

1 State of Arkansas
2 87th General Assembly
3 Regular Session, 2009

A Bill

HOUSE BILL 1438

4
5 By: Representative L. Cowling
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For An Act To Be Entitled

8
9 AN ACT TO AUTHORIZE THE ISSUANCE OF "PARTS ONLY"
10 TITLES TO INSURERS; AND FOR OTHER PURPOSES.
11

Subtitle

12
13 TO AUTHORIZE THE ISSUANCE OF "PARTS
14 ONLY" TITLES TO INSURERS.
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17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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19 SECTION 1. Arkansas Code § 27-14-2302(a)(4)(A), concerning the
20 issuance of "parts only" titles, is amended to read as follows:

21 ~~(4)(A) If a person other than an insurer acquires ownership of a~~
22 ~~salvage vehicle after the time it becomes a salvage vehicle but before the~~
23 ~~issuance of a salvage vehicle title and a good faith estimate of the repair~~
24 ~~cost is over seventy percent (70%) of its average retail value at the time~~
25 ~~the vehicle is acquired, the owner shall surrender the certificate of title~~
26 ~~to the salvage vehicle to the office within thirty (30) days following the~~
27 ~~date of acquisition of the certificate of title to the salvage vehicle. If~~
28 ~~the vehicle has no resale value except as a source for parts or scrap, the~~
29 ~~owner may request that the office issue the vehicle a "parts only" title and~~
30 ~~the vehicle shall be dismantled for parts or scrap and shall be titled as~~
31 ~~such in the State of Arkansas.~~

32 (4)(A)(i) After a vehicle becomes a salvage vehicle but before a
33 salvage title is issued, if a good faith estimate of the cost of repair of
34 the salvage vehicle is more than seventy percent (70%) of its average retail
35 value at the time the vehicle is acquired, the owner of the salvage vehicle
36 shall surrender the certificate of title to the vehicle to the Office of



1 Motor Vehicle.

2 (ii) The owner shall surrender the certificate of
3 title to the vehicle within thirty (30) days after the date of issuance of
4 the salvage title.

5 (iii) If the vehicle has no resale value except as a
6 source for parts or scrap, the owner may request that the office issue the
7 vehicle a "parts only" title and the vehicle shall be dismantled for parts or
8 scrap and shall be titled as "parts only" in the State of Arkansas.

9 (iv) An owner under this subdivision (a)(4)(A) may be
10 an insurer that acquires ownership of the salvage vehicle.