

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.

1 State of Arkansas  
2 87th General Assembly  
3 Regular Session, 2009

# A Bill

SENATE BILL 32

4  
5 By: Senator T. Smith  
6  
7

## For An Act To Be Entitled

8  
9 AN ACT TO REQUIRE A CHECK FOR MOTOR VEHICLE  
10 INSURANCE PROCEEDS TO INCLUDE THE HOLDER OF A  
11 LIEN UPON THE MOTOR VEHICLE AS A PAYEE OF THE  
12 CHECK; AND FOR OTHER PURPOSES.  
13

## Subtitle

14  
15 TO REQUIRE A CHECK FOR MOTOR VEHICLE  
16 INSURANCE PROCEEDS TO INCLUDE THE HOLDER  
17 OF A LIEN UPON THE MOTOR VEHICLE AS A  
18 PAYEE OF THE CHECK.  
19  
20

21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
22

23 SECTION 1. Arkansas Code Title 23, Chapter 89, Subchapter 2 is amended  
24 to add an additional section to read as follows:

25 23-89-216. Loss payees.

26 (a) Any person or entity having a lien upon a motor vehicle may  
27 require the person's or entity's borrower to list the person or entity as a  
28 loss payee on the borrower's motor vehicle insurance policy.

29 (b) A motor vehicle liability insurer shall include a registered  
30 lienholder as a payee on a claim under a motor vehicle insurance policy for  
31 damage in excess of five hundred dollars (\$500) to a motor vehicle.

32 (c) As used in this section, "registered lienholder" means a motor  
33 vehicle lienholder listed:

34 (1) On the title to the motor vehicle; or

35 (2) As a loss payee on a motor vehicle insurance policy.  
36

