Session, 2009

As Engrossed: H3/4/09

A Bill

HOUSE BILL 1438

4
5 By: Representative L. Cowling
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8 **For An Act To Be Entitled**

9 AN ACT TO AUTHORIZE THE ISSUANCE OF "PARTS ONLY"
10 TITLES TO INSURERS; AND FOR OTHER PURPOSES.
11

12 **Subtitle**

13 TO AUTHORIZE THE ISSUANCE OF "PARTS
14 ONLY" TITLES TO INSURERS.
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17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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19 *SECTION 1. Arkansas Code § 27-14-2302(a)(4) is repealed.*

20 ~~*(4)(A) If a person other than an insurer acquires ownership of a*~~
21 ~~*salvage vehicle after the time it becomes a salvage vehicle but before the*~~
22 ~~*issuance of a salvage vehicle title and a good faith estimate of the repair*~~
23 ~~*cost is over seventy percent (70%) of its average retail value at the time*~~
24 ~~*the vehicle is acquired, the owner shall surrender the certificate of title*~~
25 ~~*to the salvage vehicle to the office within thirty (30) days following the*~~
26 ~~*date of acquisition of the certificate of title to the salvage vehicle. If*~~
27 ~~*the vehicle has no resale value except as a source for parts or scrap, the*~~
28 ~~*owner may request that the office issue the vehicle a "parts only" title and*~~
29 ~~*the vehicle shall be dismantled for parts or scrap and shall be titled as*~~
30 ~~*such in the State of Arkansas.*~~

31 ~~*(B) Subdivision (a)(4)(A) of this section shall become effective*~~
32 ~~*on January 1, 2008.*~~
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34 *SECTION 2. Arkansas Code § 27-14-2302, concerning the issuance of*
35 *damage certificate of title, is amended to add an additional subsection to*



1 read as follows:

2 (h)(1) The office may issue a "parts only" title to the owner of a
3 salvage vehicle under the following conditions:

4 (A) The owner of the vehicle decides that the vehicle has
5 no resale value except as a source for parts or scrap; and

6 (B) The owner surrenders the current certificate of title
7 to the vehicle to the office.

8 (2) An owner under this subsection may be an insurer that owns
9 the salvage vehicle.

10 (3)(A) The vehicle shall be dismantled for parts or scrap and
11 issued a "parts only" title in the State of Arkansas.

12 (B) The "parts only" brand shall be carried forward and
13 printed in the remarks section on the face of all titles subsequently issued
14 for the motor vehicle without regard to the claim of any person that the
15 vehicle has been rebuilt or reconstructed.

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/s/ L. Cowling

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APPROVED: 3/18/2009

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