## 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.

1	State of Arkansas	As Engrossed: H3/21/01		
2	83rd General Assembly	A Bill	Act 1433 of	2001
3	Regular Session, 2001		HOUSE BILL	1195
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5	By: Representative Hendrer	1		
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8	For An Act To Be Entitled			
9	AN ACT TO AMEND ARKANSAS CODE TITLE 27, CHAPTER			
10	22 SUBCHAPTER 1 TO ADD AN ADDITIONAL SECTION TO			
11	REQUIRE THE OFFICE OF MOTOR VEHICLE TO SUSPEND			
12	THE REGISTRATION OF ANY VEHICLE WHICH IS			
13	UNINSURED FOR THREE (3) CONSECUTIVE MONTHS; TO			
14	PROVIDE FOR NOTICE OF THE SUSPENSION AND A			
15	REI NSTA	ATEMENT FEE; AND FOR OTHER PURPOSES.		
16				
17		Subtitle		
18	TO REQUIRE THE OFFICE OF MOTOR VEHICLE			
19	TO SUSPEND THE REGISTRATION OF ANY			
20	VEHI	VEHICLE WHICH IS UNINSURED FOR 3		
21	CONS	SECUTIVE MONTHS.		
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23				
24	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKANS	SAS:	
25				
26	SECTION 1. Arkansas Code Title 27, Chapter 22, Subchapter 1, is amended			ded
27	to add an additional section to read as follows:			
28	27-22-108. Mot	or vehicle insurance comparison - Regis	stration revoca	ti on
29	and reinstatement procedures.			
30	(a) With the information provided to the Department of Finance and			
31	Administration under § 27-22-107, the Office of Motor Vehicles shall, at least			<u>east</u>
32	monthly, compare all current motor vehicle registrations against the Vehicle			: <u>l e</u>
33	Insurance Database.			
34	(b) If the com	parison under subsection (a) of this se	ection shows th	at a
35	motor vehicle is not insured for three (3) consecutive months, the Office of			<u>of</u>
36	Motor Vehicles shall provide notice of noncompliance to the owner of the motor			<u>iotor</u>

\*VJF304\*

1	vehicle and that owner has thirty (30) days to provide to the office proof		
2	that the vehicle is covered, either by:		
3	(1) A certificate of self-insurance under the provisions of § 27-		
4	<u>19-107;</u> or		
5	(2) An insurance policy in amounts required under § 27-22-104		
6	issued by an insurance company authorized to do business in this state.		
7	(c)(1) If the owner fails to provide satisfactory proof, the department		
8	shall proceed to suspend the registration of the uninsured vehicle effective		
9	thirty (30) days after the notice of noncompliance was issued.		
10	(2) An owner who has the owner's vehicle registration suspended		
11	in accordance with this subsection shall not be reissued a registration for		
12	that vehicle or have a registration renewed on the vehicle until the owner		
13	presents proof of insurance coverage, or other financial security, and pays		
14	the reinstatement fees provided for in subsection (e) of this section.		
15	(3)(A) If proof that insurance coverage or other financial		
16	security was in effect at the time the notice was sent is presented within		
17	thirty (30) days of the notice being sent, the vehicle insurance database		
18	shall be updated and the registration suspension actions shall cease at no		
19	<u>cost to the owner of the vehicle; or</u>		
20	(B) If proof that insurance coverage or other financial		
21	security was in effect at the time the notice was sent is presented later than		
22	thirty (30) days after the notice was sent, the vehicle insurance database		
23	shall be updated and the registration will be restored effective on the date		
24	the proof was presented.		
25	(d) Any suspension by the department under this section shall be		
26	subject to the notice and hearing procedures under § 27-19-404, and shall		
27	remain in effect and no registration shall be renewed for or issued to any		
28	person whose vehicle registration is so suspended until:		
29	(1) The person shall deposit or there shall be deposited on the		
30	person's behalf sufficient security as provided for under the Motor Vehicle		
31	Safety Responsibility Act, 27-19-101; or		
32	(2) The person shall furnish the department one of the following:		
33	(A) A certificate of self-insurance under the provisions of		
34	§ 27-19-107; or		
35	(B) An insurance policy in amounts required under § 27-22-		
36	104 issued by an insurance company authorized to do business in this state.		

1	(e)(1) In order to reinstate the suspended registration and be reissued				
2	a new or renewed registration for any suspended motor vehicle, the owner shall				
3	present the proof of renewed or new financial coverage required in subdivision				
4	(d)(1) or (2) of this section to the department and shall pay to the				
5	department a fifty dollar (\$50.00) fee for reinstatement of the registration.				
6	(2) The revenues derived from this reinstatement fee shall be				
7	deposited as special revenues to the State Central Services Fund and credited				
8	as direct revenues to be used by the department to offset the costs of				
9	administering this section.				
10	(3) This fee shall be in addition to any registration fees, other				
11	fees, or other penalties for violations of the motor vehicle registration laws				
12	which shall be due and payable at the time of reinstatement.				
13	(f) The registration of a vehicle that is out of service shall be				
14	suspended upon receipt of a notice from the owner stating that the vehicle is				
15	out of service. Once the vehicle is returned to service, the owner shall				
16	submit proof of insurance coverage or other financial security and the				
17	registration shall be restored at no charge. The out of service notice shall				
18	be on a form designed and approved by the Director of the Department of				
19	Finance and Administration.				
20	(g) The department shall promulgate necessary rules and regulations for				
21	the administration of this section.				
22	/s/ Hendren				
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25	APPROVED: 4/9/2001				
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