

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.

State of Arkansas
87th General Assembly
Regular Session, 2009

As Engrossed: H3/4/09

A Bill

HOUSE BILL 1438

By: Representative L. Cowling

For An Act To Be Entitled

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

Subtitle

TO AUTHORIZE THE ISSUANCE OF "PARTS
ONLY" TITLES TO INSURERS.

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

SECTION 1. Arkansas Code § 27-14-2302(a)(4) is repealed.

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

~~_____ (B) Subdivision (a)(4)(A) of this section shall become effective on January 1, 2008.~~

SECTION 2. Arkansas Code § 27-14-2302, concerning the issuance of damage certificate of title, is amended to add an additional subsection to read as follows:



1 (h)(1) The office may issue a "parts only" title to the owner of a
2 salvage vehicle under the following conditions:

3 (A) The owner of the vehicle decides that the vehicle has
4 no resale value except as a source for parts or scrap; and

5 (B) The owner surrenders the current certificate of title
6 to the vehicle to the office.

7 (2) An owner under this subsection may be an insurer that owns
8 the salvage vehicle.

9 (3)(A) The vehicle shall be dismantled for parts or scrap and
10 issued a "parts only" title in the State of Arkansas.

11 (B) The "parts only" brand shall be carried forward and
12 printed in the remarks section on the face of all titles subsequently issued
13 for the motor vehicle without regard to the claim of any person that the
14 vehicle has been rebuilt or reconstructed.

15
16 /s/ L. Cowling
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36