

State of Arkansas
83rd General Assembly
Regular Session, 2001

A Bill

SENATE BILL 505

By: Senator Simes

For An Act To Be Entitled

AN ACT TO REQUIRE AUTOMOBILE LIABILITY INSURANCE
POLICIES TO COVER THE REASONABLE COST OF A RENTAL CAR;
AND FOR OTHER PURPOSES.

Subtitle

AN ACT TO REQUIRE AUTOMOBILE LIABILITY
INSURANCE POLICIES TO COVER THE
REASONABLE COST OF A RENTAL CAR.

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

SECTION 1. (a) Every automobile liability insurance policy covering any private passenger motor vehicle issued or delivered in this state shall provide coverage for the fair market cost of the loss of use of a motor vehicle which shall include the fair market cost of a temporary replacement motor vehicle or rental car for the average number of days required to replace or repair the motor vehicle damaged in an accident covered under the terms and conditions of the policy, regardless of fault, to the named insured.

(b) The specific policy provisions and forms required by this section shall be approved by the Insurance Commissioner.