

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  
2 84th General Assembly  
3 Regular Session, 2003

# A Bill

HOUSE BILL 2814

4  
5 By: Representative Biggs  
6  
7

## For An Act To Be Entitled

8  
9 AN ACT TO RE-ADOPT THE REQUIREMENTS FOR INSURANCE  
10 RESERVES FOR TITLE AND AVIATION TITLE INSURANCE;  
11 AND FOR OTHER PURPOSES.  
12

## Subtitle

13  
14 TO RE-ADOPT REQUIREMENTS FOR TITLE AND  
15 AVIATION TITLE INSURANCE RESERVES.  
16  
17

18 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
19

20 SECTION 1. Arkansas Code Title 23, Chapter 63, Subchapter 1 is amended  
21 to add an additional section to read as follows:

22 23-64-1709. Title insurance and aviation title insurance reserves.

23 (a) In addition to an adequate reserve as to outstanding losses, a  
24 title insurer shall maintain its own guaranty fund or unearned premium  
25 reserve of no less than ten percent (10%) of the total amount of the risk  
26 premium written in the calendar year for title insurance contracts, which  
27 shall be assigned originally to the reserve.

28 (b) During each of the twenty (20) years after the year in which a  
29 title insurance contract was issued, the reserve applicable to the contract  
30 may be reduced by five percent (5%) of the original amount of the reserve.  
31  
32  
33  
34  
35  
36

