82nd General Assembly.

State of Arkansas
82nd General Assembly
As Engrossed: S2/9/99 S2/15/99 S2/17/99

Regular Session, 1999
A Bill
SENATE BILL 238

By: Senator Webb
By: Representative Ferrell

## For An Act To Be Entitled

"AN ACT TO REQUI RE MOTORBOATS OF MDRE THAN FIFTY HORSEPOWER, OR PERSONAL WATERCRAFT, TO HAVE LI ABI LI TY I NSURANCE; AND FOR OTHER PURPOSES. "

## Subtitle

"TO REQUI RE MOTORBOATS OF MDRE THAN FI FTY HORSEPOMER, OR PERSONAL WATERCRAFT, TO HAVE LI ABI LI TY I NSURANCE. "

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

SECTI ON 1. (a)(1) It shall be unl awf ul for the owner of a motorboat of more than fifty horsepower ( 50 HP ) or a personal watercraft to allow the oper ati on of the mot orboat or personal watercraft, unl ess it is covered by a liability i nsurance policy whi ch has been issued by an insurance company authorized to do busi ness in this state. The i nsurance pol icy must provide at least fifty thousand dollars $(\$ 50,000)$ of liability coverage per occurrence.
(2) This section shall not apply to:
(A) A mot orboat or personal watercraft owned by the United States, a state government, or any political subdi vision thereof; or
(B) A rot or boat or personal wat er craft regi stered i n
another state.
(b) Fail ure to present proof of liability i nsurance cover age when requested by a law enf or cement of ficer creates a rebuttable presumption that the mot orboat or the personal watercraft is uni nsured. For the pur poses of this act, "proof of insurance" shall consist of a policy decl aration page or

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ot her documentation whi ch reflects the mot orboat or personal wat ercraft cover age.
(c)(1) For a first vi ol ation of subsection (a), the penalty shall be a mandat ory fine of not less than fifty dollars (\$50) nor more than t wo hundred fifty dollars (\$250).
(2) For a second offense, the penalty shall be a fine of not less than two hundred fifty dollars (\$250) nor more than five hundred dollars (\$500) for the second of fense, and the mi mum fi ne shall be mandat ory.
(3) For a third or subsequent offense, the penalty shall be a mandat ory fine of not less than five hundred dollars (\$500) nor more than one thousand dollars $(\$ 1,000)$ or sentenced for up to one (1) year in jail, or both.
(4) However, if the oper at or of the mot or boat or personal watercraft, is i nvol ved in an acci dent on the waters of this state and the motorboat or personal watercraft was not insured as required by this act, the owner of the mot orboat or personal watercraft shall be deerred guilty of a Cl ass A misdemeanor.
(d) Upon a showing that liability cover age required by this act was in effect at the time of arrest, the judge may di smiss the charge i mposed under this act, and the penalties shall not be imposed.
(e) All fines collected under this section shall be deposited as special revenues in the State Treasury and credited to the Boating Saf ety Account, and then distributed by the Treasurer of St ate to the Gare Protection Fund to be used by the Arkansas State Game and Fi sh Commissi on for the purpose of establ ishing, mai nt ai ni ng, and oper ating a program of boater trai ni ng and boater safety throughout the state.

SECTI ON 2. Arkansas Code Annot ated § 27-101-304 is amended to read as foll ows:
"27-101-304. Filing of application - I ssuance of certificate.
(a) The owner of each mot or boat for which numbering is required by this state shall file an application for a number within twenty (20) working days after the date of purchase with the Di rector of the Department of Finance and Admin ni stration on forms approved by the Arkansas State Game and Fi sh Commi ssi on.
(b) The application shall be si gned by the owner of the mot orboat and
shal I be accompani ed by a fee as provi ded in § 27-101-306 and by proof that the mot orboat, if it is equi pped with more than fifty horsepower ( 50 HP ), or personal watercraft, is covered by a liability insurance policy issued by an i nsurance company authorized to do busi ness in this state.
(c) Upon recei pt of the application in approved form accompani ed by proof that the motorboat has been duly assessed or listed for assessment and, if it is equi pped with more than fifty horsepower ( 50 HP ) or is personal watercraft, is covered by a liability insurance policy issued by an insurance company authorized to do busi ness in this state, the Director of the Department of Fi nance and Administration shall enter the application upon the records of his of fice and issue to the applicant a certificate of number stating the number awarded to the motorboat and the name and address of the owner.
(d) The certificate of number shall be issued in triplicate, with the original copy to be furni shed the owner of the mot orboat. The dupl icate shall be retai ned as a record by the Director of the Department of Finance and Admi ni stration. The triplicate copy shall be furni shed to the Arkansas State Gare and Fi sh Commission to be ret ai ned for a period of five (5) years. In the event that an agency of the United States Government shall have in force in the United States an over-all system of identification numbering for boats covered by this chapter, then the numbering system requi red by this subchapter and the Arkansas State Game and Fi sh Commission shall be in conformity ther ewi th.
(e) The certificate of number shall be pocket-size and shall be available at all times for inspection on the mot orboat for whi ch issued, whenever the mot orboat is in operation."

SECTI ON 3. Subsection (g) of Arkansas Code § 27-101-306, regarding the renewal of certificates of numbers for motorboats, is amended to read as foll ows:
" (g) Certificates of number may be renewed by the owner in the same manner provided in this section for initially securing the certificate and upon payment of the fee as set forth inthis section, except the certificate of a mot orboat, if it is equi pped with more than fifty horsepower (50 HP) or is personal watercraft, shall not be renewed unl ess proof is presented that it is covered by a liability insurance policy issued by an insurance company
authorized to do business in this state."
authorized to do business in this state.

SECTI ON 4. All provisions of $t$ hi s Act of a general and permanent nature are amendat ory to the Arkansas Code of 1987 Annot ated and the Arkansas Code Revi si on Comi ssi on shall incorporate the same in the Code.

SECTI ON 5. If any provisi on of this Act or the appl ication ther eof to any person or circumst ance is hel d invalid, such inval idity shal l not affect ot her provisions or appl ications of the Act which can be gi ven effect without the i nval id provision or application, and to this end the provisions of this Act are decl ared to be severable.

SECTI ON 6. All I aws and parts of I aws in conflict with this Act are hereby repeal ed.

/s/ Webb

