## FIRST REGULAR SESSION [P E R F E C T E D] SENATE SUBSTITUTE FOR SENATE COMMITTEE SUBSTITUTE FOR

# **SENATE BILL NO. 278**

#### 98TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR SCHATZ.

Offered March 31, 2015.

Senate Substitute adopted March 31, 2015.

Taken up for Perfection March 31, 2015. Bill declared Perfected and Ordered Printed, as amended.

1427S.03P

ADRIANE D. CROUSE, Secretary.

### AN ACT

To repeal sections 301.010, 301.067, 301.130, 301.140, 301.190, 301.196, 301.227, and 407.581, RSMo, and to enact in lieu thereof nine new sections relating to motor vehicles.

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

Section A. Sections 301.010, 301.067, 301.130, 301.140, 301.190, 301.196,
2 301.227, and 407.581, RSMo, are repealed and nine new sections enacted in lieu
3 thereof, to be known as sections 301.010, 301.067, 301.130, 301.140, 301.190,
4 301.196, 301.213, 301.227, and 301.645, to read as follows:

301.010. As used in this chapter and sections 304.010 to 304.040, 304.1202 to 304.260, and sections 307.010 to 307.175, the following terms mean:

3 (1) "All-terrain vehicle", any motorized vehicle manufactured and used 4 exclusively for off-highway use which is fifty inches or less in width, with an 5 unladen dry weight of one thousand five hundred pounds or less, traveling on 6 three, four or more nonhighway tires;

7 (2) "Automobile transporter", any vehicle combination designed and used
8 specifically for the transport of assembled motor vehicles;

9 (3) "Axle load", the total load transmitted to the road by all wheels whose 10 centers are included between two parallel transverse vertical planes forty inches 11 apart, extending across the full width of the vehicle; 12 (4) "Boat transporter", any vehicle combination designed and used13 specifically to transport assembled boats and boat hulls;

14 (5) "Body shop", a business that repairs physical damage on motor
15 vehicles that are not owned by the shop or its officers or employees by mending,
16 straightening, replacing body parts, or painting;

17 (6) "Bus", a motor vehicle primarily for the transportation of a driver and18 eight or more passengers but not including shuttle buses;

19 (7) "Commercial motor vehicle", a motor vehicle designed or regularly used
20 for carrying freight and merchandise, or more than eight passengers but not
21 including vanpools or shuttle buses;

(8) "Cotton trailer", a trailer designed and used exclusively for
transporting cotton at speeds less than forty miles per hour from field to field or
from field to market and return;

(9) "Dealer", any person, firm, corporation, association, agent or subagent
engaged in the sale or exchange of new, used or reconstructed motor vehicles or
trailers;

(10) "Director" or "director of revenue", the director of the department ofrevenue;

30 (11) "Driveaway operation":

(a) The movement of a motor vehicle or trailer by any person or motor
carrier other than a dealer over any public highway, under its own power singly,
or in a fixed combination of two or more vehicles, for the purpose of delivery for
sale or for delivery either before or after sale;

35 (b) The movement of any vehicle or vehicles, not owned by the transporter, 36 constituting the commodity being transported, by a person engaged in the 37 business of furnishing drivers and operators for the purpose of transporting 38 vehicles in transit from one place to another by the driveaway or towaway 39 methods; or

40 (c) The movement of a motor vehicle by any person who is lawfully 41 engaged in the business of transporting or delivering vehicles that are not the 42 person's own and vehicles of a type otherwise required to be registered, by the 43 driveaway or towaway methods, from a point of manufacture, assembly or 44 distribution or from the owner of the vehicles to a dealer or sales agent of a 45 manufacturer or to any consignee designated by the shipper or consignor;

46 (12) "Dromedary", a box, deck, or plate mounted behind the cab and 47 forward of the fifth wheel on the frame of the power unit of a truck 48 tractor-semitrailer combination. A truck tractor equipped with a dromedary may
49 carry part of a load when operating independently or in a combination with a
50 semitrailer;

51 (13) "Farm tractor", a tractor used exclusively for agricultural purposes;

52 (14) "Fleet", any group of ten or more motor vehicles owned by the same53 owner;

(15) "Fleet vehicle", a motor vehicle which is included as part of a fleet;
(16) "Fullmount", a vehicle mounted completely on the frame of either the
first or last vehicle in a saddlemount combination;

57 (17) "Gross weight", the weight of vehicle and/or vehicle combination 58 without load, plus the weight of any load thereon;

59 (18) "Hail-damaged vehicle", any vehicle, the body of which has become60 dented as the result of the impact of hail;

61 (19) "Highway", any public thoroughfare for vehicles, including state
62 roads, county roads and public streets, avenues, boulevards, parkways or alleys
63 in any municipality;

64 (20) "Improved highway", a highway which has been paved with gravel,
65 macadam, concrete, brick or asphalt, or surfaced in such a manner that it shall
66 have a hard, smooth surface;

67 (21) "Intersecting highway", any highway which joins another, whether68 or not it crosses the same;

69

(22) "Junk vehicle", a vehicle which:

(a) Is incapable of operation or use upon the highways and has no resale
value except as a source of parts or scrap[, and shall not be titled or registered];
or

(b) Has been designated as junk or a substantially equivalent
designation by this state or any other state;

(23) "Kit vehicle", a motor vehicle assembled by a person other than a
generally recognized manufacturer of motor vehicles by the use of a glider kit or
replica purchased from an authorized manufacturer and accompanied by a
manufacturer's statement of origin;

(24) "Land improvement contractors' commercial motor vehicle", anynot-for-hire commercial motor vehicle the operation of which is confined to:

(a) An area that extends not more than a radius of one hundred miles
from its home base of operations when transporting its owner's machinery,
equipment, or auxiliary supplies to or from projects involving soil and water

3

84 conservation, or to and from equipment dealers' maintenance facilities for 85 maintenance purposes; or

(b) An area that extends not more than a radius of fifty miles from its home base of operations when transporting its owner's machinery, equipment, or auxiliary supplies to or from projects not involving soil and water conservation. Nothing in this subdivision shall be construed to prevent any motor vehicle from being registered as a commercial motor vehicle or local commercial motor vehicle;

92 (25) "Local commercial motor vehicle", a commercial motor vehicle whose 93 operations are confined solely to a municipality and that area extending not more 94 than fifty miles therefrom, or a commercial motor vehicle whose property-carrying 95 operations are confined solely to the transportation of property owned by any 96 person who is the owner or operator of such vehicle to or from a farm owned by such person or under the person's control by virtue of a landlord and tenant lease; 97 98 provided that any such property transported to any such farm is for use in the operation of such farm; 99

100 (26) "Local log truck", a commercial motor vehicle which is registered 101 pursuant to this chapter to operate as a motor vehicle on the public highways of 102 this state, used exclusively in this state, used to transport harvested forest 103 products, operated solely at a forested site and in an area extending not more 104 than a one hundred-mile radius from such site, carries a load with dimensions not in excess of twenty-five cubic yards per two axles with dual wheels, and when 105 106 operated on the national system of interstate and defense highways described in 107 Title 23, Section 103(e) of the United States Code, such vehicle shall not exceed 108 the weight limits of section 304.180, does not have more than four axles, and does not pull a trailer which has more than two axles. Harvesting equipment which 109 is used specifically for cutting, felling, trimming, delimbing, debarking, chipping, 110 skidding, loading, unloading, and stacking may be transported on a local log 111 truck. A local log truck may not exceed the limits required by law, however, if 112 the truck does exceed such limits as determined by the inspecting officer, then 113 114notwithstanding any other provisions of law to the contrary, such truck shall be subject to the weight limits required by such sections as licensed for eighty 115116 thousand pounds;

(27) "Local log truck tractor", a commercial motor vehicle which is
registered under this chapter to operate as a motor vehicle on the public
highways of this state, used exclusively in this state, used to transport harvested

4

120forest products, operated solely at a forested site and in an area extending not more than a one hundred-mile radius from such site, operates with a weight not 121122exceeding twenty-two thousand four hundred pounds on one axle or with a weight 123 not exceeding forty-four thousand eight hundred pounds on any tandem axle, and 124when operated on the national system of interstate and defense highways 125described in Title 23, Section 103(e) of the United States Code, such vehicle does 126 not exceed the weight limits contained in section 304.180, and does not have more 127than three axles and does not pull a trailer which has more than two 128axles. Violations of axle weight limitations shall be subject to the load limit 129penalty as described for in sections 304.180 to 304.220;

(28) "Local transit bus", a bus whose operations are confined wholly
within a municipal corporation, or wholly within a municipal corporation and a
commercial zone, as defined in section 390.020, adjacent thereto, forming a part
of a public transportation system within such municipal corporation and such
municipal corporation and adjacent commercial zone;

(29) "Log truck", a vehicle which is not a local log truck or local log truck
tractor and is used exclusively to transport harvested forest products to and from
forested sites which is registered pursuant to this chapter to operate as a motor
vehicle on the public highways of this state for the transportation of harvested
forest products;

(30) "Major component parts", the rear clip, cowl, frame, body, cab,
front-end assembly, and front clip, as those terms are defined by the director of
revenue pursuant to rules and regulations or by illustrations;

(31) "Manufacturer", any person, firm, corporation or association engaged
in the business of manufacturing or assembling motor vehicles, trailers or vessels
for sale;

(32) "Motor change vehicle", a vehicle manufactured prior to August, 1957,
which receives a new, rebuilt or used engine, and which used the number
stamped on the original engine as the vehicle identification number;

(33) "Motor vehicle", any self-propelled vehicle not operated exclusivelyupon tracks, except farm tractors;

(34) "Motor vehicle primarily for business use", any vehicle other than a
recreational motor vehicle, motorcycle, motortricycle, or any commercial motor
vehicle licensed for over twelve thousand pounds:

154 (a) Of

(a) Offered for hire or lease; or

155 (b) The owner of which also owns ten or more such motor vehicles;

156 (35) "Motorcycle", a motor vehicle operated on two wheels;

(36) "Motorized bicycle", any two-wheeled or three-wheeled device having
an automatic transmission and a motor with a cylinder capacity of not more than
fifty cubic centimeters, which produces less than three gross brake horsepower,
and is capable of propelling the device at a maximum speed of not more than
thirty miles per hour on level ground;

162 (37) "Motortricycle", a motor vehicle operated on three wheels, including
163 a motorcycle while operated with any conveyance, temporary or otherwise,
164 requiring the use of a third wheel. A motortricycle shall not be included in the
165 definition of all-terrain vehicle;

166 (38) "Municipality", any city, town or village, whether incorporated or not;
167 (39) "Nonresident", a resident of a state or country other than the state
168 of Missouri;

169 (40) "Non-USA-std motor vehicle", a motor vehicle not originally
170 manufactured in compliance with United States emissions or safety standards;

171 (41) "Operator", any person who operates or drives a motor vehicle;

(42) "Owner", any person, firm, corporation or association, who holds the legal title to a vehicle or in the event a vehicle is the subject of an agreement for the conditional sale or lease thereof with the right of purchase upon performance of the conditions stated in the agreement and with an immediate right of possession vested in the conditional vendee or lessee, or in the event a mortgagor of a vehicle is entitled to possession, then such conditional vendee or lessee or mortgagor shall be deemed the owner for the purpose of this law;

(43) "Public garage", a place of business where motor vehicles are housed,
stored, repaired, reconstructed or repainted for persons other than the owners or
operators of such place of business;

(44) "Rebuilder", a business that repairs or rebuilds motor vehicles owned
by the rebuilder, but does not include certificated common or contract carriers of
persons or property;

(45) "Reconstructed motor vehicle", a vehicle that is altered from its
original construction by the addition or substitution of two or more new or used
major component parts, excluding motor vehicles made from all new parts, and
new multistage manufactured vehicles;

(46) "Recreational motor vehicle", any motor vehicle designed, constructed
or substantially modified so that it may be used and is used for the purposes of
temporary housing quarters, including therein sleeping and eating facilities

which are either permanently attached to the motor vehicle or attached to a unit
which is securely attached to the motor vehicle. Nothing herein shall prevent any
motor vehicle from being registered as a commercial motor vehicle if the motor
vehicle could otherwise be so registered;

(47) "Recreational off-highway vehicle", any motorized vehicle
manufactured and used exclusively for off-highway use which is more than fifty
inches but no more than sixty-seven inches in width, with an unladen dry weight
of two thousand pounds or less, traveling on four or more nonhighway tires and
which may have access to ATV trails;

201 (48) "Rollback or car carrier", any vehicle specifically designed to 202 transport wrecked, disabled or otherwise inoperable vehicles, when the 203 transportation is directly connected to a wrecker or towing service;

204(49) "Saddlemount combination", a combination of vehicles in which a 205truck or truck tractor tows one or more trucks or truck tractors, each connected by a saddle to the frame or fifth wheel of the vehicle in front of it. The "saddle" 206is a mechanism that connects the front axle of the towed vehicle to the frame or 207208 fifth wheel of the vehicle in front and functions like a fifth wheel kingpin 209 connection. When two vehicles are towed in this manner the combination is called a "double saddlemount combination". When three vehicles are towed in 210211this manner, the combination is called a "triple saddlemount combination";

(50) "Salvage dealer and dismantler", a business that dismantles used
motor vehicles for the sale of the parts thereof, and buys and sells used motor
vehicle parts and accessories;

215

(51) "Salvage vehicle", a motor vehicle, semitrailer, or house trailer which:

(a) Was damaged during a year that is no more than six years after the manufacturer's model year designation for such vehicle to the extent that the total cost of repairs to rebuild or reconstruct the vehicle to its condition immediately before it was damaged for legal operation on the roads or highways exceeds eighty percent of the fair market value of the vehicle immediately preceding the time it was damaged;

(b) By reason of condition or circumstance, has been declared salvage,
either by its owner, or by a person, firm, corporation, or other legal entity
exercising the right of security interest in it;

(c) Has been declared salvage by an insurance company as a result ofsettlement of a claim;

(d) Ownership of which is evidenced by a salvage title; or

7

(e) Is abandoned property which is titled pursuant to section 304.155 or section 304.157 and designated with the words "salvage/abandoned property". The total cost of repairs to rebuild or reconstruct the vehicle shall not include the cost of repairing, replacing, or reinstalling inflatable safety restraints, tires, sound systems, or damage as a result of hail, or any sales tax on parts or materials to rebuild or reconstruct the vehicle. For purposes of this definition, "fair market value" means the retail value of a motor vehicle as:

a. Set forth in a current edition of any nationally recognized compilation of retail values, including automated databases, or from publications commonly used by the automotive and insurance industries to establish the values of motor vehicles;

b. Determined pursuant to a market survey of comparable vehicles withregard to condition and equipment; and

c. Determined by an insurance company using any other procedure recognized by the insurance industry, including market surveys, that is applied by the company in a uniform manner;

(52) "School bus", any motor vehicle used solely to transport students to
or from school or to transport students to or from any place for educational
purposes;

(53) "Scrap processor", a business that, through the use of fixed or mobile
equipment, flattens, crushes, or otherwise accepts motor vehicles and vehicle
parts for processing or transportation to a shredder or scrap metal operator for
recycling;

(54) "Shuttle bus", a motor vehicle used or maintained by any person, firm, or corporation as an incidental service to transport patrons or customers of the regular business of such person, firm, or corporation to and from the place of business of the person, firm, or corporation providing the service at no fee or charge. Shuttle buses shall not be registered as buses or as commercial motor vehicles;

(55) "Special mobile equipment", every self-propelled vehicle not designed or used primarily for the transportation of persons or property and incidentally operated or moved over the highways, including farm equipment, implements of husbandry, road construction or maintenance machinery, ditch-digging apparatus, stone crushers, air compressors, power shovels, cranes, graders, rollers, well-drillers and wood-sawing equipment used for hire, asphalt spreaders, bituminous mixers, bucket loaders, ditchers, leveling graders, finished machines,

8

264 motor graders, road rollers, scarifiers, earth-moving carryalls, scrapers, drag 265 lines, concrete pump trucks, rock-drilling and earth-moving equipment. This 266 enumeration shall be deemed partial and shall not operate to exclude other such 267 vehicles which are within the general terms of this section;

(56) "Specially constructed motor vehicle", a motor vehicle which shall not
have been originally constructed under a distinctive name, make, model or type
by a manufacturer of motor vehicles. The term specially constructed motor
vehicle includes kit vehicles;

(57) "Stinger-steered combination", a truck tractor-semitrailer wherein the
fifth wheel is located on a drop frame located behind and below the rearmost axle
of the power unit;

(58) "Tandem axle", a group of two or more axles, arranged one behind
another, the distance between the extremes of which is more than forty inches
and not more than ninety-six inches apart;

(59) "Tractor", "truck tractor" or "truck-tractor", a self-propelled motor
vehicle designed for drawing other vehicles, but not for the carriage of any load
when operating independently. When attached to a semitrailer, it supports a part
of the weight thereof;

282(60) "Trailer", any vehicle without motive power designed for carrying 283property or passengers on its own structure and for being drawn by a 284self-propelled vehicle, except those running exclusively on tracks, including a 285semitrailer or vehicle of the trailer type so designed and used in conjunction with 286a self-propelled vehicle that a considerable part of its own weight rests upon and 287is carried by the towing vehicle. The term "trailer" shall not include cotton 288trailers as defined in subdivision (8) of this section and shall not include 289 manufactured homes as defined in section 700.010;

(61) "Truck", a motor vehicle designed, used, or maintained for thetransportation of property;

(62) "Truck-tractor semitrailer-semitrailer", a combination vehicle in which the two trailing units are connected with a B-train assembly which is a rigid frame extension attached to the rear frame of a first semitrailer which allows for a fifth-wheel connection point for the second semitrailer and has one less articulation point than the conventional A-dolly connected truck-tractor semitrailer-trailer combination;

298 (63) "Truck-trailer boat transporter combination", a boat transporter 299 combination consisting of a straight truck towing a trailer using typically a ball and socket connection with the trailer axle located substantially at the trailer
center of gravity rather than the rear of the trailer but so as to maintain a
downward force on the trailer tongue;

303 (64) "Used parts dealer", a business that buys and sells used motor vehicle 304 parts or accessories, but not including a business that sells only new, 305 remanufactured or rebuilt parts. "Business" does not include isolated sales at a 306 swap meet of less than three days;

307 (65) "Utility vehicle", any motorized vehicle manufactured and used 308 exclusively for off-highway use which is more than fifty inches but no more than 309 sixty-seven inches in width, with an unladen dry weight of two thousand pounds 310 or less, traveling on four or six wheels, to be used primarily for landscaping, lawn 311 care, or maintenance purposes;

312 (66) "Vanpool", any van or other motor vehicle used or maintained by any person, group, firm, corporation, association, city, county or state agency, or any 313 314 member thereof, for the transportation of not less than eight nor more than forty-eight employees, per motor vehicle, to and from their place of employment; 315316 however, a vanpool shall not be included in the definition of the term bus or commercial motor vehicle as defined by subdivisions (6) and (7) of this section, 317 318 nor shall a vanpool driver be deemed a chauffeur as that term is defined by 319 section 303.020; nor shall use of a vanpool vehicle for ride-sharing arrangements, 320 recreational, personal, or maintenance uses constitute an unlicensed use of the motor vehicle, unless used for monetary profit other than for use in a ride-sharing 321322arrangement;

323 (67) "Vehicle", any mechanical device on wheels, designed primarily for
324 use, or used, on highways, except motorized bicycles, vehicles propelled or drawn
325 by horses or human power, or vehicles used exclusively on fixed rails or tracks,
326 or cotton trailers or motorized wheelchairs operated by handicapped persons;

327 (68) "Wrecker" or "tow truck", any emergency commercial vehicle 328 equipped, designed and used to assist or render aid and transport or tow disabled 329 or wrecked vehicles from a highway, road, street or highway rights-of-way to a 330 point of storage or repair, including towing a replacement vehicle to replace a 331 disabled or wrecked vehicle;

332 (69) "Wrecker or towing service", the act of transporting, towing or 333 recovering with a wrecker, tow truck, rollback or car carrier any vehicle not 334 owned by the operator of the wrecker, tow truck, rollback or car carrier for which 335 the operator directly or indirectly receives compensation or other personal gain.

301.067. 1. For each trailer or semitrailer there shall be paid an annual fee of seven dollars fifty cents, and in addition thereto such permit fee authorized  $\mathbf{2}$ by law against trailers used in combination with tractors operated under the 3 supervision of the [motor carrier and railroad safety division] highways and 4 transportation commission of the department of [economic development]  $\mathbf{5}$ **transportation**. The fees for tractors used in any combination with trailers or 6 semitrailers or both trailers and semitrailers (other than on passenger-carrying 78 trailers or semitrailers) shall be computed on the total gross weight of the 9 vehicles in the combination with load.

2. Any trailer or semitrailer may at the option of the registrant be
registered for a period of three years upon payment of a registration fee of
twenty-two dollars and fifty cents.

3. Any trailer as defined in section 301.010 or semitrailer [which is operated coupled to a towing vehicle by a fifth wheel and kingpin assembly or by a trailer converter dolly] may, at the option of the registrant, be registered permanently upon the payment of a registration fee of fifty-two dollars and fifty cents. The permanent plate and registration fee is vehicle specific. The plate and the registration fee paid is nontransferable and nonrefundable, except those covered under the provisions of section 301.442.

301.130. 1. The director of revenue, upon receipt of a proper application  $\mathbf{2}$ for registration, required fees and any other information which may be required by law, shall issue to the applicant a certificate of registration in such manner 3 and form as the director of revenue may prescribe and a set of license plates, or 4  $\mathbf{5}$ other evidence of registration, as provided by this section. Each set of license 6 plates shall bear the name or abbreviated name of this state, the words 7"SHOW-ME STATE", the month and year in which the registration shall expire, and an arrangement of numbers or letters, or both, as shall be assigned from year 8 to year by the director of revenue. The plates shall also contain fully reflective 9 material with a common color scheme and design for each type of license plate 10 issued pursuant to this chapter. The plates shall be clearly visible at night, and 11 shall be aesthetically attractive. Special plates for qualified disabled veterans 12will have the "DISABLED VETERAN" wording on the license plates in preference 13 14 to the words "SHOW-ME STATE" and special plates for members of the National 15Guard will have the "NATIONAL GUARD" wording in preference to the words 16 "SHOW-ME STATE".

17

2. The arrangement of letters and numbers of license plates shall be

1 . . . . . . .

18 uniform throughout each classification of registration. The director may provide19 for the arrangement of the numbers in groups or otherwise, and for other20 distinguishing marks on the plates.

213. All property-carrying commercial motor vehicles to be registered at a 22gross weight in excess of twelve thousand pounds, all passenger-carrying 23commercial motor vehicles, local transit buses, school buses, trailers, semitrailers, 24motorcycles, motortricycles, motorscooters and driveaway vehicles shall be 25registered with the director of revenue as provided for in subsection 3 of section 26301.030, or with the state highways and transportation commission as otherwise provided in this chapter, but only one license plate shall be issued for each such 27vehicle, except as provided in this subsection. The applicant for registration of 2829any property-carrying commercial vehicle registered at a gross weight in excess 30 of twelve thousand pounds may request and be issued two license plates for such vehicle, and if such plates are issued, the director of revenue shall provide for 3132distinguishing marks on the plates indicating one plate is for the front and the other is for the rear of such vehicle. The director may assess and collect an 33 34additional charge from the applicant in an amount not to exceed the fee prescribed for personalized license plates in subsection 1 of section 301.144. 35

4. The plates issued to manufacturers and dealers shall bear the letters
and numbers as prescribed by section 301.560, and the director may place upon
the plates other letters or marks to distinguish commercial motor vehicles and
trailers and other types of motor vehicles.

40 5. No motor vehicle or trailer shall be operated on any highway of this state unless it shall have displayed thereon the license plate or set of license 41 42plates issued by the director of revenue or the state highways and transportation commission and authorized by section 301.140. Each such plate shall be securely 43fastened to the motor vehicle or trailer in a manner so that all parts thereof shall 44 be plainly visible and reasonably clean so that the reflective qualities thereof are 45not impaired. Each such plate may be encased in a transparent cover so long as 46 the plate is plainly visible and its reflective qualities are not impaired. License 47plates shall be fastened to all motor vehicles except trucks, tractors, truck 48 tractors or truck-tractors licensed in excess of twelve thousand pounds on the 49 50front and rear of such vehicles not less than eight nor more than forty-eight 51inches above the ground, with the letters and numbers thereon right side up. The 52license plates on trailers, motorcycles, motortricycles and motorscooters shall be 53displayed on the rear of such vehicles, [with the letters and numbers thereon

right side up] and may be mounted with the letters and numbers thereon 54right side up or mounted vertically on the left rear of such motor 55vehicles so long as the plate is plainly visible. The license plate on buses, 56other than school buses, and on trucks, tractors, truck tractors or truck-tractors 57 licensed in excess of twelve thousand pounds shall be displayed on the front of 58such vehicles not less than eight nor more than forty-eight inches above the 59ground, with the letters and numbers thereon right side up or if two plates are 60 issued for the vehicle pursuant to subsection 3 of this section, displayed in the 61 same manner on the front and rear of such vehicles. The license plate or plates 62authorized by section 301.140, when properly attached, shall be prima facie 63 64 evidence that the required fees have been paid.

65 6. (1) The director of revenue shall issue annually or biennially a tab or 66 set of tabs as provided by law as evidence of the annual payment of registration 67 fees and the current registration of a vehicle in lieu of the set of 68 plates. Beginning January 1, 2010, the director may prescribe any additional 69 information recorded on the tab or tabs to ensure that the tab or tabs positively 70 correlate with the license plate or plates issued by the department of revenue for 71 such vehicle. Such tabs shall be produced in each license bureau office.

(2) The vehicle owner to whom a tab or set of tabs is issued shall affix and
display such tab or tabs in the designated area of the license plate, no more than
one per plate.

(3) A tab or set of tabs issued by the director of revenue when attached
to a vehicle in the prescribed manner shall be prima facie evidence that the
registration fee for such vehicle has been paid.

(4) Except as otherwise provided in this section, the director of revenueshall issue plates for a period of at least six years.

80 (5) For those commercial motor vehicles and trailers registered pursuant to section 301.041, the plate issued by the highways and transportation 81 commission shall be a permanent nonexpiring license plate for which no tabs 82 shall be issued. Nothing in this section shall relieve the owner of any vehicle 83 permanently registered pursuant to this section from the obligation to pay the 84 85 annual registration fee due for the vehicle. The permanent nonexpiring license 86 plate shall be returned to the highways and transportation commission upon the 87 sale or disposal of the vehicle by the owner to whom the permanent nonexpiring 88 license plate is issued, or the plate may be transferred to a replacement commercial motor vehicle when the owner files a supplemental application with 89

90 the Missouri highways and transportation commission for the registration of such 91 replacement commercial motor vehicle. Upon payment of the annual registration 92 fee, the highways and transportation commission shall issue a certificate of 93 registration or other suitable evidence of payment of the annual fee, and such 94 evidence of payment shall be carried at all times in the vehicle for which it is 95 issued.

96 (6) Upon the sale or disposal of any vehicle permanently registered under 97 this section, or upon the termination of a lease of any such vehicle, the permanent 98 nonexpiring plate issued for such vehicle shall be returned to the highways and transportation commission and shall not be valid for operation of such vehicle, or 99 100 the plate may be transferred to a replacement vehicle when the owner files a 101 supplemental application with the Missouri highways and transportation 102 commission for the registration of such replacement vehicle. If a vehicle which is permanently registered under this section is sold, wrecked or otherwise 103 104 disposed of, or the lease terminated, the registrant shall be given credit for any unused portion of the annual registration fee when the vehicle is replaced by the 105106 purchase or lease of another vehicle during the registration year.

107 7. The director of revenue and the highways and transportation 108 commission may prescribe rules and regulations for the effective administration 109 of this section. No rule or portion of a rule promulgated under the authority of 110 this section shall become effective unless it has been promulgated pursuant to the 111 provisions of section 536.024.

8. Notwithstanding the provisions of any other law to the contrary, owners of motor vehicles other than apportioned motor vehicles or commercial motor vehicles licensed in excess of eighteen thousand pounds gross weight may apply for special personalized license plates. Vehicles licensed for eighteen thousand pounds that display special personalized license plates shall be subject to the provisions of subsections 1 and 2 of section 301.030.

118 9. No later than January 1, 2009, the director of revenue shall commence 119 the reissuance of new license plates of such design as directed by the director consistent with the terms, conditions, and provisions of this section and this 120 121chapter. Except as otherwise provided in this section, in addition to all other fees 122 required by law, applicants for registration of vehicles with license plates that 123expire during the period of reissuance, applicants for registration of trailers or 124 semitrailers with license plates that expire during the period of reissuance and 125applicants for registration of vehicles that are to be issued new license plates

126during the period of reissuance shall pay the cost of the plates required by this 127subsection. The additional cost prescribed in this subsection shall not be charged to persons receiving special license plates issued under section 301.073 or 128 129301.443. Historic motor vehicle license plates registered pursuant to section 130301.131 and specialized license plates are exempt from the provisions of this 131subsection. Except for new, replacement, and transfer applications, permanent 132nonexpiring license plates issued to commercial motor vehicles and trailers 133registered under section 301.041 are exempt from the provisions of this 134 subsection.

301.140. 1. Upon the transfer of ownership of any motor vehicle or trailer,  $\mathbf{2}$ the certificate of registration and the right to use the number plates shall expire 3 and the number plates shall be removed by the owner at the time of the transfer 4 of possession, and it shall be unlawful for any person other than the person to whom such number plates were originally issued to have the same in his or her 56 possession whether in use or not, unless such possession is solely for charitable 7 purposes; except that the buyer of a motor vehicle or trailer who trades in a motor 8 vehicle or trailer may attach the license plates from the traded-in motor vehicle or trailer to the newly purchased motor vehicle or trailer. The operation of a 9 10 motor vehicle with such transferred plates shall be lawful for no more than thirty days, or no more than ninety days if the dealer is selling the motor 11 vehicle under the provisions of section 301.213. As used in this subsection, 12the term "trade-in motor vehicle or trailer" shall include any single motor vehicle 13or trailer sold by the buyer of the newly purchased vehicle or trailer, as long as 14 the license plates for the trade-in motor vehicle or trailer are still valid. 15

2. In the case of a transfer of ownership the original owner may register 16 another motor vehicle under the same number, upon the payment of a fee of two 17dollars, if the motor vehicle is of horsepower, gross weight or (in the case of a 18 passenger-carrying commercial motor vehicle) seating capacity, not in excess of 19that originally registered. When such motor vehicle is of greater horsepower, 20gross weight or (in the case of a passenger-carrying commercial motor vehicle) 2122seating capacity, for which a greater fee is prescribed, applicant shall pay a 23transfer fee of two dollars and a pro rata portion for the difference in fees. When 24such vehicle is of less horsepower, gross weight or (in case of a passenger-carrying 25commercial motor vehicle) seating capacity, for which a lesser fee is prescribed, 26applicant shall not be entitled to a refund.

27

3. License plates may be transferred from a motor vehicle which will no

28longer be operated to a newly purchased motor vehicle by the owner of such 29vehicles. The owner shall pay a transfer fee of two dollars if the newly purchased vehicle is of horsepower, gross weight or (in the case of a passenger-carrying 30 31commercial motor vehicle) seating capacity, not in excess of that of the vehicle 32which will no longer be operated. When the newly purchased motor vehicle is of greater horsepower, gross weight or (in the case of a passenger-carrying 33 commercial motor vehicle) seating capacity, for which a greater fee is prescribed, 3435the applicant shall pay a transfer fee of two dollars and a pro rata portion of the 36 difference in fees. When the newly purchased vehicle is of less horsepower, gross 37 weight or (in the case of a passenger-carrying commercial motor vehicle) seating 38capacity, for which a lesser fee is prescribed, the applicant shall not be entitled 39 to a refund.

40 4. The director of the department of revenue shall have authority to produce or allow others to produce a weather resistant, nontearing temporary 41 42permit authorizing the operation of a motor vehicle or trailer by a buyer for not more than thirty days, or no more than ninety days if issued by a dealer 4344 selling the motor vehicle under the provisions of section 301.213, from the date of purchase. The temporary permit authorized under this section may 45be purchased by the purchaser of a motor vehicle or trailer from the central office 46 of the department of revenue or from an authorized agent of the department of 47revenue upon proof of purchase of a motor vehicle or trailer for which the buyer 48 has no registration plate available for transfer and upon proof of financial 49 50 responsibility, or from a motor vehicle dealer upon purchase of a motor vehicle 51or trailer for which the buyer has no registration plate available for transfer, or 52from a motor vehicle dealer upon purchase of a motor vehicle or trailer for which the buyer has registered and is awaiting receipt of registration plates. The 53director of the department of revenue or a producer authorized by the director of 54the department of revenue may make temporary permits available to registered 55dealers in this state, authorized agents of the department of revenue or the 56department of revenue. The price paid by a motor vehicle dealer, an authorized 57agent of the department of revenue or the department of revenue for a temporary 58permit shall not exceed five dollars for each permit. The director of the 5960 department of revenue shall direct motor vehicle dealers and authorized agents 61 to obtain temporary permits from an authorized producer. Amounts received by 62 the director of the department of revenue for temporary permits shall constitute 63 state revenue; however, amounts received by an authorized producer other than 17

the director of the department of revenue shall not constitute state revenue and 64 65 any amounts received by motor vehicle dealers or authorized agents for temporary permits purchased from a producer other than the director of the department of 66 revenue shall not constitute state revenue. In no event shall revenues from the 67 general revenue fund or any other state fund be utilized to compensate motor 68 vehicle dealers or other producers for their role in producing temporary permits 69 as authorized under this section. Amounts that do not constitute state revenue 70 under this section shall also not constitute fees for registration or certificates of 71title to be collected by the director of the department of revenue under section 72301.190. No motor vehicle dealer, authorized agent or the department of revenue 73 74shall charge more than five dollars for each permit issued. The permit shall be 75valid for a period of thirty days, or no more than ninety days if issued by 76a dealer selling the motor vehicle under the provisions of section **301.213**, from the date of purchase of a motor vehicle or trailer, or from the date 7778of sale of the motor vehicle or trailer by a motor vehicle dealer for which the purchaser obtains a permit as set out above. No permit shall be issued for a 79 80 vehicle under this section unless the buyer shows proof of financial responsibility. Each temporary permit issued shall be securely fastened to the 81 82 back or rear of the motor vehicle in a manner and place on the motor vehicle 83 consistent with registration plates so that all parts and qualities of the temporary permit thereof shall be plainly and clearly visible, reasonably clean and are not 84 impaired in any way. 85

86 5. The permit shall be issued on a form prescribed by the director of the 87 department of revenue and issued only for the applicant's temporary operation of the motor vehicle or trailer purchased to enable the applicant to temporarily 88 89 operate the motor vehicle while proper title and registration plates are being 90 obtained, or while awaiting receipt of registration plates, and shall be displayed on no other motor vehicle. Temporary permits issued pursuant to this section 91 92 shall not be transferable or renewable and shall not be valid upon issuance of 93 proper registration plates for the motor vehicle or trailer. The director of the department of revenue shall determine the size, material, design, numbering 94 95configuration, construction, and color of the permit. The director of the department of revenue, at his or her discretion, shall have the authority to 96 97 reissue, and thereby extend the use of, a temporary permit previously and legally 98 issued for a motor vehicle or trailer while proper title and registration are being obtained. 99

100 6. Every motor vehicle dealer that issues temporary permits shall keep, for inspection by proper officers, an accurate record of each permit issued by 101 recording the permit number, the motor vehicle dealer's number, buyer's name 102 103 and address, the motor vehicle's year, make, and manufacturer's vehicle 104 identification number, and the permit's date of issuance and expiration 105date. Upon the issuance of a temporary permit by either the central office of the 106 department of revenue, a motor vehicle dealer or an authorized agent of the 107 department of revenue, the director of the department of revenue shall make the 108 information associated with the issued temporary permit immediately available to the law enforcement community of the state of Missouri. 109

7. Upon the transfer of ownership of any currently registered motor 110 111 vehicle wherein the owner cannot transfer the license plates due to a change of 112motor vehicle category, the owner may surrender the license plates issued to the motor vehicle and receive credit for any unused portion of the original 113registration fee against the registration fee of another motor vehicle. Such credit 114 shall be granted based upon the date the license plates are surrendered. No 115116 refunds shall be made on the unused portion of any license plates surrendered for 117 such credit.

118 8. The provisions of subsections 4, 5, and 6 of this section shall expire 119 July 1, 2019.

9. An additional temporary license plate produced in a manner and of 120materials determined by the director to be the most cost-effective means of 121122production with a configuration that matches an existing or newly issued plate 123may be purchased by a motor vehicle owner to be placed in the interior of the vehicle's rear window such that the driver's view out of the rear window is not 124125obstructed and the plate configuration is clearly visible from the outside of the 126 vehicle to serve as the visible plate when a bicycle rack or other item obstructs the view of the actual plate. Such temporary plate is only authorized for use 127128 when the matching actual plate is affixed to the vehicle in the manner prescribed 129 in subsection 5 of section 301.130. The fee charged for the temporary plate shall be equal to the fee charged for a temporary permit issued under subsection 4 of 130 131this section. Replacement temporary plates authorized in this subsection may be 132 issued as needed upon the payment of a fee equal to the fee charged for a 133temporary permit under subsection 4 of this section. The newly produced third 134plate may only be used on the vehicle with the matching plate, and the additional 135plate shall be clearly recognizable as a third plate and only used for the purpose

136 specified in this subsection.

137 10. Notwithstanding the provisions of section 301.127, the director may 138 issue a temporary permit to an individual who possesses a salvage motor vehicle 139which requires an inspection under subsection 9 of section 301.190. The 140 operation of a salvage motor vehicle for which the permit has been issued shall 141 be limited to the most direct route from the residence, maintenance, or storage 142facility of the individual in possession of such motor vehicle to the nearest 143 authorized inspection facility and return to the originating 144 location. Notwithstanding any other requirements for the issuance of a temporary permit under this section, an individual obtaining a temporary permit 145146 for the purpose of operating a motor vehicle to and from an examination facility 147as prescribed in this subsection shall also purchase the required motor vehicle 148examination form which is required to be completed for an examination under subsection 9 of section 301.190 and provide satisfactory evidence that such vehicle 149 has passed a motor vehicle safety inspection for such vehicle as required in 150section 307.350. 151

15211. The director of the department of revenue may promulgate all 153necessary rules and regulations for the administration of this section. Any rule 154or portion of a rule, as that term is defined in section 536.010, that is created 155under the authority delegated in this section shall become effective only if it 156complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and 157158if any of the powers vested with the general assembly pursuant to chapter 536 to 159review, to delay the effective date, or to disapprove and annul a rule are 160subsequently held unconstitutional, then the grant of rulemaking authority and 161 any rule proposed or adopted after August 28, 2012, shall be invalid and void.

162 12. The repeal and reenactment of this section shall become effective on 163 the date the department of revenue or a producer authorized by the director of 164 the department of revenue begins producing temporary permits described in 165 subsection 4 of such section, or on July 1, 2013, whichever occurs first. If the 166 director of revenue or a producer authorized by the director of the department of 167 revenue begins producing temporary permits prior to July 1, 2013, the director 168 of the department of revenue shall notify the revisor of statutes of such fact.

301.190. 1. No certificate of registration of any motor vehicle or trailer, 2 or number plate therefor, shall be issued by the director of revenue unless the 3 applicant therefor shall make application for and be granted a certificate of SS SCS SB 278

ownership of such motor vehicle or trailer, or shall present satisfactory evidence 4 5that such certificate has been previously issued to the applicant for such motor vehicle or trailer. Application shall be made within thirty days after the 6 applicant acquires the motor vehicle or trailer, unless the motor vehicle was 7acquired under section 301.213 in which case the applicant shall make 8 application within thirty days after receiving title from the dealer, upon 9 10 a blank form furnished by the director of revenue and shall contain the 11 applicant's identification number, a full description of the motor vehicle or trailer, the vehicle identification number, and the mileage registered on the odometer at 12the time of transfer of ownership, as required by section 407.536, together with 13a statement of the applicant's source of title and of any liens or encumbrances on 14 15the motor vehicle or trailer, provided that for good cause shown the director of 16 revenue may extend the period of time for making such application. When an owner wants to add or delete a name or names on an application for certificate 1718 of ownership of a motor vehicle or trailer that would cause it to be inconsistent with the name or names listed on the notice of lien, the owner shall provide the 19 20director with documentation evidencing the lienholder's authorization to add or delete a name or names on an application for certificate of ownership. 21

222. The director of revenue shall use reasonable diligence in ascertaining 23whether the facts stated in such application are true and shall, to the extent possible without substantially delaying processing of the application, review any 24odometer information pertaining to such motor vehicle that is accessible to the 2526director of revenue. If satisfied that the applicant is the lawful owner of such 27motor vehicle or trailer, or otherwise entitled to have the same registered in his name, the director shall thereupon issue an appropriate certificate over his 2829signature and sealed with the seal of his office, procured and used for such purpose. The certificate shall contain on its face a complete description, vehicle 30 identification number, and other evidence of identification of the motor vehicle 3132or trailer, as the director of revenue may deem necessary, together with the 33 odometer information required to be put on the face of the certificate pursuant to section 407.536, a statement of any liens or encumbrances which the application 34may show to be thereon, and, if ownership of the vehicle has been transferred, the 3536 name of the state issuing the transferor's title and whether the transferor's 37odometer mileage statement executed pursuant to section 407.536 indicated that 38 the true mileage is materially different from the number of miles shown on the odometer, or is unknown. 39

40 3. The director of revenue shall appropriately designate on the current 41 and all subsequent issues of the certificate the words "Reconstructed Motor Vehicle", "Motor Change Vehicle", "Specially Constructed Motor Vehicle", or 42"Non-USA-Std Motor Vehicle", as defined in section 301.010. Effective July 1, 43 1990, on all original and all subsequent issues of the certificate for motor vehicles 44as referenced in subsections 2 and 3 of section 301.020, the director shall print 45on the face thereof the following designation: "Annual odometer updates may be 46 available from the department of revenue.". On any duplicate certificate, the 47director of revenue shall reprint on the face thereof the most recent of either: 48

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

52 (2) Any other mileage information provided to the director of revenue, and 53 the date the director obtained or recorded that information.

4. The certificate of ownership issued by the director of revenue shall be manufactured in a manner to prohibit as nearly as possible the ability to alter, counterfeit, duplicate, or forge such certificate without ready detection. In order 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.

5. The fee for each original certificate so issued shall be eight dollars and 61 62 fifty cents, in addition to the fee for registration of such motor vehicle or trailer. 63 If application for the certificate is not made within thirty days after the vehicle 64 is acquired by the applicant, or where the motor vehicle was acquired under section 301.213 and the applicant fails to make application 65 within thirty days after receiving title from the dealer, a delinquency 66 penalty fee of twenty-five dollars for the first thirty days of delinquency and 67 twenty-five dollars for each thirty days of delinquency thereafter, not to exceed 68 a total of two hundred dollars, but such penalty may be waived by the director for 69 a good cause shown. If the director of revenue learns that any person has failed 7071to obtain a certificate within thirty days after acquiring a motor vehicle or trailer, or where the motor vehicle was acquired under section 301.213 and the 7273applicant fails to make application within thirty days after receiving 74title from the dealer, or has sold a vehicle without obtaining a certificate, he shall cancel the registration of all vehicles registered in the name of the person, 75

reither 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 delinquency penalty fee provided in this section, together with all fees, charges and payments which the person should have paid in connection with the certificate of ownership and registration of the vehicle. The certificate shall be good for the life of the motor vehicle or trailer so long as the same is owned or held by the original holder of the certificate and shall not have to be renewed annually.

6. Any applicant for a certificate of ownership requesting the department of revenue to process an application 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.

90 8. Before an original Missouri certificate of ownership is issued, an inspection of the vehicle and a verification of vehicle identification numbers shall 91 92be made by the Missouri state highway patrol on vehicles for which there is a 93 current title issued by another state if a Missouri salvage certificate of title has 94been issued for the same vehicle but no prior inspection and verification has been made in this state, except that if such vehicle has been inspected in another state 9596 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 97 98 applicant shall not be liable for the twenty-five dollar inspection fee if such 99 applicant submits proof of inspection and vehicle identification number 100 verification to the director of revenue at the time of the application. The applicant, who has such a title for a vehicle on which no prior inspection and 101 verification have been made, shall pay a fee of twenty-five dollars for such 102verification and inspection, payable to the director of revenue at the time of the 103 request for the application, which shall be deposited in the state treasury to the 104105credit of the state highways and transportation department fund.

9. Each application for an original Missouri certificate of ownership for a vehicle which is classified as a reconstructed motor vehicle, specially constructed motor vehicle, kit vehicle, motor change vehicle, non-USA-std motor vehicle, or other vehicle as required by the director of revenue shall be accompanied by a vehicle examination certificate issued by the Missouri state highway patrol, or other law enforcement agency as authorized by the director of

112revenue. The vehicle examination shall include a verification of vehicle 113identification numbers and a determination of the classification of the vehicle. The owner of a vehicle which requires a vehicle examination certificate 114 115shall present the vehicle for examination and obtain a completed vehicle 116examination certificate prior to submitting an application for a certificate of 117 ownership to the director of revenue. Notwithstanding any provision of the law 118 to the contrary, an owner presenting a motor vehicle which has been issued a 119salvage title and which is ten years of age or older to a vehicle examination 120 described in this subsection in order to obtain a certificate of ownership with the 121 designation prior salvage motor vehicle shall not be required to repair or restore 122the vehicle to its original appearance in order to pass or complete the vehicle 123examination. The fee for the vehicle examination application shall be twenty-five 124dollars and shall be collected by the director of revenue at the time of the request 125for the application and shall be deposited in the state treasury to the credit of the state highways and transportation department fund. If the vehicle is also to be 126127registered in Missouri, the safety inspection required in chapter 307 and the 128emissions inspection required under chapter 643 shall be completed and the fees 129required by section 307.365 and section 643.315 shall be charged to the owner.

13010. When an application is made for an original Missouri certificate of 131ownership for a motor vehicle previously registered or titled in a state other than 132Missouri or as required by section 301.020, it shall be accompanied by a current 133inspection form certified by a duly authorized official inspection station as 134described in chapter 307. The completed form shall certify that the 135manufacturer's identification number for the vehicle has been inspected, that it 136 is correctly displayed on the vehicle and shall certify the reading shown on the 137 odometer at the time of inspection. The inspection station shall collect the same fee as authorized in section 307.365 for making the inspection, and the fee shall 138be deposited in the same manner as provided in section 307.365. If the vehicle 139is also to be registered in Missouri, the safety inspection required in chapter 307 140141 and the emissions inspection required under chapter 643 shall be completed and only the fees required by section 307.365 and section 643.315 shall be charged to 142143the owner. This section shall not apply to vehicles being transferred on a 144manufacturer's statement of origin.

145 11. Motor vehicles brought into this state in a wrecked or damaged 146 condition or after being towed as an abandoned vehicle pursuant to another 147 state's abandoned motor vehicle procedures shall, in lieu of the inspection 148 required by subsection 10 of this section, be inspected by the Missouri state 149 highway patrol in accordance with subsection 9 of this section. If the inspection 150 reveals the vehicle to be in a salvage or junk condition, the director shall so 151 indicate on any Missouri certificate of ownership issued for such vehicle. Any 152 salvage designation shall be carried forward on all subsequently issued 153 certificates of title for the motor vehicle.

15412. When an application is made for an original Missouri certificate of 155ownership for a motor vehicle previously registered or titled in a state other than Missouri, and the certificate of ownership has been appropriately designated by 156157the issuing state as a reconstructed motor vehicle, motor change vehicle, specially 158constructed motor vehicle, or prior salvage vehicle, the director of revenue shall 159appropriately designate on the current Missouri and all subsequent issues of the 160 certificate of ownership the name of the issuing state and such prior designation. The absence of any prior designation shall not relieve a transferor 161 162of the duty to exercise due diligence with regard to such certificate of ownership prior to the transfer of a certificate. If a transferor exercises any due diligence 163 164 with regard to a certificate of ownership, the legal transfer of a certificate of ownership without any designation that is subsequently discovered to have or 165166 should have had a designation shall be a transfer free and clear of any liabilities 167 of the transferor associated with the missing designation.

168 13. When an application is made for an original Missouri certificate of 169 ownership for a motor vehicle previously registered or titled in a state other than 170 Missouri, and the certificate of ownership has been appropriately designated by 171 the issuing state as non-USA-std motor vehicle, the director of revenue shall 172 appropriately designate on the current Missouri and all subsequent issues of the 173 certificate of ownership the words "Non-USA-Std Motor Vehicle".

174 14. The director of revenue and the superintendent of the Missouri state 175 highway patrol shall make and enforce rules for the administration of the 176 inspections required by this section.

177 15. Each application for an original Missouri certificate of ownership for 178 a vehicle which is classified as a reconstructed motor vehicle, manufactured forty 179 or more years prior to the current model year, and which has a value of three 180 thousand dollars or less shall be accompanied by:

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

25

184 185 (2) Photocopies of receipts, bills of sale establishing ownership, or titles,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

189(4) An inspection certificate, other than a motor vehicle examination 190 certificate required under subsection 9 of this section, completed and issued by 191 the Missouri state highway patrol, or other law enforcement agency as authorized by the director of revenue. The inspection performed by the highway patrol or 192 193 other authorized local law enforcement agency shall include a check for stolen 194 vehicles. The department of revenue shall issue the owner a certificate of 195 ownership designated with the words "Reconstructed Motor Vehicle" and deliver such certificate of ownership in accordance with the provisions of this 196 chapter. Notwithstanding subsection 9 of this section, no owner of a 197 198 reconstructed motor vehicle described in this subsection shall be required to obtain a vehicle examination certificate issued by the Missouri state highway 199200patrol.

301.196. 1. Beginning January 1, 2006, except as otherwise provided in this section, the transferor of an interest in a motor vehicle or trailer listed on the face of a Missouri title, excluding salvage titles and junking certificates, shall notify the department of revenue of the transfer within thirty days of the date of transfer. The notice shall be in a form determined by the department by rule and shall contain:

7

#### (1) The name of the transferor;

8

(2) A description of the motor vehicle or trailer sufficient to identify it;

- 9 [(2)] (3) The vehicle identification number of the motor vehicle or trailer;
- 10

[(3)] (4) The name and address of the transferee;

[(4)] (5) The date of birth of the transferee, unless the transferee is not
a natural person;

13

[(5)] (6) The date of the transfer or sale;

14 [(6)] (7) The purchase price of the motor vehicle or trailer, if applicable;

[(7)] (8) The number of the transferee's drivers license, unless the
transferee does not have a drivers license;

17 [(8) The printed name and signature]

18 (9) The transferor's electronic signature if transmitted
19 electronically or the signatures of the transferee and transferor if not

submitted electronically. For the purposes of this section, "transmitted
electronically" shall have the same meaning as an electronic signature
as defined in section 432.205;

23 [(9)] (10) Any other information required by the department by rule.

24 2. A notice of sale substantially complying with the requirements
25 of this section is effective even though it contains minor errors which
26 are not materially misleading.

3. For purposes of giving notice under this section, if the transfer occurs by operation of law, the personal representative, receiver, trustee, sheriff, or other representative or successor in interest of the person whose interest is transferred shall be considered the transferor. Repossession by a creditor shall not be considered a transfer of ownership requiring such notice.

[3.] **4.** The requirements of this section shall not apply to transfers when there is no complete change of ownership interest or upon award of ownership of a motor vehicle or trailer made by court order, or transfers of ownership of a motor vehicle or trailer to or between vehicle dealers, or transfers of ownership of a motor vehicle or trailer to an insurance company due to a theft or casualty loss, or transfers of beneficial ownership of a motor vehicle owned by a trust.

38 [4.] 5. Notification under this section is only required for transfers of 39 ownership that would otherwise require registration and an application for 40 certificate of title in this state under section 301.190, and is for informational 41 purposes only and does not constitute an assignment or release of any interest in 42 the vehicle.

43 [5.] 6. Retail sales made by licensed dealers including sales of new 44 vehicles shall be reported pursuant to the provisions of section 301.280.

301.213. 1. Notwithstanding the provisions of sections 301.200 2 and 301.210, any person licensed as a motor vehicle dealer under sections 301.550 to 301.573 that has provided to the director of revenue 3 a surety bond or irrevocable letter of credit in an amount not less than 4 one hundred thousand dollars in a form which complies with the 5requirements of section 301.560 and in lieu of the twenty-five thousand 6 dollar bond otherwise required for licensure as a motor vehicle dealer, 7 shall be authorized to purchase or accept in trade any motor vehicle for 8 which there has been issued a certificate of ownership, and to receive 9 10 such vehicle subject to any existing liens thereon created and perfected under sections 301.600 to 301.660 provided the licensed dealer receives 11

26

12 the following:

13 (1) A signed written contract between the licensed dealer and the
14 owner of the vehicle; and

15

(2) Physical delivery of the vehicle to the licensed dealer; and

(3) A power of attorney from the owner to the licensed dealer, in
accordance with subsection 4 of section 301.300, authorizing the
licensed dealer to obtain a duplicate or replacement title in the owner's
name and sign any title assignments on the owner's behalf.

20 2. If the dealer complies with the requirements of subsection 1 21 of this section, the sale or trade of the vehicle to the dealer shall be 22 considered final, subject to any existing liens created and perfected 23 under sections 301.600 to 301.660. Once the prior owner of the motor 24 vehicle has physically delivered the motor vehicle to the licensed 25 dealer, the prior owners' insurable interest in such vehicle shall cease 26 to exist.

273. If a licensed dealer complies with the requirements of subsection 1 of this section, and such dealer has provided to the 28director of revenue a surety bond or irrevocable letter of credit in 29amount not less than one hundred thousand dollars in a form which 30 complies with the requirements of section 301.560 and in lieu of the 31 twenty-five thousand dollar bond otherwise required for licensure as 3233 a motor vehicle dealer, such dealer may sell such vehicle prior to 34receiving and assigning to the purchaser the certificate of ownership, 35 provided such dealer complies with the following:

(1) All outstanding liens created on the vehicle pursuant to
sections 301.600 to 301.660 have been paid in full, and the dealer
provides a copy of proof or other evidence to the purchaser; and

(2) The dealer has obtained proof or other evidence from the
department of revenue confirming that no outstanding child support
liens exist upon the vehicle at the time of sale and provides a copy of
said proof or other evidence to the purchaser; and

(3) The dealer has obtained proof or other evidence from the
department of revenue confirming that all applicable state sales tax has
been satisfied on the sale of the vehicle to the previous owner and
provides a copy of said proof or other evidence to the purchaser; and

47 (4) The dealer has signed an application for duplicate or
48 replacement title for the vehicle under subsection 4 of section 301.300

and provides a copy of the application to the purchaser, along with a
copy of the power of attorney required by subsection 1 of this section,
and the dealer has prepared and delivered to the purchaser an
application for title for the vehicle in the purchaser's name; and

53(5) The dealer and the purchaser have entered into a written agreement for the subsequent assignment and delivery of such 54certificate of ownership, on a form prescribed by the director of 55revenue, to take place at a time, not to exceed sixty calendar days, after 5657the time of delivery of the motor vehicle to the purchaser. Such agreement shall require the purchaser to provide to the dealer proof 5859of financial responsibility in accordance with chapter 303 and proof of comprehensive and collision coverage on the motor vehicle. Such 60 dealer shall maintain the original or an electronic copy of the signed 61 agreement and deliver a copy of the signed agreement to the 62 purchaser. Such dealer shall also complete and deliver to the director 63 64 of revenue such form as the director shall prescribe demonstrating that the purchaser has purchased the vehicle without contemporaneous 65 delivery of the title. 66

Notwithstanding any provision of law to the contrary, completion of the 67 requirements of this subsection shall constitute prima facie evidence 68 of an ownership interest vested in the purchaser of the vehicle for all 69 70purposes other than for a subsequent transfer of ownership of the 71vehicle by the purchaser, subject to the rights of any secured lienholder 72of record; however, the purchaser may use the dealer-supplied copy of 73the agreement to transfer his or her ownership of the vehicle to an insurance company in situations where the vehicle has been declared 74salvage or a total-loss by the insurance company as a result of a 75settlement of a claim. The purchaser may also use the dealer-supplied 76copy of the agreement on the form prescribed by the director of 77revenue as proof of ownership interest. Any lender or insurance 78company may rely upon a copy of the signed written agreement on the 79 80 form prescribed by the director of revenue as proof of ownership. Any lien placed upon a vehicle based upon such signed written agreement 81 shall be valid and enforceable, notwithstanding the absence of a 82 certificate of ownership. 83

4. Following a sale or other transaction in which a certificate of ownership has not been assigned from the owner to the licensed dealer, 86 the dealer shall, within ten business days, apply for a duplicate or replacement certificate of ownership. Upon receipt of a duplicate or 87 88 replacement certificate of ownership applied for under subsection 4 of section 301.300, the dealer shall assign and deliver said certificate of 89 ownership to the purchaser of the vehicle within five business 90 91 days. The dealer shall maintain proof of the assignment and delivery of the certificate of ownership to the purchaser. For purposes of this 9293 subsection, a dealer shall be deemed to have delivered the certificate 94 of ownership to the purchaser upon either:

95 (1) Physical delivery of the certificate of ownership to any of the
96 purchasers identified in the contract with such dealer; or

97 (2) Mailing of the certificate, postage prepaid, return receipt
98 requested, to any of the purchasers at any of their addresses identified
99 in the contract with such dealer.

5. If a licensed dealer fails to comply with subsection 3 of this section, and the purchaser of the vehicle is thereby damaged, then the dealer shall be liable to the purchaser of the vehicle for actual damages, plus court costs and reasonable attorney fees.

104 6. If a licensed dealer fails or is unable to comply with subsection 4 of this section, and the purchaser of the vehicle is thereby 105damaged, then the dealer shall be liable to the purchaser of the vehicle 106107 for actual damages, plus court costs and reasonable attorney fees. If 108 the dealer cannot be found by the purchaser after making reasonable 109 attempts, or if the dealer fails to assign and deliver the duplicate or 110 replacement certificate of ownership to the purchaser by the date 111 agreed upon by the dealer and the purchaser, as required by subsection 4 of this section, then the purchaser may deliver to the director a copy 112113of the contract for sale of the vehicle, a copy of the application for 114 duplicate title provided by the dealer to the purchaser, a copy of the secure power of attorney allowing the dealer to assign the duplicate 115title, and the proof or other evidence obtained by the purchaser from 116 117 the dealer under subsection 3 of this section. Thereafter, the director shall mail by certified mail, return receipt requested, a notice to the 118119 dealer at the last address given to the department by that dealer. That notice shall inform the dealer that the director intends to cancel any 120prior certificate of title issued to the dealer on the vehicle and issue to 121the purchaser a certificate of title in the name of the purchaser, subject 122

SS SCS SB 278

30

123  $\,$  to any liens incurred by the purchaser in connection with the purchase

of the vehicle, unless the dealer, within ten business days from the date 124 125of the director's notice, files with the director a written objection to the director taking such action. If the dealer does file a timely, written 126 127objection with the director, then the director shall not take any further action without an order from a court of competent 128jurisdiction. However, if the dealer does not file a timely, written 129objection with the director, then the director shall cancel the prior 130 certificate of title issued to the dealer on the vehicle and issue a 131certificate of tile to the purchaser of the vehicle, subject to any liens 132133incurred by the purchaser in connection with the purchase of the vehicle and subject to the purchaser satisfying all applicable taxes and 134135 fees associated with registering the vehicle.

136 7. If a seller misrepresents to a dealer that the seller is the
137 owner of a vehicle and the dealer, the owner, any subsequent
138 purchaser, or any prior or subsequent lienholder is thereby damaged,
139 then the seller shall be liable to each such party for actual and punitive
140 damages, plus court costs and reasonable attorney fees.

8. When a lienholder is damaged as a result of a licensed dealer's acts, errors, omissions, or violations of this section, then the dealer shall be liable to the lienholder for actual damages, plus court costs and reasonable attorney fees.

9. No court costs or attorney fees shall be awarded under this
section unless, prior to filing any such action, the following conditions
have been met:

(1) The aggrieved party seeking damages has delivered an
itemized written demand of the party's actual damages to the party
from whom damages are sought; and

(2) The party from whom damages are sought has not satisfied
the written demand within thirty days after receipt of the written
demand.

154 10. The department of revenue may use a dealer's repeated or 155 intentional violation of this section as a cause to refuse to issue or 156 renew any license required pursuant to sections 301.550 to 301.573, in 157 addition to the causes set forth in section 301.562. The hearing process 158 shall be the same as that established in subsection 6 of section 301.562.

301.227. 1. Whenever a vehicle is sold for salvage, dismantling or

SS SCS SB 278

 $\mathbf{2}$ rebuilding, the purchaser shall forward to the director of revenue within ten days the certificate of ownership or salvage certificate of title and the proper 3 application and fee of eight dollars and fifty cents, and the director shall issue a 4 negotiable salvage certificate of title to the purchaser of the salvaged vehicle. On 5vehicles purchased during a year that is no more than six years after the 6 manufacturer's model year designation for such vehicle, it shall be mandatory 7 that the purchaser apply for a salvage title. On vehicles purchased during a year 8 that is more than six years after the manufacturer's model year designation for 9 such vehicle, then application for a salvage title shall be optional on the part of 10 the purchaser. Whenever a vehicle is sold for destruction and a salvage 11 12certificate of title, junking certificate, or certificate of ownership exists, the seller, 13 if licensed under sections 301.217 to 301.221, shall forward the certificate to the 14director of revenue within ten days, with the notation of the date sold for destruction and the name of the purchaser clearly shown on the face of the 1516certificate.

172. Whenever a vehicle is classified as "junk", as defined in section 301.010, 18 the purchaser may forward to the director of revenue a properly completed application for a junking certificate as well as the salvage certificate of 19 20title or certificate of ownership and the director shall issue a negotiable junking certificate to the purchaser of the vehicle. The director may also issue a junking 2122certificate to a possessor of a vehicle manufactured twenty-six years or more prior to the current model year who has a bill of sale for said vehicle but does not 2324possess a certificate of ownership, provided no claim of theft has been made on 25the vehicle and the highway patrol has by letter stated the vehicle is not listed 26as stolen after checking the registration number through its nationwide computer system. Such junking certificate may be granted within thirty days of the 27submission of a request. A junking certificate shall authorize the holder 2829to possess, transport, or, by assignment, transfer ownership in such 30 parts, scrap, or junk.

31 3. [Upon receipt of a properly completed application for a junking 32 certificate, the director of revenue shall issue to the applicant a junking 33 certificate which shall authorize the holder to possess, transport, or, by 34 assignment, transfer ownership in such parts, scrap or junk, and a certificate of 35 title shall not again be issued for such vehicle; except that, the initial 36 purchaser] For any vehicle issued a junking certificate or such similar 37 document or classification pursuant to the laws of another state,

38 regardless of whether such designation has been subsequently changed by law in any other state, the department shall only issue a junking 39 certificate, and a salvage certificate of title or original certificate of 40 not thereafter 41 ownership shall be issued for such vehicle. Notwithstanding the provisions of this subsection, if the 42vehicle has not previously been classified as "junk", the applicant 43 making the original junking certification application shall, within ninety 44 days, be allowed to rescind his application for a junking certificate by 45surrendering the junking certificate and apply for a salvage certificate of title in 46 his name. The seller of a vehicle for which a junking certificate has been applied 47for or issued shall disclose such fact in writing to any prospective buyers before 48 sale of such vehicle; otherwise the sale shall be voidable at the option of the 49 50buyer.

4. No scrap metal operator shall acquire or purchase a motor vehicle or parts thereof without, at the time of such acquisition, receiving the original certificate of [title] **ownership** or salvage certificate of title or junking certificate from the seller of the vehicle or parts, unless the seller is a licensee under sections 301.219 to 301.221.

56 5. All titles and certificates required to be received by scrap metal 57 operators from nonlicensees shall be forwarded by the operator to the director of 58 revenue within ten days of the receipt of the vehicle or parts.

59 6. The scrap metal operator shall keep a record, for three years, of the 60 seller's name and address, the salvage business license number of the licensee, 61 date of purchase, and any vehicle or parts identification numbers open for 62 inspection as provided in section 301.225.

7. Notwithstanding any other provision of this section, a motor vehicle
dealer as defined in section 301.550 and licensed under the provisions of sections
301.550 to 301.572 may negotiate one reassignment of a salvage certificate of title
on the back thereof.

8. Notwithstanding the provisions of subsection 1 of this section, an insurance company which settles a claim for a stolen vehicle may apply for and shall be issued a negotiable salvage certificate of title without the payment of any fee upon proper application within thirty days after settlement of the claim for such stolen vehicle. However, if the insurance company upon recovery of a stolen vehicle determines that the stolen vehicle has not sustained damage to the extent that the vehicle would have otherwise been declared a salvage vehicle pursuant 74to subdivision (51) of section 301.010, then the insurance company may have the 75vehicle inspected by the Missouri state highway patrol, or other law enforcement agency authorized by the director of revenue, in accordance with the inspection 76 provisions of subsection 9 of section 301.190. Upon receipt of title application, 7778applicable fee, the completed inspection, and the return of any previously issued 79 negotiable salvage certificate, the director shall issue an original title with no salvage or prior salvage designation. Upon the issuance of an original title the 80 81 director shall remove any indication of the negotiable salvage title previously

82 issued to the insurance company from the department's electronic records.

83 9. Notwithstanding subsection 4 of this section or any other provision of 84 the law to the contrary, if a motor vehicle is inoperable and is at least ten model 85 years old, or the parts are from a motor vehicle that is inoperable and is at least 86 ten model years old, a scrap metal operator may purchase or acquire such motor vehicle or parts without receiving the original certificate of [title] ownership, 87 88 salvage certificate of title, or junking certificate from the seller of the vehicle or parts, provided the scrap metal operator verifies with the department of revenue, 89 90 via the department's online record access, that the motor vehicle is not subject to any recorded security interest or lien and the scrap metal operator complies with 91 the requirements of this subsection. In lieu of forwarding certificates of [titles] 92title or ownership for such motor vehicles as required by subsection 5 of this 93 94 section, the scrap metal operator shall forward a copy of the seller's state identification along with a bill of sale to the department of revenue. The bill of 9596 sale form shall be designed by the director and such form shall include, but not 97 be limited to, a certification that the motor vehicle is at least ten model years old, 98 is inoperable, is not subject to any recorded security interest or lien, and a certification by the seller that the seller has the legal authority to sell or 99 otherwise transfer the seller's interest in the motor vehicle or parts. Upon receipt 100 of the information required by this subsection, the department of revenue shall 101 102cancel any certificate of title or ownership and registration for the motor 103 vehicle. If the motor vehicle is inoperable and at least twenty model years old, then the scrap metal operator shall not be required to verify with the department 104 105of revenue whether the motor vehicle is subject to any recorded security interests 106 or liens. As used in this subsection, the term "inoperable" means a motor vehicle 107 that is in a rusted, wrecked, discarded, worn out, extensively damaged, 108 dismantled, and mechanically inoperative condition and the vehicle's highest and best use is for scrap purposes. The director of the department of revenue is 109

SS SCS SB 278

110 directed to promulgate rules and regulations to implement and administer the 111 provisions of this section, including but not limited to, the development of a uniform bill of sale. Any rule or portion of a rule, as that term is defined in 112 section 536.010, that is created under the authority delegated in this section shall 113become effective only if it complies with and is subject to all of the provisions of 114chapter 536 and, if applicable, section 536.028. This section and chapter 536 are 115nonseverable and if any of the powers vested with the general assembly pursuant 116 to chapter 536 to review, to delay the effective date, or to disapprove and annul 117 a rule are subsequently held unconstitutional, then the grant of rulemaking 118119 authority and any rule proposed or adopted after August 28, 2012, shall be 120 invalid and void.

301.645. In cases where an insurance company has paid or is  $\mathbf{2}$ paying a total loss claim on a motor vehicle or trailer, the registered owner or owners of a motor vehicle or trailer may use an electronic 3 signature in a similar form as that prescribed in sections 432.200 to 4 432.295 on a limited power of attorney, affidavit, or other documents to  $\mathbf{5}$ authorize the insurance company to assign ownership of such motor 6 vehicle or trailer. A power of attorney, affidavit, or other similar 7document executed with an electronic signature for the authority to 8 execute the assignment of a certificate of ownership by an insurance 9 company under the authority of this section shall not require 10 11 notarization.

[407.581. 1. Notwithstanding the provisions of sections 301.200 and 301.210, any person licensed as a motor vehicle dealer under sections 301.550 to 301.573 shall be authorized to purchase or accept in trade any motor vehicle for which there has been issued a certificate of title, and to receive such vehicle subject to any existing liens thereon created and perfected under sections 301.600 to 301.660 provided the licensed dealer receives the following:

9 (1) A signed written contract between the licensed dealer
10 and the owner of the vehicle; and

11 (2) Physical delivery of the vehicle to the licensed dealer;12 and

13 (3) A power of attorney from the owner to the licensed
14 dealer, in accordance with subsection 4 of section 301.300,

35

authorizing the licensed dealer to obtain a duplicate or replacement
title in the owner's name and sign any title assignments on the
owner's behalf.

18 2. If the dealer complies with the requirements of
19 subsection 1 of this section, the sale or trade of the vehicle to the
20 dealer shall be considered final.

3. If a licensed dealer complies with the requirements of
subsection 1 of this section, the licensed dealer may sell such
vehicle prior to receiving and assigning to the purchaser the
certificate of title, provided such dealer complies with the following:

(1) All outstanding liens created on the vehicle pursuant to
sections 301.600 to 301.660 have been paid in full, and the dealer
provides a copy of proof or other evidence to the purchaser; and

(2) The dealer has obtained proof or other evidence from the
department of revenue confirming that no outstanding child
support liens exist upon the vehicle at the time of sale and provides
a copy of said proof or other evidence to the purchaser; and

32 (3) The dealer has obtained proof or other evidence from the
33 department of revenue confirming that all applicable state sales
34 tax has been satisfied on the sale of the vehicle to the previous
35 owner and provides a copy of said proof or other evidence to the
36 purchaser; and

37 (4) The dealer has signed and submitted an application for
38 duplicate or replacement title for the vehicle pursuant to
39 subsection 4 of section 301.300 and provides a copy of the
40 application to the purchaser, along with a copy of the power of
41 attorney required under subsection 1 of this section.

42 4. Following a sale or other transaction in which a 43certificate of title has not been assigned from the owner to the 44 dealer, a licensed dealer shall, within five business days, apply for a duplicate or replacement title. Upon receipt of a duplicate or 4546 replacement title applied for pursuant to subsection 4 of section 47301.300, the dealer shall assign and deliver said certificate of title 48 to the purchaser of the vehicle within five business days. The 49 dealer shall maintain proof of the assignment and delivery of the certificate of title to the purchaser. For purposes of this 50

51

36

subsection, a dealer shall be deemed to have delivered the

52certificate of title to the purchaser upon either: (1) Physical delivery of the certificate of title to any of the 53purchasers identified in the contract with the dealer; or 54(2) Mailing of the certificate, postage prepaid, return receipt 55requested, to any of the purchasers at any of their addresses 56identified in the contract with the dealer. 57585. If a dealer fails to comply with subsection 3 of this section, and the purchaser of the vehicle is thereby damaged, then 5960 the dealer shall be liable to the purchaser of the vehicle for actual 61 damages, plus court costs and reasonable attorney fees. 62 6. If a dealer fails to comply with subsection 4 of this 63 section, and the purchaser of the vehicle is thereby damaged, then the dealer shall be liable to the purchaser of the vehicle for actual 64 65damages, plus court costs and reasonable attorney fees. If the dealer cannot be found by the purchaser after making reasonable 66 67 attempts, and thereby fails to assign and deliver the duplicate or 68 replacement certificate of title to the purchaser, as required by subsection 4 of this section, then the purchaser may deliver to the 69 70director a copy of the contract for sale of the vehicle, a copy of the 71application for duplicate title provided by the dealer to the 72purchaser, a copy of the secure power of attorney allowing the 73 dealer to assign the duplicate title, and the proof or other evidence obtained by the purchaser from the dealer under subsection 3 of 74this section. Thereafter, the director shall mail by certified mail, 75return receipt requested, a notice to the dealer at the last address 7677 given to the department by that dealer. That notice shall inform the dealer that the director intends to cancel any prior certificate 7879 of title issued to the dealer on the vehicle and issue to the 80 purchaser a certificate of title in the name of the purchaser, subject to any liens incurred by the purchaser in connection with the 81 82 purchase of the vehicle, unless the dealer, within ten business days 83 from the date of the director's notice, files with the director a 84 written objection to the director taking such action. If the dealer 85 does file a timely, written objection with the director, then the director shall not take any further action without an order from a 86

87 court of competent jurisdiction. However, if the dealer does not file 88 a timely, written objection with the director, then the director shall cancel the prior certificate of title issued to the dealer on the 89 90 vehicle and issue a certificate of title to the purchaser of the vehicle, subject to any liens incurred by the purchaser in 91 connection with the purchase of the vehicle and subject to the 92purchaser satisfying all applicable taxes and fees associated with 93 registering the vehicle. 94

95
95
7. If a seller fraudulently misrepresents to a dealer that the
96
96 seller is the owner of a vehicle and the dealer or any subsequent
97
97 purchaser is thereby damaged, then the seller shall be liable to the
98
98 dealer and any subsequent purchaser for actual damages, plus
99
99 court costs and reasonable attorney fees.

100 8. When a lienholder is damaged as a result of acts or 101 omissions by the dealer to the lienholder or any party covered by 102 subsections 5, 6, and 7 of this section, or by any combination of 103 claims under this subsection, then the dealer shall be liable to the 104 lienholder for actual damages, plus court costs and reasonable 105 attorney fees.

106 9. No court costs or attorney fees shall be awarded under
107 this section unless, prior to filing any such action, the following
108 conditions have been met:

109 (1) The aggrieved party seeking damages has delivered an
110 itemized written demand of the party's actual damages to the party
111 from whom damages are sought; and

(2) The party from whom damages are sought has not
satisfied the written demand within thirty days after receipt of the
written demand.]