1 State of Arkansas As Engrossed: H3/30/09 A Bill 2 87th General Assembly HOUSE BILL 2125 Regular Session, 2009 3 4 5 By: Representatives J. Roebuck, Kerr 6 7 For An Act To Be Entitled 8 AN ACT TO ALLOW LAW ENFORCEMENT TO IMPOUND A 9 MOTOR VEHICLE THAT DOES NOT HAVE THE MINIMUM 10 11 LIABILITY INSURANCE REQUIRED BY LAW OR A CERTIFICATE OF SELF-INSURANCE; AND FOR OTHER 12 13 PURPOSES. 14 **Subtitle** 15 16 TO ALLOW LAW ENFORCEMENT TO IMPOUND A 17 MOTOR VEHICLE THAT DOES NOT HAVE THE MINIMUM LIABILITY INSURANCE REQUIRED BY 18 LAW OR A CERTIFICATE OF SELF-INSURANCE. 19 20 21 22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 2.3 24 SECTION 1. Arkansas Code § 27-22-104 is amended to read as follows: 27-22-104. Insurance required — Minimum coverage. 25 26 (a)(1) It shall be unlawful for any a person to operate a motor vehicle within this state unless both the vehicle and the person's operation 27 of the motor vehicle are covered by a certificate of self-insurance under the 28 29 provisions of § 27-19-107 or by an insurance policy issued by an insurance company authorized to do business in this state. 30 31 (2) Failure to present proof of insurance coverage at the time 32 of arrest or a failure of the Vehicle Insurance Database or proof of 33 insurance card issued under § 23-89-213 to show current insurance coverage at the time of the traffic stop creates a rebuttable presumption that the motor 34 35 vehicle or the person's operation of the motor vehicle is uninsured. (b) The policy shall provide as at a minimum the following coverage: 36

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1	(1) Not less than twenty-five thousand dollars (\$25,000) for
2	bodily injury or death of one (1) person in any one (1) accident;
3	(2) Not less than fifty thousand dollars (\$50,000) for bodily
4	injury or death of two (2) or more persons in any one (1) accident; and
5	(3) If the accident has resulted in injury to or destruction of
6	property, not less than twenty-five thousand dollars (\$25,000) for the injury
7	to or destruction of property of others in any one (1) accident.
8	(c)(l) $\frac{(A)}{(A)}$ If the operator of the motor vehicle is unable to present
9	proof of insurance coverage as required in subsection (a) of this section
10	when requested by a law enforcement officer or if a check of the Vehicle
11	Insurance Database at the time of the traffic stop fails to show current
12	insurance coverage, the operator shall be issued, in addition to any traffic
13	citation issued for a violation of this section, a notice of noncompliance
14	with the provisions of this section on a form to be provided to the
15	Department of Finance and Administration.
16	(2)(A) If the operator of the motor vehicle is unable to present
17	proof of insurance coverage as required in subsection (a) of this section,
18	the motor vehicle may be impounded at the officer's discretion if one (1) or
19	more of the following occur:
20	(i) The officer issues a citation for a serious
21	traffic violation to include without limitation:
22	(a) Driving fifteen miles per hour (15 m.p.h.)
23	or more than the posted speed;
24	(b) Reckless, hazardous, careless, negligent,
25	or unsafe driving;
26	(c) Leaving the scene of an accident; or
27	(d) Racing on a highway.
28	(ii) The driver is known by the officer to be a
29	person who is a repeat violator of this section; or
30	(iii) The motor vehicle is being operated:
31	(a) Without a license plate in violation of §
32	<u>27-14-304;</u>
33	(b) With an unofficial license plate in
34	<u>violation of § 27-14-305;</u>
35	(c) With improper use of evidence of
36	registration in violation of § 27-14-306; or

1	(d) With false evidences of title or
2	registration in violation of § 27-14-307.
3	(B) An inventory of the contents of the motor vehicle
4	shall be taken if a motor vehicle is impounded under this subsection.
5	(C) If a motor vehicle is impounded under this subdivision
6	(c)(2), the owner is responsible for the costs of the impoundment and § 27-
7	50-1201 et seq. regarding the towing and storage of motor vehicles shall
8	apply.
9	(D)(i) If the Department of Arkansas State Police is the
10	law enforcement agency that impounds the motor vehicle under this section,
11	the department shall use its towing rotation list and the rules related to
12	the towing rotation list.
13	(ii) If a sheriff's office or other law enforcement
14	agency impounds the motor vehicle under this section, the office or agency
15	shall use its towing rotation list and any policies or rules related to the
16	towing rotation list if applicable.
17	(D)(i) The motor vehicle shall remain impounded until the
18	owner establishes to a court of competent jurisdiction that he or she is in
19	compliance with this subchapter and the Motor Vehicle Safety Responsibility
20	Act, § 27-19-101 et seq.
21	(ii) The court shall provide an order allowing the
22	reinstatement of the registration and license of the motor vehicle to the
23	Office of Motor Vehicle of the Division of Revenue of the Department of
24	Finance and Administration.
25	$\frac{(B)(i)(a)}{(d)(l)(A)}$ If the operator of the motor vehicle proves that
26	the liability coverage required by $\$$ $27-22-101$ — 27-22-104 was in effect at
27	the time of the traffic stop, then the failure to present proof of insurance
28	at the time of the traffic stop when requested by a law enforcement officer
29	shall be punished by a fine of twenty-five dollars (\$25.00).
30	(B) No court costs under § 16-10-305 or other costs or
31	fees shall be assessed under this subdivision $\frac{(c)(1)(B)(i)(a)}{(d)(1)}$.
32	$\frac{(b)(1)(2)(A)}{(2)(A)}$ Eighty percent (80%) of the fines collected under
33	this subdivision $\frac{(c)(1)(B)(i)}{(d)(1)}$ of this section shall be paid to the
34	Treasurer of State for the benefit of the Arkansas Citizens First Responder
35	Safety Enhancement Fund.
36	$\frac{(2)}{(B)}$ Twenty percent (20%) of the fines collected under

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- this subdivision $\frac{(c)(1)(B)(i)}{(d)(1)}$ of this section shall be retained by the court that tries the offense.
- (ii)(e)(1) If the operator of the motor vehicle is unable to prove that the liability coverage required by §§ 27-22-101 27-22-104 was in effect at the time of the traffic stop, then the failure to present proof of insurance at the time of the traffic stop when requested by a law enforcement officer shall be punished as provided under § 27-22-103.
- 8 (2) The officer shall forward a copy of the notice of 9 noncompliance to the department within ten (10) days of issuance.
- 10 (3)(A) In addition, <u>if</u> the officer <u>does not impound the motor</u>
 11 <u>vehicle as provided under subdivision (c)(2) of this section, the officer</u>
 12 shall remove and impound the license plate attached to the vehicle.
- 13 (B) The license plate shall be returned to the Office of
 14 Driver Services or to the local revenue office.
- 15 $\frac{(d)(1)(f)(1)}{(f)(1)}$ The law enforcement officer who removes and impounds the 16 license plate pursuant to subdivision $\frac{(e)(3)(A)}{(e)(3)(A)}$ of this section 17 shall issue for attachment to the rear of the vehicle a temporary sticker 18 denoting its use in lieu of an official license plate.
- 19 (2) The sticker shall bear the date upon which it shall expire 20 in written or stamped numerals or alphabetic characters not less than three 21 inches (3") in height.
- 22 (3) This temporary sticker shall only be effective for a period 23 of ten (10) days beginning from the day on which the license plate was taken.
- 24 (4) The temporary stickers shall be designed by the department 25 and supplied at no cost to all law enforcement agencies authorized to enforce 26 traffic laws in Arkansas.
 - $\frac{(e)(1)(g)(1)}{(g)(1)}$ Upon receipt of the notice of noncompliance by the department, the department shall proceed to suspend the registration of the vehicle effective ten (10) days after the license plate was taken and the notice of noncompliance was issued as provided under subdivision (e)(3)(A) of this section.
- 32 (2) However, if both the vehicle and the driver's operation of 33 the vehicle were insured at the time of the offense, the owner of the vehicle 34 shall have ten (10) days to present proof of insurance coverage or other 35 financial security in effect at the time of the offense, whereupon the 36 license plate shall be returned at no cost to the owner of the vehicle.

1	$\frac{(f)}{(h)}$ Any suspension by the department under this section shall be
2	subject to the notice and hearing provisions of § 27-19-404 and shall remain
3	in effect and no registration shall be renewed for or issued to any person
4	whose vehicle registration is so suspended until:
5	(1) The person shall deposit or there shall be deposited on his
6	or her behalf sufficient security as provided for under the Motor Vehicle
7	Safety Responsibility Act, § 27-19-101 et seq.; or
8	(2) The person shall furnish the department one of the
9	following:
10	(A) A certificate of self-insurance under the provisions
11	of § 27-19-107; or
12	(B) A sufficient insurance policy issued by an insurance
13	company authorized to do business in this state.
14	$\frac{(g)(1)(i)(1)}{(g)(g)}$ In order to reinstate the suspended registration and be
15	reissued a license plate for any suspended motor vehicle, the owner shall
16	present the proof of renewed or new financial coverage required in
17	subdivision $\frac{(f)(1)}{(h)(1)}$ or (2) of this section to the department and shall
18	pay to the department a twenty dollar (\$20.00) fee for reinstatement of the
19	registration and reissuance of the license plate.
20	(2) The revenues derived from this reinstatement fee shall be
21	deposited as a special revenue into the State Central Services Fund and
22	credited as a direct revenue to be used by the department to offset the costs
23	of administering this section.
24	(3) This fee shall be in addition to any other fines, fees, or
25	other penalties for other violations of this section.
26	(h)(j) The department Office of Motor Vehicle shall promulgate
27	necessary rules and regulations for the administration of this section.
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29	/s/ J. Roebuck
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