

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.

INTERIM STUDY PROPOSAL 2009-048

State of Arkansas
87th General Assembly
Regular Session, 2009

A Bill

SENATE BILL 950

By: Senator Hendren

Filed with: Senate Committee on Transportation, Technology and Legislative Affairs
pursuant to A.C.A. §10-3-217.

For An Act To Be Entitled

AN ACT TO ALLOW THE OFFICE OF MOTOR VEHICLE TO
IMPOSE A FEE IF A PERSON ALLOWS HIS OR HER
REQUIRED MOTOR VEHICLE INSURANCE TO LAPSE; AND
FOR OTHER PURPOSES.

Subtitle

TO ALLOW THE OFFICE OF MOTOR VEHICLE TO
IMPOSE A FEE IF A PERSON ALLOWS HIS OR
HER REQUIRED MOTOR VEHICLE INSURANCE TO
LAPSE.

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

SECTION 1. Arkansas Code Title 27, Chapter 22, Subchapter 1 is amended
to add an additional section to read as follows:

27-22-109. Fee for allowing coverage to lapse.

(a) If the Office of Motor Vehicle of the Revenue Division of the Department of Finance and Administration receives notice that the mandatory minimum motor vehicle insurance policy or alternate security required under the Motor Vehicle Safety Responsibility Act, § 27-19-101 et seq., and § 27-22-101 et seq. is not in effect on a motor vehicle as provided under § 27-22-107, the office shall make a notation in the motor vehicle registration records of the vehicle identification number and the lapse in coverage.

(b) When an owner of a motor vehicle with a lapse in coverage



1 notation applies for the renewal of the registration of that motor vehicle,
2 the owner shall remit a fee of one hundred dollars (\$100) in addition to all
3 other licensing fees, registration fees, and taxes unless the owner provides:

4 (1) An affidavit that the vehicle has not been operated on a
5 street, road, or highway in the state after the time the mandatory minimum
6 motor vehicle insurance policy lapsed; or

7 (2) A statement from his or her insurance company or entity that
8 provides alternate security stating that the insurance coverage did not lapse
9 or the alternate security is still in effect and that the reporting was in
10 error.

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