#### SECOND REGULAR SESSION

# **SENATE BILL NO. 557**

### 96TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR BROWN.

Pre-filed December 12, 2011, and ordered printed.

TERRY L. SPIELER, Secretary.

#### 4558S.01I

## AN ACT

To repeal section 301.190, RSMo, and to enact in lieu thereof one new section relating to the vehicle examination process used for the issuance of prior salvage motor vehicle titles.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 301.190, RSMo, is repealed and one new section 2 enacted in lieu thereof, to be known as section 301.190, to read as follows:

301.190. 1. No certificate of registration of any motor vehicle or trailer, or number plate therefor, shall be issued by the director of revenue unless the  $\mathbf{2}$ 3 applicant therefor shall make application for and be granted a certificate of ownership of such motor vehicle or trailer, or shall present satisfactory evidence 4 that such certificate has been previously issued to the applicant for such motor  $\mathbf{5}$ vehicle or trailer. Application shall be made within thirty days after the 6 applicant acquires the motor vehicle or trailer upon a blank form furnished by the 78 director of revenue and shall contain the applicant's identification number, a full 9 description of the motor vehicle or trailer, the vehicle identification number, and the mileage registered on the odometer at the time of transfer of ownership, as 10 11 required by section 407.536, together with a statement of the applicant's source of title and of any liens or encumbrances on the motor vehicle or trailer, provided 1213that for good cause shown the director of revenue may extend the period of time for making such application. When an owner wants to add or delete a name or 1415names on an application for certificate of ownership of a motor vehicle or trailer that would cause it to be inconsistent with the name or names listed on the notice 1617 of lien, the owner shall provide the director with documentation evidencing the 18 lienholder's authorization to add or delete a name or names on an application for 19 certificate of ownership.

202. The director of revenue shall use reasonable diligence in ascertaining 21whether the facts stated in such application are true and shall, to the extent possible without substantially delaying processing of the application, review any 2223odometer information pertaining to such motor vehicle that is accessible to the 24director of revenue. If satisfied that the applicant is the lawful owner of such motor vehicle or trailer, or otherwise entitled to have the same registered in his 25name, the director shall thereupon issue an appropriate certificate over his 2627signature and sealed with the seal of his office, procured and used for such 28purpose. The certificate shall contain on its face a complete description, vehicle identification number, and other evidence of identification of the motor vehicle 29or trailer, as the director of revenue may deem necessary, together with the 30 odometer information required to be put on the face of the certificate pursuant to 3132section 407.536, a statement of any liens or encumbrances which the application may show to be thereon, and, if ownership of the vehicle has been transferred, the 33 34name of the state issuing the transferor's title and whether the transferor's odometer mileage statement executed pursuant to section 407.536 indicated that 35the true mileage is materially different from the number of miles shown on the 36 odometer, or is unknown. 37

3. The director of revenue shall appropriately designate on the current 3839and all subsequent issues of the certificate the words "Reconstructed Motor 40Vehicle", "Motor Change Vehicle", "Specially Constructed Motor Vehicle", or "Non-USA-Std Motor Vehicle", as defined in section 301.010. Effective July 1, 41 421990, on all original and all subsequent issues of the certificate for motor vehicles as referenced in subsections 2 and 3 of section 301.020, the director shall print 43on the face thereof the following designation: "Annual odometer updates may be 44available from the department of revenue.". On any duplicate certificate, the 45director of revenue shall reprint on the face thereof the most recent of either: 46

47 (1) The mileage information included on the face of the immediately prior
48 certificate and the date of purchase or issuance of the immediately prior
49 certificate; or

50 (2) Any other mileage information provided to the director of revenue, and 51 the date the director obtained or recorded that information.

52 4. The certificate of ownership issued by the director of revenue shall be 53 manufactured in a manner to prohibit as nearly as possible the ability to alter, 54 counterfeit, duplicate, or forge such certificate without ready detection. In order 55 to carry out the requirements of this subsection, the director of revenue may contract with a nonprofit scientific or educational institution specializing in the
analysis of secure documents to determine the most effective methods of
rendering Missouri certificates of ownership nonalterable or noncounterfeitable.

- 595. The fee for each original certificate so issued shall be eight dollars and 60 fifty cents, in addition to the fee for registration of such motor vehicle or trailer. 61If application for the certificate is not made within thirty days after the vehicle 62is acquired by the applicant, a delinquency penalty fee of twenty-five dollars for 63 the first thirty days of delinquency and twenty-five dollars for each thirty days 64of delinquency thereafter, not to exceed a total of two hundred dollars, but such penalty may be waived by the director for a good cause shown. If the director of 65revenue learns that any person has failed to obtain a certificate within thirty 66 days after acquiring a motor vehicle or trailer or has sold a vehicle without 67obtaining a certificate, he shall cancel the registration of all vehicles registered 6869 in the name of the person, either as sole owner or as a co-owner, and shall notify the person that the cancellation will remain in force until the person pays the 70delinquency penalty fee provided in this section, together with all fees, charges 7172and payments which the person should have paid in connection with the certificate of ownership and registration of the vehicle. The certificate shall be 73good for the life of the motor vehicle or trailer so long as the same is owned or 7475held by the original holder of the certificate and shall not have to be renewed 76 annually.
- 6. Any applicant for a certificate of ownership requesting the department requestion for a certificate of ownership in an expeditious manner requiring special handling shall pay a fee of five dollars in addition to the regular certificate of ownership fee.
- 7. It is unlawful for any person to operate in this state a motor vehicle or
  trailer required to be registered under the provisions of the law unless a
  certificate of ownership has been applied for as provided in this section.
- 84 8. Before an original Missouri certificate of ownership is issued, an inspection of the vehicle and a verification of vehicle identification numbers shall 8586 be made by the Missouri state highway patrol on vehicles for which there is a 87 current title issued by another state if a Missouri salvage certificate of title has been issued for the same vehicle but no prior inspection and verification has been 88 89 made in this state, except that if such vehicle has been inspected in another state 90 by a law enforcement officer in a manner comparable to the inspection process in this state and the vehicle identification numbers have been so verified, the 91

applicant shall not be liable for the twenty-five dollar inspection fee if such 9293 applicant submits proof of inspection and vehicle identification number verification to the director of revenue at the time of the application. The 9495applicant, who has such a title for a vehicle on which no prior inspection and verification have been made, shall pay a fee of twenty-five dollars for such 96 97verification and inspection, payable to the director of revenue at the time of the request for the application, which shall be deposited in the state treasury to the 98 99credit of the state highways and transportation department fund.

1009. Each application for an original Missouri certificate of ownership for a vehicle which is classified as a reconstructed motor vehicle, specially 101 constructed motor vehicle, kit vehicle, motor change vehicle, non-USA-std motor 102vehicle, or other vehicle as required by the director of revenue shall be 103accompanied by a vehicle examination certificate issued by the Missouri state 104105highway patrol, or other law enforcement agency as authorized by the director of revenue. The vehicle examination shall include a verification of vehicle 106 identification numbers and a determination of the classification of the 107 108 vehicle. The owner of a vehicle which requires a vehicle examination certificate shall present the vehicle for examination and obtain a completed vehicle 109 examination certificate prior to submitting an application for a certificate of 110 111 ownership to the director of revenue. Notwithstanding any provision of the 112law to the contrary, an owner presenting a motor vehicle which has 113been issued a salvage title and which is ten years of age or older to a vehicle examination described in this subsection in order to obtain a 114certificate of ownership with the designation prior salvage motor 115116vehicle, shall not be required to repair or restore the vehicle to its original appearance in order to pass or complete the vehicle 117examination. The fee for the vehicle examination application shall be 118twenty-five dollars and shall be collected by the director of revenue at the time 119of the request for the application and shall be deposited in the state treasury to 120121the credit of the state highways and transportation department fund. If the vehicle is also to be registered in Missouri, the safety inspection required in 122123chapter 307 and the emissions inspection required under chapter 643 shall be completed and the fees required by section 307.365 and section 643.315 shall be 124charged to the owner. 125

126 10. When an application is made for an original Missouri certificate of 127 ownership for a motor vehicle previously registered or titled in a state other than

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128Missouri or as required by section 301.020, it shall be accompanied by a current 129inspection form certified by a duly authorized official inspection station as 130 described in chapter 307. The completed form shall certify that the 131manufacturer's identification number for the vehicle has been inspected, that it is correctly displayed on the vehicle and shall certify the reading shown on the 132133odometer at the time of inspection. The inspection station shall collect the same 134fee as authorized in section 307.365 for making the inspection, and the fee shall be deposited in the same manner as provided in section 307.365. If the vehicle 135136is also to be registered in Missouri, the safety inspection required in chapter 307 and the emissions inspection required under chapter 643 shall be completed and 137138 only the fees required by section 307.365 and section 643.315 shall be charged to the owner. This section shall not apply to vehicles being transferred on a 139140manufacturer's statement of origin.

11. Motor vehicles brought into this state in a wrecked or damaged 141142condition or after being towed as an abandoned vehicle pursuant to another state's abandoned motor vehicle procedures shall, in lieu of the inspection 143144required by subsection 10 of this section, be inspected by the Missouri state highway patrol in accordance with subsection 9 of this section. If the inspection 145reveals the vehicle to be in a salvage or junk condition, the director shall so 146147indicate on any Missouri certificate of ownership issued for such vehicle. Any 148salvage designation shall be carried forward on all subsequently issued 149certificates of title for the motor vehicle.

15012. When an application is made for an original Missouri certificate of 151ownership for a motor vehicle previously registered or titled in a state other than Missouri, and the certificate of ownership has been appropriately designated by 152the issuing state as a reconstructed motor vehicle, motor change vehicle, specially 153constructed motor vehicle, or prior salvage vehicle, the director of revenue shall 154appropriately designate on the current Missouri and all subsequent issues of the 155156certificate of ownership the name of the issuing state and such prior designation. The absence of any prior designation shall not relieve a transferor 157of the duty to exercise due diligence with regard to such certificate of ownership 158159prior to the transfer of a certificate. If a transferor exercises any due diligence 160with regard to a certificate of ownership, the legal transfer of a certificate of 161ownership without any designation that is subsequently discovered to have or should have had a designation shall be a transfer free and clear of any liabilities 162of the transferor associated with the missing designation. 163

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164 13. When an application is made for an original Missouri certificate of 165 ownership for a motor vehicle previously registered or titled in a state other than 166 Missouri, and the certificate of ownership has been appropriately designated by 167 the issuing state as non-USA-std motor vehicle, the director of revenue shall 168 appropriately designate on the current Missouri and all subsequent issues of the 169 certificate of ownership the words "Non-USA-Std Motor Vehicle".

170 14. The director of revenue and the superintendent of the Missouri state
171 highway patrol shall make and enforce rules for the administration of the
172 inspections required by this section.

173 15. Each application for an original Missouri certificate of ownership for 174 a vehicle which is classified as a reconstructed motor vehicle, manufactured forty 175 or more years prior to the current model year, and which has a value of three 176 thousand dollars or less shall be accompanied by:

177 (1) A proper affidavit submitted by the owner explaining how the motor
178 vehicle or trailer was acquired and, if applicable, the reasons a valid certificate
179 of ownership cannot be furnished;

180 (2) Photocopies of receipts, bills of sale establishing ownership, or titles,181 and the source of all major component parts used to rebuild the vehicle;

(3) A fee of one hundred fifty dollars in addition to the fees described in
subsection 5 of this section. Such fee shall be deposited in the state treasury to
the credit of the state highways and transportation department fund; and

185(4) An inspection certificate, other than a motor vehicle examination 186certificate required under subsection 9 of this section, completed and issued by the Missouri state highway patrol, or other law enforcement agency as authorized 187by the director of revenue. The inspection performed by the highway patrol or 188other authorized local law enforcement agency shall include a check for stolen 189vehicles. The department of revenue shall issue the owner a certificate of 190ownership designated with the words "Reconstructed Motor Vehicle" and deliver 191192such certificate of ownership in accordance with the provisions of this 193 chapter. Notwithstanding subsection 9 of this section, no owner of a reconstructed motor vehicle described in this subsection shall be required to 194195obtain a vehicle examination certificate issued by the Missouri state highway 196 patrol.

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