

State of Arkansas
93rd General Assembly
Regular Session, 2021

As Engrossed: S4/6/21

A Bill

SENATE BILL 574

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~~ A 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~~ Has more than twenty-five (25) members who own motor vehicles registered in this state and which ~~that~~ 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

APPROVED: 4/26/21