Stricken language would be deleted from and underlined language would be added to present law.

State of Arkansas
93rd General Assembly
Regular Session, 2021

By: Senator B. Ballinger

For An Act To Be Entitled
AN ACT TO RECOGNIZE A LIABILITY SHARING ORGANIZATION
AS AN INSURER FOR MOTOR VEHICLE LIABILITY INSURANCE
PURPOSES; AND FOR OTHER PURPOSES.

Subtitle
TO RECOGNIZE A LIABILITY SHARING
ORGANIZATION AS AN INSURER FOR MOTOR
VEHICLE LIABILITY INSURANCE PURPOSES.

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

SECTION 1. Arkansas Code § 27-19-107(a), concerning self-insured religious denomination organizations under the Motor Vehicle Safety Responsibility Act, is amended to read as follows:

(a) Any person or religious denomination which may qualify as a self-insurer by obtaining a certificate of self-insurance issued by the Office of Motor Vehicle as described in subsection (b) of this section if:

(1) The person is someone in whose name more than twenty-five (25) vehicles are registered in this state or any political subdivision or municipality of this state, individually or collectively; or

(2) The religious denomination:

(A) Has more than twenty-five (25) members who own motor vehicles registered in this state and which prohibits its members from purchasing insurance of any form as being contrary to its religious tenets, or any person in whose name more than twenty-five (25) vehicles are registered in this state or any political subdivision or municipality of this state, individually or collectively, 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

            (B)(i) Shares liability among members for liability
insurance purposes.

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

/s/B. Ballinger