

1 State of Arkansas
2 93rd General Assembly
3 Regular Session, 2021
4

A Bill

SENATE BILL 574

5 By: Senator B. Ballinger
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For An Act To Be Entitled

8 AN ACT TO RECOGNIZE A LIABILITY SHARING ORGANIZATION
9 AS AN INSURER FOR MOTOR VEHICLE LIABILITY INSURANCE
10 PURPOSES; AND FOR OTHER PURPOSES.
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Subtitle

13 TO RECOGNIZE A LIABILITY SHARING
14 ORGANIZATION AS AN INSURER FOR MOTOR
15 VEHICLE LIABILITY INSURANCE PURPOSES.
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19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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21 SECTION 1. Arkansas Code § 27-19-107(a), concerning self-insured
22 religious denomination organizations under the Motor Vehicle Safety
23 Responsibility Act, is amended to read as follows:

24 (a)(1) ~~Any~~ A religious denomination ~~which may qualify as a self-~~
25 insurer by obtaining a certificate of self-insurance issued by the Office of
26 Motor Vehicle as described in subsection (b) of this section.

27 (2) As used in subdivision (a)(1) of this section, a "religious
28 denomination" means:

29 (A) ~~has~~ An organization that has more than twenty-five
30 (25) members who own motor vehicles registered in this state and ~~which that~~
31 prohibits its members from purchasing insurance of any form as being contrary
32 to its religious tenets, ~~or;~~

33 (B) ~~any~~ A person in whose name more than twenty-five (25)
34 vehicles are registered in this state or any political subdivision or
35 municipality of this state, individually or collectively, for more than
36 twenty-five (25) members may qualify as a self-insurer by obtaining a



~~certificate of self insurance issued by the Office of Motor Vehicle as
provided in subsection (b) of this section; or~~

(C)(i) A religious denomination means an organization that
shares liability among members for liability insurance purposes.

(ii) The religious denomination organization
described in subdivision (a)(2)(C)(i) is considered an insurer for motor
vehicle liability insurance purposes.

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