SECOND REGULAR SESSION SENATE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 780

100TH GENERAL ASSEMBLY

Reported from the Committee on Transportation, Infrastructure and Public Safety, March 12, 2020, with recommendation that the Senate Committee Substitute do pass.

4014S.03C ADRIANE D. CROUSE, Secretary.

AN ACT

To repeal sections 301.010, 301.140, 301.190, 301.210, 301.213, 301.280, and 301.560, RSMo, and to enact in lieu thereof seven new sections relating to transportation, with existing penalty provisions.

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

Section A. Sections 301.010, 301.140, 301.190, 301.210, 301.213, 301.280,

- 2 and 301.560, RSMo, are repealed and seven new sections enacted in lieu thereof,
- 3 to be known as sections 301.010, 301.140, 301.190, 301.210, 301.213, 301.280, and
- 4 301.560, to read as follows:
 - 301.010. As used in this chapter and sections 304.010 to 304.040, 304.120
- 2 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) "Autocycle", a three-wheeled motor vehicle which the drivers and
- 8 passengers ride in a partially or completely enclosed nonstraddle seating area,
- 9 that is designed to be controlled with a steering wheel and pedals, and that has
- 10 met applicable Department of Transportation National Highway Traffic Safety
- 11 Administration requirements or federal motorcycle safety standards;
- 12 (3) "Automobile transporter", any vehicle combination capable of carrying
- 13 cargo on the power unit and designed and used for the transport of assembled
- 14 motor vehicles, including truck camper units;
- 15 (4) "Axle load", the total load transmitted to the road by all wheels whose

- 16 centers are included between two parallel transverse vertical planes forty inches 17 apart, extending across the full width of the vehicle;
- 18 (5) "Backhaul", the return trip of a vehicle transporting cargo or general 19 freight, especially when carrying goods back over all or part of the same route;
- 20 (6) "Boat transporter", any vehicle combination capable of carrying cargo 21 on the power unit and designed and used specifically to transport assembled 22 boats and boat hulls. Boats may be partially disassembled to facilitate 23 transporting;
- 24 (7) "Body shop", a business that repairs physical damage on motor 25 vehicles that are not owned by the shop or its officers or employees by mending, 26 straightening, replacing body parts, or painting;
- 27 (8) "Bus", a motor vehicle primarily for the transportation of a driver and 28 eight or more passengers but not including shuttle buses;
- 29 (9) "Commercial motor vehicle", a motor vehicle designed or regularly used 30 for carrying freight and merchandise, or more than eight passengers but not 31 including vanpools or shuttle buses;
- 32 (10) "Cotton trailer", a trailer designed and used exclusively for 33 transporting cotton at speeds less than forty miles per hour from field to field or 34 from field to market and return;
- 35 (11) "Dealer", any person, firm, corporation, association, agent or subagent 36 engaged in the sale or exchange of new, used or reconstructed motor vehicles or 37 trailers;
- 38 (12) "Director" or "director of revenue", the director of the department of 39 revenue;
 - (13) "Driveaway operation":

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- 41 (a) The movement of a motor vehicle or trailer by any person or motor 42 carrier other than a dealer over any public highway, under its own power singly, 43 or in a fixed combination of two or more vehicles, for the purpose of delivery for 44 sale or for delivery either before or after sale;
 - (b) The movement of any vehicle or vehicles, not owned by the transporter, constituting the commodity being transported, by a person engaged in the business of furnishing drivers and operators for the purpose of transporting vehicles in transit from one place to another by the driveaway or towaway methods; or
- 50 (c) The movement of a motor vehicle by any person who is lawfully 51 engaged in the business of transporting or delivering vehicles that are not the

52 person's own and vehicles of a type otherwise required to be registered, by the 53 driveaway or towaway methods, from a point of manufacture, assembly or 54 distribution or from the owner of the vehicles to a dealer or sales agent of a

55 manufacturer or to any consignee designated by the shipper or consignor;

- 56 (14) "Dromedary", a box, deck, or plate mounted behind the cab and 57 forward of the fifth wheel on the frame of the power unit of a truck 58 tractor-semitrailer combination. A truck tractor equipped with a dromedary may 59 carry part of a load when operating independently or in a combination with a 60 semitrailer;
- 61 (15) "Farm tractor", a tractor used exclusively for agricultural purposes;
- 62 (16) "Fleet", any group of ten or more motor vehicles owned by the same 63 owner;
- 64 (17) "Fleet vehicle", a motor vehicle which is included as part of a fleet;
- 65 (18) "Fullmount", a vehicle mounted completely on the frame of either the 66 first or last vehicle in a saddlemount combination;
- 67 (19) "Gross weight", the weight of vehicle and/or vehicle combination 68 without load, plus the weight of any load thereon;
- 69 (20) "Hail-damaged vehicle", any vehicle, the body of which has become 70 dented as the result of the impact of hail;
- 71 (21) "Highway", any public thoroughfare for vehicles, including state 72 roads, county roads and public streets, avenues, boulevards, parkways or alleys 73 in any municipality;
- 74 (22) "Improved highway", a highway which has been paved with gravel, 75 macadam, concrete, brick or asphalt, or surfaced in such a manner that it shall 76 have a hard, smooth surface;
- 77 (23) "Intersecting highway", any highway which joins another, whether 78 or not it crosses the same;
 - (24) "Junk vehicle", a vehicle which:

- 80 (a) Is incapable of operation or use upon the highways and has no resale 81 value except as a source of parts or scrap; or
- 82 (b) Has been designated as junk or a substantially equivalent designation 83 by this state or any other state;
- 84 (25) "Kit vehicle", a motor vehicle assembled by a person other than a 85 generally recognized manufacturer of motor vehicles by the use of a glider kit or 86 replica purchased from an authorized manufacturer and accompanied by a 87 manufacturer's statement of origin;

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- 88 (26) "Land improvement contractors' commercial motor vehicle", any 89 not-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, 91 equipment, or auxiliary supplies to or from projects involving soil and water conservation, or to and from equipment dealers' maintenance facilities for 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;
 - (27) "Local commercial motor vehicle", a commercial motor vehicle whose operations are confined to a municipality and that area extending not more than fifty miles therefrom, or a commercial motor vehicle whose property-carrying operations are confined solely to the transportation of property owned by any 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; provided that any such property transported to any such farm is for use in the operation of such farm;
 - (28) "Local log truck", a commercial motor vehicle which is registered pursuant to this chapter to operate as a motor vehicle on the public highways of this state, used exclusively in this state, used to transport harvested forest products, operated solely at a forested site and in an area extending not more 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 operated on the national system of interstate and defense highways described in 23 U.S.C. Section 103, as amended, or outside the one hundred mile radius from such site with an extended distance local log truck permit, such vehicle shall not exceed the weight limits of section 304.180, does not have more than four axles, and does not pull a trailer which has more than three axles. Harvesting equipment which is used specifically for cutting, felling, trimming, delimbing, debarking, chipping, skidding, loading, unloading, and stacking may be transported on a local log truck. A local log truck may not exceed the limits required by law, however, if the truck does exceed such limits as determined by the inspecting officer, then notwithstanding any other provisions of law to the

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124 contrary, such truck shall be subject to the weight limits required by such 125 sections as licensed for eighty thousand pounds;

- 126 (29) "Local log truck tractor", a commercial motor vehicle which is 127 registered under this chapter to operate as a motor vehicle on the public 128 highways of this state, used exclusively in this state, used to transport harvested 129 forest products, operated 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 130 131 exceeding twenty-two thousand four hundred pounds on one axle or with a weight 132 not exceeding forty-four thousand eight hundred pounds on any tandem axle, and 133 when operated on the national system of interstate and defense highways 134 described in 23 U.S.C. Section 103, as amended, or outside the one hundred mile 135 radius from such site with an extended distance local log truck permit, such 136 vehicle does not exceed the weight limits contained in section 304.180, and does not have more than three axles and does not pull a trailer which has more than 137 138 three axles. Violations of axle weight limitations shall be subject to the load limit 139 penalty as described for in sections 304.180 to 304.220;
 - (30) "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;
 - (31) "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;
- 150 (32) "Major component parts", the rear clip, cowl, frame, body, cab, 151 front-end assembly, and front clip, as those terms are defined by the director of 152 revenue pursuant to rules and regulations or by illustrations;
- 153 (33) "Manufacturer", any person, firm, corporation or association engaged 154 in the business of manufacturing or assembling motor vehicles, trailers or vessels 155 for sale;
- 156 (34) "Motor change vehicle", a vehicle manufactured prior to August, 1957, 157 which receives a new, rebuilt or used engine, and which used the number 158 stamped on the original engine as the vehicle identification number;
- 159 (35) "Motor vehicle", any self-propelled vehicle not operated exclusively

- 160 upon tracks, except farm tractors;
- 161 (36) "Motor vehicle primarily for business use", any vehicle other than a 162 recreational motor vehicle, motorcycle, motortricycle, or any commercial motor 163 vehicle licensed for over twelve thousand pounds:
- (a) Offered for hire or lease; or

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- (b) The owner of which also owns ten or more such motor vehicles;
- 166 (37) "Motorcycle", a motor vehicle operated on two wheels;
- 167 (38) "Motorized bicycle", any two-wheeled or three-wheeled device having
 168 an automatic transmission and a motor with a cylinder capacity of not more than
 169 fifty cubic centimeters, which produces less than three gross brake horsepower,
 170 and is capable of propelling the device at a maximum speed of not more than
 171 thirty miles per hour on level ground;
- 172 (39) "Motortricycle", a motor vehicle upon which the operator straddles or 173 sits astride that is designed to be controlled by handle bars and is operated on 174 three wheels, including a motorcycle while operated with any conveyance, 175 temporary or otherwise, requiring the use of a third wheel. A motortricycle shall 176 not be included in the definition of all-terrain vehicle;
- 177 (40) "Municipality", any city, town or village, whether incorporated or not;
- 178 (41) "Nonresident", a resident of a state or country other than the state 179 of Missouri;
- 180 (42) "Non-USA-std motor vehicle", a motor vehicle not originally 181 manufactured in compliance with United States emissions or safety standards;
 - (43) "Operator", any person who operates or drives a motor vehicle;
 - (44) "Owner", any person, firm, corporation or association, who holds the legal title to a vehicle or who has executed a buyer's order or retail installment sales contract with a motor vehicle dealer licensed under sections 301.550 to 301.580 for the purchase of a vehicle with an immediate right of possession vested in the transferee, 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;
 - (45) "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;

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196 (46) "Rebuilder", a business that repairs or rebuilds motor vehicles owned 197 by the rebuilder, but does not include certificated common or contract carriers of 198 persons or property;

- (47) "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;
- (48) "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 208 motor vehicle from being registered as a commercial motor vehicle if the motor vehicle could otherwise be so registered;
 - (49) "Recreational off-highway vehicle", any motorized 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;
 - (50) "Recreational trailer", any trailer designed, constructed, or substantially modified so that it may be used and is used for the purpose of temporary housing quarters, including therein sleeping or eating facilities, which can be temporarily attached to a motor vehicle or attached to a unit which is securely attached to a motor vehicle;
- 220 (51) "Rollback or car carrier", any vehicle specifically designed to 221 transport wrecked, disabled or otherwise inoperable vehicles, when the 222 transportation is directly connected to a wrecker or towing service;
 - (52) "Saddlemount combination", a combination of vehicles in which a truck 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" is a mechanism that connects the front axle of the towed vehicle to the frame or fifth wheel of the vehicle in front and functions like a fifth wheel kingpin connection. When two vehicles are towed in this manner the combination is called a "double saddlemount combination". When three vehicles are towed in this manner, the combination is called a "triple saddlemount combination";
 - (53) "Salvage dealer and dismantler", a business that dismantles used

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232 motor vehicles for the sale of the parts thereof, and buys and sells used motor vehicle parts and accessories;

- (54) "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;
- 244 (c) Has been declared salvage by an insurance company as a result of 245 settlement of a claim;
 - (d) Ownership of which is evidenced by a salvage title; or
- (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 with regard 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;
- 263 (55) "School bus", any motor vehicle used solely to transport students to 264 or from school or to transport students to or from any place for educational 265 purposes;
- 266 (56) "Scrap processor", a business that, through the use of fixed or mobile 267 equipment, flattens, crushes, or otherwise accepts motor vehicles and vehicle

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parts for processing or transportation to a shredder or scrap metal operator for recycling;

- (57) "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;
- 276 (58) "Special mobile equipment", every self-propelled vehicle not designed 277 or used primarily for the transportation of persons or property and incidentally 278 operated or moved over the highways, including farm equipment, implements of 279 husbandry, road construction or maintenance machinery, ditch-digging apparatus, 280 stone crushers, air compressors, power shovels, cranes, graders, rollers, 281 well-drillers and wood-sawing equipment used for hire, asphalt spreaders, 282 bituminous mixers, bucket loaders, ditchers, leveling graders, finished machines, 283 motor graders, road rollers, scarifiers, earth-moving carryalls, scrapers, drag 284 lines, concrete pump trucks, rock-drilling and earth-moving equipment. This 285 enumeration shall be deemed partial and shall not operate to exclude other such 286 vehicles which are within the general terms of this section;
 - (59) "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;
- 291 (60) "Stinger-steered combination", a truck tractor-semitrailer wherein the 292 fifth wheel is located on a drop frame located behind and below the rearmost axle 293 of the power unit;
 - (61) "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;
 - (62) "Towaway trailer transporter combination", a combination of vehicles consisting of a trailer transporter towing unit and two trailers or semitrailers, with a total weight that does not exceed twenty-six thousand pounds; and in which the trailers or semitrailers carry no property and constitute inventory property of a manufacturer, distributer, or dealer of such trailers or semitrailers;
- 302 (63) "Tractor", "truck tractor" or "truck-tractor", a self-propelled motor 303 vehicle designed for drawing other vehicles, but not for the carriage of any load

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when operating independently. When attached to a semitrailer, it supports a part of the weight thereof;

- (64) "Trailer", any vehicle without motive power designed for carrying property or passengers on its own structure and for being drawn by a self-propelled vehicle, except those running exclusively on tracks, including a semitrailer or vehicle of the trailer type so designed and used in conjunction with a self-propelled vehicle that a considerable part of its own weight rests upon and is carried by the towing vehicle. The term trailer shall not include cotton trailers as defined in this section and shall not include manufactured homes as defined in section 700.010;
- 314 (65) "Trailer transporter towing unit", a power unit that is not used to 315 carry property when operating in a towaway trailer transporter combination;
- 316 (66) "Truck", a motor vehicle designed, used, or maintained for the 317 transportation of property;
 - (67) "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;
 - (68) "Truck-trailer boat transporter combination", a boat transporter 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;
 - (69) "Used parts dealer", a business that buys and sells used motor vehicle parts or accessories, but not including a business that sells only new, remanufactured or rebuilt parts. Business does not include isolated sales at a swap meet of less than three days;
- 333 (70) "Utility vehicle", any motorized vehicle manufactured and used 334 exclusively for off-highway use which is more than fifty inches but no more than 335 sixty-seven inches in width, with an unladen dry weight of two thousand pounds 336 or less, traveling on four or six wheels, to be used primarily for landscaping, lawn 337 care, or maintenance purposes;
- 338 (71) "Vanpool", any van or other motor vehicle used or maintained by any 339 person, group, firm, corporation, association, city, county or state agency, or any

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340 member thereof, for the transportation of not less than eight nor more than 341 forty-eight employees, per motor vehicle, to and from their place of employment; however, a vanpool shall not be included in the definition of the term bus or 342 343 commercial motor vehicle as defined in this section, nor shall a vanpool driver be 344 deemed a chauffeur as that term is defined by section 303.020; nor shall use of a vanpool vehicle for ride-sharing arrangements, recreational, personal, or 345 346 maintenance uses constitute an unlicensed use of the motor vehicle, unless used 347 for monetary profit other than for use in a ride-sharing arrangement;

- (72) "Vehicle", any mechanical device on wheels, designed primarily for use, or used, on highways, except motorized bicycles, vehicles propelled or drawn by horses or human power, or vehicles used exclusively on fixed rails or tracks, or cotton trailers or motorized wheelchairs operated by handicapped persons;
- (73) "Wrecker" or "tow truck", any emergency commercial vehicle equipped, designed and used to assist or render aid and transport or tow disabled or wrecked vehicles from a highway, road, street or highway rights-of-way to a point of storage or repair, including towing a replacement vehicle to replace a disabled or wrecked vehicle;
- (74) "Wrecker or towing service", the act of transporting, towing or recovering with a wrecker, tow truck, rollback or car carrier any vehicle not owned by the operator of the wrecker, tow truck, rollback or car carrier for which the operator directly or indirectly receives compensation or other personal gain.

301.140. 1. Upon the transfer of ownership of any motor vehicle or trailer, the certificate of registration and the right to use the number plates shall expire and the number plates shall be removed by the owner at the time of the transfer 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 possession whether in use or not, unless such possession is solely for charitable purposes; except that the buyer of a motor vehicle or trailer who trades in a motor 7 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 motor vehicle with such transferred plates shall be lawful for no more than thirty 10 days, or no more than ninety days if the dealer is selling the motor vehicle under 11 the provisions of section 301.213, or no more than sixty days if the dealer 13 is selling the motor vehicle under the provisions of subsection 5 of 14 section 301.210. As used in this subsection, the term "trade-in motor vehicle or trailer" shall include any single motor vehicle or trailer sold by the buyer of the 15

newly purchased vehicle or trailer, as long as the license plates for the trade-inmotor vehicle or trailer are still valid.

- 2. In the case of a transfer of ownership the original owner may register another motor vehicle under the same number, upon the payment of a fee of two dollars, if the motor vehicle is of horsepower, gross weight or (in the case of a passenger-carrying commercial motor vehicle) seating capacity, not in excess of that originally registered. When such motor vehicle is of greater horsepower, gross weight or (in the case of a passenger-carrying commercial motor vehicle) seating capacity, for which a greater fee is prescribed, **the** applicant shall pay a transfer fee of two dollars and a pro rata portion for the difference in fees. When such vehicle is of less horsepower, gross weight or (in case of a passenger-carrying commercial motor vehicle) seating capacity, for which a lesser fee is prescribed, **the** applicant shall not be entitled to a refund.
- 3. License plates may be transferred from a motor vehicle which will no longer be operated to a newly purchased motor vehicle by the owner of such vehicles. 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 commercial motor vehicle) seating capacity, not in excess of that of the vehicle which 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 commercial motor vehicle) seating capacity, for which a greater fee is prescribed, the applicant shall pay a transfer fee of two dollars and a pro rata portion of the difference in fees. When the newly purchased vehicle is of less horsepower, gross weight or (in the case of a passenger-carrying commercial motor vehicle) seating capacity, for which a lesser fee is prescribed, the applicant shall not be entitled to a refund.
- 4. The director of the department of revenue shall have authority to produce or allow others to produce a weather resistant, nontearing temporary permit 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 selling the motor vehicle under the provisions of section 301.213, or no more than sixty days if issued by a dealer selling the motor vehicle under the provisions of subsection 5 of section 301.210, from the date of purchase. The temporary permit authorized under this section may be purchased by the purchaser of a motor vehicle or trailer from the central office of the department of revenue or from an authorized agent of the department of revenue

upon proof of purchase of a motor vehicle or trailer for which the buyer has no 5253 registration plate available for transfer and upon proof of financial responsibility, or from a motor vehicle dealer upon purchase of a motor vehicle or trailer for 54 which the buyer has no registration plate available for transfer, or from a motor 55 vehicle dealer upon purchase of a motor vehicle or trailer for which the buyer has 56 registered and is awaiting receipt of registration plates. The director of the 57 department of revenue or a producer authorized by the director of the department 58 of revenue may make temporary permits available to registered dealers in this 59 state, authorized agents of the department of revenue or the department of 60 61 revenue. The price paid by a motor vehicle dealer, an authorized agent of the 62 department of revenue or the department of revenue for a temporary permit shall 63 not exceed five dollars for each permit. The director of the department of revenue 64 shall direct motor vehicle dealers and authorized agents to obtain temporary permits from an authorized producer. Amounts received by the director of the 65 department of revenue for temporary permits shall constitute state revenue; 66 67 however, amounts received by an authorized producer other than the director of 68 the department of revenue shall not constitute state revenue and any amounts received by motor vehicle dealers or authorized agents for temporary permits 69 70 purchased from a producer other than the director of the department of revenue shall not constitute state revenue. In no event shall revenues from the general 7172revenue fund or any other state fund be utilized to compensate motor vehicle 73 dealers or other producers for their role in producing temporary permits as 74 authorized under this section. Amounts that do not constitute state revenue under this section shall also not constitute fees for registration or certificates of 75 76 title to be collected by the director of the department of revenue under section 301.190. No motor vehicle dealer, authorized agent or the department of revenue 77 shall charge more than five dollars for each permit issued. The permit shall be 78 valid for a period of thirty days, or no more than ninety days if issued by a dealer 79 selling the motor vehicle under the provisions of section 301.213, or no more 80 than sixty days if issued by a dealer selling the motor vehicle under the 81 provisions of subsection 5 of section 301.210, from the date of purchase of 82 83 a motor vehicle or trailer, or from the date of sale of the motor vehicle or trailer 84 by a motor vehicle dealer for which the purchaser obtains a permit as set out 85 above. No permit shall be issued for a vehicle under this section unless the buyer 86 shows proof of financial responsibility. Each temporary permit issued shall be securely fastened to the back or rear of the motor vehicle in a manner and place 87

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on the motor vehicle 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 impaired in any way.

- 5. The permit shall be issued on a form prescribed by the director of the 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 operate the motor vehicle while proper title and registration plates are being obtained, or while awaiting receipt of registration plates, and shall be displayed on no other motor vehicle. Temporary permits issued pursuant to this section shall not be transferable or renewable, shall not be valid upon issuance of proper registration plates for the motor vehicle or trailer, and shall be returned to the department or to the department's agent upon the issuance of such proper registration plates. Any temporary permit returned to the department or to the department's agent shall be immediately destroyed. The provisions of this subsection shall not apply to temporary permits issued for commercial motor vehicles licensed in excess of twenty-four thousand pounds gross weight. The director of the department of revenue shall determine the size, material, design, numbering configuration, construction, and color of the permit. The director of the department of revenue, at his or her discretion, shall have the authority to reissue, and thereby extend the use of, a temporary permit previously and legally issued for a motor vehicle or trailer while proper title and registration are being obtained.
- 6. Every motor vehicle dealer that issues temporary permits shall keep, for inspection by proper officers, an accurate record of each permit issued by recording the permit number, the motor vehicle dealer's number, buyer's name and address, the motor vehicle's year, make, and manufacturer's vehicle identification number, and the permit's date of issuance and expiration date. Upon the issuance of a temporary permit by either the central office of the department of revenue, a motor vehicle dealer or an authorized agent of the department of revenue, the director of the department of revenue shall make the information associated with the issued temporary permit immediately available to the law enforcement community of the state of Missouri.
- 7. Upon the transfer of ownership of any currently registered motor vehicle wherein the owner cannot transfer the license plates due to a change of motor vehicle category, the owner may surrender the license plates issued to the motor vehicle and receive credit for any unused portion of the original

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registration fee against the registration fee of another motor vehicle. Such credit shall be granted based upon the date the license plates are surrendered. No refunds shall be made on the unused portion of any license plates surrendered for such credit.

- 8. An additional temporary license plate produced in a manner and of materials determined by the director to be the most cost-effective means of production with a configuration that matches an existing or newly issued plate may 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 obstructed and the plate configuration is clearly visible from the outside of the 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 when the matching actual plate is affixed to the vehicle in the manner prescribed 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 this section. Replacement temporary plates authorized in this subsection may be issued as needed upon the payment of a fee equal to the fee charged for a temporary permit under subsection 4 of this section. The newly produced third plate may only be used on the vehicle with the matching plate, and the additional plate shall be clearly recognizable as a third plate and only used for the purpose specified in this subsection.
- 145 9. Notwithstanding the provisions of section 301.217, the director may issue a temporary permit to an individual who possesses a salvage motor vehicle 146 147 which requires an inspection under subsection 9 of section 301.190. The operation of a salvage motor vehicle for which the permit has been issued shall 148 be limited to the most direct route from the residence, maintenance, or storage 149 facility of the individual in possession of such motor vehicle to the nearest 150 authorized inspection facility and return to the originating 151 152 location. Notwithstanding any other requirements for the issuance of a 153 temporary permit under this section, an individual obtaining a temporary permit for the purpose of operating a motor vehicle to and from an examination facility 154 155 as prescribed in this subsection shall also purchase the required motor vehicle 156 examination form which is required to be completed for an examination under 157 subsection 9 of section 301.190 and provide satisfactory evidence that such vehicle 158 has passed a motor vehicle safety inspection for such vehicle as required in 159 section 307.350.

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

11. The repeal and reenactment of this section shall become effective on the date the department of revenue or a producer authorized by the director of the department of revenue begins producing temporary permits described in subsection 4 of such section, or on July 1, 2013, whichever occurs first. If the director of revenue or a producer authorized by the director of the department of revenue begins producing temporary permits prior to July 1, 2013, the director 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, 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 ownership of such motor vehicle or trailer, or shall present satisfactory evidence that such certificate has been previously issued to the applicant for such motor vehicle or trailer. Application shall be made within thirty days after the applicant acquires the motor vehicle or trailer, unless the motor vehicle was acquired under section 301.213 or subsection 5 of section 301.210 in which case the applicant shall make application within thirty days after receiving title from the dealer, upon a blank form furnished by the director of revenue and shall 10 contain the applicant's identification number, a full description of the motor 11 vehicle or trailer, the vehicle identification number, and the mileage registered on the odometer at the time of transfer of ownership, as required by section 13 407.536, together with a statement of the applicant's source of title and of any 14 liens or encumbrances on the motor vehicle or trailer, provided that for good 15 cause shown the director of revenue may extend the period of time for making 17 such application. When an owner wants to add or delete a name or names on an 18 application for certificate of ownership of a motor vehicle or trailer that would 19 cause it to be inconsistent with the name or names listed on the notice of lien, the

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owner shall provide the director with documentation evidencing the lienholder's authorization to add or delete a name or names on an application for certificate of ownership.

- 2. The director of revenue shall use reasonable diligence in ascertaining whether the facts stated in such application are true and shall, to the extent possible without substantially delaying processing of the application, review any odometer information pertaining to such motor vehicle that is accessible to the director of revenue. If satisfied that the applicant is the lawful owner of such motor vehicle or trailer, or otherwise entitled to have the same registered in his name, the director shall thereupon issue an appropriate certificate over his signature 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 identification number, and other evidence of identification of the motor vehicle or trailer, as the director of revenue may deem necessary, together with the 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 may show to be thereon, and, if ownership of the vehicle has been transferred, the name of the state issuing the transferor's title and whether the transferor's odometer mileage statement executed pursuant to section 407.536 indicated that the true mileage is materially different from the number of miles shown on the odometer, or is unknown.
- 3. The director of revenue shall appropriately designate on the current 41 42 and all subsequent issues of the certificate the words "Reconstructed Motor Vehicle", "Motor Change Vehicle", "Specially Constructed Motor Vehicle", or 43 "Non-USA-Std Motor Vehicle", as defined in section 301.010. Effective July 1, 44 1990, on all original and all subsequent issues of the certificate for motor vehicles 45 as referenced in subsections 2 and 3 of section 301.020, the director shall print 46 on the face thereof the following designation: "Annual odometer updates may be 47 available from the department of revenue.". On any duplicate certificate, the 48 director of revenue shall reprint on the face thereof the most recent of either: 49
- 50 (1) The mileage information included on the face of the immediately prior 51 certificate and the date of purchase or issuance of the immediately prior 52 certificate; or
- 53 (2) Any other mileage information provided to the director of revenue, and 54 the date the director obtained or recorded that information.
 - 4. The certificate of ownership issued by the director of revenue shall be

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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 fifty cents, in addition to the fee for registration of such motor vehicle or trailer. If application for the certificate is not made within thirty days after the vehicle is acquired by the applicant, or where the motor vehicle was acquired under section 301.213 or subsection 5 of section 301.210 and the applicant fails to make application within thirty days after receiving title from the dealer, a delinquency penalty fee of twenty-five dollars for the first thirty days of delinquency and twenty-five dollars for each thirty days of delinquency thereafter, not to exceed a total of two hundred dollars, but such penalty may be waived by the director for a good cause shown. If the director of revenue learns that any person has failed to obtain a certificate within thirty days after acquiring a motor vehicle or trailer, or where the motor vehicle was acquired under section 301.213 or subsection 5 of section 301.210 and the applicant fails to make application within thirty days after receiving title 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, either as sole owner or as a co-owner, and shall notify the person that the cancellation will remain in force until the person pays the 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.
- 89 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.

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

108 9. Each application for an original Missouri certificate of ownership for 109 a vehicle which is classified as a reconstructed motor vehicle, specially constructed motor vehicle, kit vehicle, motor change vehicle, non-USA-std motor 110 111 vehicle, or other vehicle as required by the director of revenue shall be 112 accompanied by a vehicle examination certificate issued by the Missouri state highway patrol, or other law enforcement agency as authorized by the director of 113 114 revenue. The vehicle examination shall include a verification of vehicle 115 identification numbers and a determination of the classification of the vehicle. The owner of a vehicle which requires a vehicle examination certificate 116 shall present the vehicle for examination and obtain a completed vehicle 117 examination certificate prior to submitting an application for a certificate of 118 ownership to the director of revenue. Notwithstanding any provision of the law 119 to the contrary, an owner presenting a motor vehicle which has been issued a 120 121 salvage title and which is ten years of age or older to a vehicle examination described in this subsection in order to obtain a certificate of ownership with the 122 123 designation prior salvage motor vehicle shall not be required to repair or restore 124 the vehicle to its original appearance in order to pass or complete the vehicle 125 examination. The fee for the vehicle examination application shall be twenty-five dollars and shall be collected by the director of revenue at the time of the request 126 127 for 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 registered in Missouri, the safety inspection required in chapter 307 and the emissions inspection required under chapter 643 shall be completed and the fees required by section 307.365 and section 643.315 shall be charged to the owner.

- 10. When an application is made for an original Missouri certificate of ownership for a motor vehicle previously registered or titled in a state other than Missouri or as required by section 301.020, it shall be accompanied by a current inspection form certified by a duly authorized official inspection station as described in chapter 307. The completed form shall certify that the manufacturer's identification number for the vehicle has been inspected, that it is correctly displayed on the vehicle and shall certify the reading shown on the 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 be deposited in the same manner as provided in section 307.365. If the vehicle is also to be registered in Missouri, the safety inspection required in chapter 307 and the emissions inspection required under chapter 643 shall be completed and only the fees required by section 307.365 and section 643.315 shall be charged to the owner. This section shall not apply to vehicles being transferred on a manufacturer's statement of origin.
- 11. Motor vehicles brought into this state in a wrecked or damaged condition or after being towed as an abandoned vehicle pursuant to another state's abandoned motor vehicle procedures shall, in lieu of the inspection required by subsection 10 of this section, be inspected by the Missouri state highway patrol in accordance with subsection 9 of this section. If the inspection reveals the vehicle to be in a salvage or junk condition, the director shall so indicate on any Missouri certificate of ownership issued for such vehicle. Any salvage designation shall be carried forward on all subsequently issued certificates of title for the motor vehicle.
- 12. When an application is made for an original Missouri certificate of ownership for a motor vehicle previously registered or titled in a state other than Missouri, and the certificate of ownership has been appropriately designated by the issuing state as a reconstructed motor vehicle, motor change vehicle, specially constructed motor vehicle, or prior salvage vehicle, the director of revenue shall appropriately designate on the current Missouri and all subsequent issues of the certificate of ownership the name of the issuing state and such prior designation. The absence of any prior designation shall not relieve a transferor

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of 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 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 should have had a designation shall be a transfer free and clear of any liabilities of the transferor associated with the missing designation.

- 13. When an application is made for an original Missouri certificate of ownership for a motor vehicle previously registered or titled in a state other than Missouri, and the certificate of ownership has been appropriately designated by the issuing state as non-USA-std motor vehicle, the director of revenue shall appropriately designate on the current Missouri and all subsequent issues of the certificate of ownership the words "Non-USA-Std Motor Vehicle".
- 14. The director of revenue and the superintendent of the Missouri state highway patrol shall make and enforce rules for the administration of the inspections required by this section.
- 15. Each application for an original Missouri certificate of ownership for a vehicle which is classified as a reconstructed motor vehicle, manufactured forty or more years prior to the current model year, and which has a value of three 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;
- (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
- (4) An inspection certificate, other than a motor vehicle examination certificate required under subsection 9 of this section, completed and issued by 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 other authorized local law enforcement agency shall include a check for stolen vehicles.
- 197 The department of revenue shall issue the owner a certificate of ownership 198 designated with the words "Reconstructed Motor Vehicle" and deliver such 199 certificate of ownership in accordance with the provisions of this

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200 chapter. Notwithstanding subsection 9 of this section, no owner of a 201 reconstructed motor vehicle described in this subsection shall be required to obtain a vehicle examination certificate issued by the Missouri state highway 202 203 patrol.

301.210. 1. In the event of a sale or transfer of ownership of a motor vehicle or trailer for which a certificate of ownership has been issued, the holder of such certificate shall endorse on the same an assignment thereof, with warranty of title in form printed thereon, and prescribed by the director of revenue, with a statement of all liens or encumbrances on such motor vehicle or trailer, and deliver the same to the buyer at the time of the delivery to him of such motor vehicle or trailer; provided that, when the transfer of a motor vehicle, trailer, boat or outboard motor occurs within a corporation which holds a license 9 to operate as a motor vehicle or boat dealer pursuant to sections 301.550 to 301.575, the provisions of subdivision (3) of subsection 7 of section 144.070 shall 10 11 not apply.

- 2. The buyer shall then present such certificate, assigned as aforesaid, to the director of revenue, at the time of making application for the registration of such motor vehicle or trailer, whereupon a new certificate of ownership shall be issued to the buyer, the fee therefor being that prescribed in subsection 5 of section 301.190.
- 3. If such motor vehicle or trailer is sold to a resident of another state or country, or if such motor vehicle or trailer is destroyed or dismantled, the owner 19 thereof shall immediately notify the director of revenue. Certificates when so 20 signed and returned to the director of revenue shall be retained by the director of revenue and all certificates shall be appropriately indexed so that at all times it will be possible for him to expeditiously trace the ownership of the motor vehicle or trailer designated therein.
 - 4. It shall be unlawful for any person to buy or sell in this state any motor vehicle or trailer registered under the laws of this state, unless, at the time of the delivery thereof, there shall pass between the parties such certificates of ownership with an assignment thereof, as provided in this section, and the sale of any motor vehicle or trailer registered under the laws of this state, without the assignment of such certificate of ownership, shall be presumed fraudulent and void unless the parties have executed a written agreement for delayed delivery of certificate of ownership as provided in subsection 5 of this section.

5. A motor vehicle dealer licensed under sections 301.550 to 34 301.580 may deliver a motor vehicle or trailer to a purchaser with a written agreement to pass the certificate of ownership with an assignment to the purchaser within thirty days after delivery, inclusive of weekends and holidays.

- (1) The form of the agreement shall be prescribed by the director of revenue. The agreement shall provide that if the motor vehicle dealer does not pass the certificate of ownership with an assignment to the purchaser within thirty days that the sale shall be voidable at purchaser's option and, in such case, dealer shall re-purchase the vehicle by paying and satisfying in full any purchase money lien against the vehicle, including accrued penalties and fees, with the remainder of one hundred percent of the sale price refunded and paid by the dealer to the buyer. As used in this subdivision, the term "sale price" shall include the negotiated price of the vehicle, the down payment, the trade-in allowance even if the allowance reflected negative equity, and the price of all optional services and products sold to the buyer under the sales and finance transaction.
- (2) In the event a motor vehicle subject to this subsection has suffered physical damages covered by the purchaser's vehicle insurance policy, the purchaser may assign the purchaser's corresponding insurance benefits to the motor vehicle dealer, subject to the insurer's approval, in lieu of purchaser repairing the vehicle, or in lieu of purchaser returning the vehicle if the vehicle is determined by the insurance company to be a total loss.
- (3) Notwithstanding any provision of law to the contrary, completion of the requirements of this subsection shall constitute prima facie evidence of an ownership interest vested in the purchaser of the vehicle for all purposes other than for a subsequent transfer of ownership of the vehicle by the purchaser, subject to the rights of any secured lienholder of record; however, the purchaser may use the dealer-supplied copy of the agreement to transfer his or her ownership of the vehicle to an insurance company in situations where the vehicle has been declared salvage or a total loss by the insurance company as a result of a settlement of a claim. Such insurance company may apply for a salvage certificate of title or junking certificate under subsection 3 of section 301.193 in order to transfer its interest in such vehicle. The

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purchaser may also use the dealer-supplied copy of the agreement on the form prescribed by the director of revenue as proof of ownership interest. Any lender or insurance company may rely upon a copy of the signed written agreement on the form prescribed by the director of revenue as proof of ownership interest. Any lien placed upon a vehicle 74based upon such signed written agreement shall be valid and 75enforceable, notwithstanding the absence of a certificate of ownership. 76

- (4) No motor vehicle dealer shall be authorized under this subsection to enter and have outstanding any such written agreements until such dealer has provided to the director of revenue a surety bond or irrevocable letter of credit in amount not less than one hundred thousand dollars in a form which complies with the requirements of section 301.560 and in lieu of the fifty thousand dollar bond otherwise required for licensure as a motor vehicle dealer.
- 301,213. 1. Notwithstanding the provisions of sections 301,200 and 301.210, any person licensed as a motor vehicle dealer under sections 301.550 to 301.580 that has provided to the director of revenue a surety bond or irrevocable letter of credit in an amount not less than one hundred thousand dollars in a form which complies with the requirements of section 301.560 and in lieu of the fifty thousand dollar bond otherwise required for licensure as a motor vehicle dealer shall be authorized to purchase or accept in trade any motor vehicle for which there has been issued a certificate of ownership, 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: 10
 - (1) A signed written contract between the licensed dealer and the owner of the vehicle outlining the terms of the sale or acceptance in trade of such motor vehicle without transfer of the certificate of ownership; and
 - (2) Physical delivery of the vehicle to the licensed dealer; and
- 15 (3) A power of attorney from the owner to the licensed dealer, in 16 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. 18
- 2. If the dealer complies with the requirements of subsection 1 of this 19 20 section, the sale or trade of the vehicle to the dealer shall be considered final, 21 subject to any existing liens created and perfected under sections 301.600 to 22 301.660. Once the prior owner of the motor vehicle has physically delivered the

23 motor vehicle to the licensed dealer, the prior owners' insurable interest in such 24 vehicle shall cease to exist.

- 3. If a licensed dealer complies with the requirements of subsection 1 of this section, and such dealer has provided to the director of revenue a surety bond or irrevocable letter of credit in amount not less than one hundred thousand dollars in a form which complies with the requirements of section 301.560 and in lieu of the fifty thousand dollar bond otherwise required for licensure as a motor vehicle dealer, such dealer may sell such vehicle prior to receiving and assigning to the purchaser the certificate of ownership, 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
- (4) The dealer has signed an application for duplicate or 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
- (5) The dealer and the purchaser have entered into a written agreement for the subsequent assignment and delivery of such certificate of ownership, on a form prescribed by the director of revenue, to take place at a time, not to exceed sixty calendar days, after the time of delivery of the motor vehicle to the purchaser. Such agreement shall require the purchaser to provide to the dealer proof of financial responsibility in accordance with chapter 303 and proof of comprehensive and collision coverage on the motor vehicle. Such dealer shall maintain the original or an electronic copy of the signed agreement and deliver a copy of the signed agreement to the purchaser. Such dealer shall also complete and deliver to the director of revenue such form as the director shall prescribe

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59 demonstrating that the purchaser has purchased the vehicle without 60 contemporaneous delivery of the title.

- Notwithstanding any provision of law to the contrary, completion of the 61 requirements of this subsection shall constitute prima facie evidence of an 62 ownership interest vested in the purchaser of the vehicle for all purposes other 63 than for a subsequent transfer of ownership of the vehicle by the purchaser, 64 subject to the rights of any secured lienholder of record; however, the purchaser may use the dealer-supplied copy of the agreement to transfer his or her 66 ownership of the vehicle to an insurance company in situations where the vehicle 67 has been declared salvage or a total loss by the insurance company as a result of 68 69 a settlement of a claim. Such insurance company may apply for a salvage 70 certificate of title or junking certificate pursuant to the provisions of subsection 713 of section 301.193 in order to transfer its interest in such vehicle. The purchaser may also use the dealer-supplied copy of the agreement on the form 7273 prescribed by the director of revenue as proof of ownership interest. Any lender or insurance company may rely upon a copy of the signed written agreement on 7475 the form prescribed by the director of revenue as proof of ownership interest. Any lien placed upon a vehicle based upon such signed written agreement shall be 76 77 valid and enforceable, notwithstanding the absence of a certificate of ownership.
- 78 4. Following a sale or other transaction in which a certificate of ownership 79 has not been assigned from the owner to the licensed dealer, the dealer shall, 80 within ten business days, apply for a duplicate or replacement certificate of ownership. Upon receipt of a duplicate or replacement certificate of ownership 81 82 applied for under subsection 4 of section 301.300, the dealer shall assign and 83 deliver said certificate of ownership to the purchaser of the vehicle within five business days. The dealer shall maintain proof of the assignment and delivery 84 of the certificate of ownership to the purchaser. For purposes of this subsection, 85 a dealer shall be deemed to have delivered the certificate of ownership to the 86 purchaser upon either: 87
 - (1) Physical delivery of the certificate of ownership to any of the purchasers identified in the contract with such dealer; or
- 90 (2) Mailing of the certificate, postage prepaid, return receipt requested, 91 to any of the purchasers at any of their addresses identified in the contract with 92 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

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to the purchaser of the vehicle for actual damages, plus court costs and 95 96 reasonable attorney fees.

- 6. If a licensed dealer fails or is unable to comply with subsection 4 of this 97 section, and the purchaser of the vehicle is thereby damaged, then the dealer 98 shall be liable to the purchaser of the vehicle for actual damages, plus court costs 99 and reasonable attorney fees. If the dealer cannot be found by the purchaser after making reasonable attempts, or if the dealer fails to assign and deliver the duplicate or replacement certificate of ownership to the purchaser by the date 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 of the contract for sale of the vehicle, a copy of the application for duplicate title provided by the 106 dealer to the purchaser, a copy of the secure power of attorney allowing the dealer to assign the duplicate title, and the proof or other evidence obtained by the purchaser from the dealer under subsection 3 of this section. Thereafter, the director shall mail by certified mail, return receipt requested, a notice to the 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 prior certificate of title which may have been issued to the dealer on the vehicle and issue to the purchaser a certificate of title in the name of the purchaser, subject 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 of the director's notice, files 116 with the director a written objection to the director taking such action. If the dealer does file a timely, written objection with the director, then the director shall not take any further action without an order from a court of competent jurisdiction. However, if the dealer does not file a timely, written objection with the director, then the director shall cancel the prior certificate of title issued to the dealer on the vehicle and issue a certificate of title to the purchaser of the vehicle, subject to any liens incurred by the purchaser in connection with the purchase of the vehicle and subject to the purchaser satisfying all applicable taxes and fees associated with registering the vehicle.
 - 7. If a seller misrepresents to a dealer that the seller is the owner of a vehicle and the dealer, the owner, any subsequent purchaser, or any prior or subsequent lienholder is thereby damaged, then the seller shall be liable to each such party for actual and punitive 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:
- 135 (1) The aggrieved party seeking damages has delivered an itemized 136 written demand of the party's actual damages to the party from whom damages 137 are sought; and
- 138 (2) The party from whom damages are sought has not satisfied the written 139 demand within thirty days after receipt of the written demand.
- 140 10. The department of revenue may use a dealer's repeated or intentional violation of this section as a cause to suspend, revoke, or refuse to issue or renew any license required pursuant to sections 301.550 to 301.580, in addition to the causes set forth in section 301.562. The hearing process shall be the same as that established in subsection 6 of section 301.562.
- 11. No dealer shall enter into a contract under this section after
 146 December 31, 2020. Any contract entered into prior to December 31,
 147 2020, shall be enforceable as provided in this section. This section shall
 148 be repealed effective December 31, 2020.

301.280. 1. Every motor vehicle dealer and boat dealer shall make a monthly report to the department of revenue, on blanks to be prescribed by the department of revenue, giving the following information: date of the sale of each motor vehicle, boat, trailer and all-terrain vehicle sold; the name and address of the buyer; the name of the manufacturer; year of manufacture; model of vehicle; vehicle identification number; style of vehicle; odometer setting; and it shall also state whether the motor vehicle, boat, trailer or all-terrain vehicle is new or secondhand. Each monthly sales report filed by a motor vehicle dealer who collects sales tax under subsection 10 of section 144.070 shall also include the 10 amount of state and local sales tax collected for each motor vehicle sold if sales tax was due. The odometer reading is not required when reporting the sale of 11 any motor vehicle that is ten years old or older, any motor vehicle having a gross vehicle weight rating of more than sixteen thousand pounds, new vehicles that 13 14 are transferred on a manufacturer's statement of origin between one franchised motor vehicle dealer and another, or boats, all-terrain vehicles or trailers. The 15 sale of all temporary permits shall be recorded in the appropriate space on the 17dealer's monthly sales report, unless the sale of the temporary permit is already recorded by electronic means as determined by the department. The monthly

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19 sales report shall include a statement of motor vehicles or trailers sold during the month under subsection 5 of section 301.210. The monthly 20 sales report shall be completed in full and signed by an officer, partner, or owner 2122 of the dealership, and actually received by the department of revenue on or before 23 the fifteenth day of the month succeeding the month for which the sales are being reported. If no sales occur in any given month, a report shall be submitted for 24that month indicating no sales. Any vehicle dealer who fails to file a monthly 25 26 report or who fails to file a timely report shall be subject to disciplinary action as prescribed in section 301.562 or a penalty assessed by the director not to exceed 27 three hundred dollars per violation. Every motor vehicle and boat dealer shall 28 29 retain copies of the monthly sales report as part of the records to be maintained 30 at the dealership location and shall hold them available for inspection by 31 appropriate law enforcement officials and officials of the department of revenue. Every vehicle dealer selling twenty or more vehicles a month shall file 32 33 the monthly sales report with the department in an electronic format. Any dealer filing a monthly sales report in an electronic format shall be exempt from filing 35 the notice of transfer required by section 301.196. For any dealer not filing 36 electronically, the notice of transfer required by section 301.196 shall be 37 submitted with the monthly sales report as prescribed by the director.

- 2. Every dealer and every person operating a public garage shall keep a correct record of the vehicle identification number, odometer setting, manufacturer's name of all motor vehicles or trailers accepted by him for the purpose of sale, rental, storage, repair or repainting, together with the name and address of the person delivering such motor vehicle or trailer to the dealer or public garage keeper, and the person delivering such motor vehicle or trailer shall record such information in a file kept by the dealer or garage keeper. The record shall be kept for five years and be open for inspection by law enforcement officials, members or authorized or designated employees of the Missouri highway patrol, and persons, agencies and officials designated by the director of revenue.
- 3. Every dealer and every person operating a public garage in which a motor vehicle remains unclaimed for a period of fifteen days shall, within five days after the expiration of that period, report the motor vehicle as unclaimed to the director of revenue. Such report shall be on a form prescribed by the director of revenue. A motor vehicle left by its owner whose name and address are known to the dealer or his employee or person operating a public garage or his employee is not considered unclaimed. Any dealer or person operating a public garage who

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fails to report a motor vehicle as unclaimed as herein required forfeits all claims and liens for its garaging, parking or storing.

- 4. The director of revenue shall maintain appropriately indexed cumulative records of unclaimed vehicles reported to the director. Such records shall be kept open to public inspection during reasonable business hours.
- 5. The alteration or obliteration of the vehicle identification number on any such motor vehicle shall be prima facie evidence of larceny, and the dealer or person operating such public garage shall upon the discovery of such obliteration or alteration immediately notify the highway patrol, sheriff, marshal, constable or chief of police of the municipality where the dealer or garage keeper has his place of business, and shall hold such motor vehicle or trailer for a period of forty-eight hours for the purpose of an investigation by the officer so notified.
 - 6. Any person who knowingly makes a false statement or omission of a material fact in a monthly sales report to the department of revenue, as described in subsection 1 of this section, shall be deemed guilty of a class A misdemeanor.
- 301.560. 1. In addition to the application forms prescribed by the 2 department, each applicant shall submit the following to the department:
- 3 (1) Every application other than a renewal application for a motor vehicle franchise dealer shall include a certification that the applicant has a bona fide established place of business. Such application shall include an annual certification that the applicant has a bona fide established place of business for the first three years and only for every other year thereafter. The certification shall be performed by a uniformed member of the Missouri state highway patrol 8 or authorized or designated employee stationed in the troop area in which the 10 applicant's place of business is located; except that in counties of the first classification, certification may be performed by an officer of a metropolitan police 11 department when the applicant's established place of business of distributing or 12 selling motor vehicles or trailers is in the metropolitan area where the certifying 13 metropolitan police officer is employed. When the application is being made for 14 licensure as a boat manufacturer or boat dealer, certification shall be performed 15 by a uniformed member of the Missouri state water patrol stationed in the 16 district area in which the applicant's place of business is located or by a 17 uniformed member of the Missouri state highway patrol stationed in the troop 19 area in which the applicant's place of business is located or, if the applicant's 20 place of business is located within the jurisdiction of a metropolitan police 21 department in a first class county, by an officer of such metropolitan police

22 department. A bona fide established place of business for any new motor vehicle 23 franchise dealer, used motor vehicle dealer, boat dealer, powersport dealer, wholesale motor vehicle dealer, trailer dealer, or wholesale or public auction shall 24 be a permanent enclosed building or structure, either owned in fee or leased and 25actually occupied as a place of business by the applicant for the selling, bartering, 26 trading, servicing, or exchanging of motor vehicles, boats, personal watercraft, or 27trailers and wherein the public may contact the owner or operator at any 28 reasonable time, and wherein shall be kept and maintained the books, records, 29 files and other matters required and necessary to conduct the business. The 30 applicant shall maintain a working telephone number during the entire 31 registration year which will allow the public, the department, and law 32 33 enforcement to contact the applicant during regular business hours. The 34 applicant shall also maintain an email address during the entire registration year which may be used for official correspondence with the department. In order to 35 36 qualify as a bona fide established place of business for all applicants licensed pursuant to this section there shall be an exterior sign displayed carrying the 37 38 name of the business set forth in letters at least six inches in height and clearly visible to the public and there shall be an area or lot which shall not be a public 39 40 street on which multiple vehicles, boats, personal watercraft, or trailers may be displayed. The sign shall contain the name of the dealership by which it is 41 42known to the public through advertising or otherwise, which need not be identical 43 to the name appearing on the dealership's license so long as such name is registered as a fictitious name with the secretary of state, has been approved by 44 its line-make manufacturer in writing in the case of a new motor vehicle 45 franchise dealer and a copy of such fictitious name registration has been provided 46 to the department. Dealers who sell only emergency vehicles as defined in section 47 301.550 are exempt from maintaining a bona fide place of business, including the 48 related law enforcement certification requirements, and from meeting the 49 minimum yearly sales; 50 51

(2) The initial application for licensure shall include a photograph, not to exceed eight inches by ten inches but no less than five inches by seven inches, showing the business building, lot, and sign. A new motor vehicle franchise dealer applicant who has purchased a currently licensed new motor vehicle franchised dealership shall be allowed to submit a photograph of the existing dealership building, lot and sign but shall be required to submit a new photograph upon the installation of the new dealership sign as required by

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sections 301.550 to 301.580. Applicants shall not be required to submit a photograph annually unless the business has moved from its previously licensed location, or unless the name of the business or address has changed, or unless the class of business has changed;

(3) Every applicant as a new motor vehicle franchise dealer, a used motor vehicle dealer, a powersport dealer, a wholesale motor vehicle dealer, trailer dealer, or boat dealer shall furnish with the application a corporate surety bond or an irrevocable letter of credit as defined in section 400.5-102, issued by any state or federal financial institution in the penal sum of fifty thousand dollars on a form approved by the department. The bond or irrevocable letter of credit shall be conditioned upon the dealer complying with the provisions of the statutes applicable to new motor vehicle franchise dealers, used motor vehicle dealers, powersport dealers, wholesale motor vehicle dealers, trailer dealers, and boat dealers, and the bond shall be an indemnity for any loss sustained by reason of the acts of the person bonded when such acts constitute grounds for the suspension or revocation of the dealer's license. The bond shall be executed in the name of the state of Missouri for the benefit of all aggrieved parties or the irrevocable letter of credit shall name the state of Missouri as the beneficiary; except, that the aggregate liability of the surety or financial institution to the aggrieved parties shall, in no event, exceed the amount of the bond or irrevocable letter of credit. [The proceeds of the bond or irrevocable letter of credit shall be paid upon receipt by the department of a final judgment from a Missouri court of competent jurisdiction against the principal and in favor of an aggrieved party. Additionally, every applicant as a new motor vehicle franchise dealer, a used motor vehicle dealer, a powersport dealer, a wholesale motor vehicle dealer, or boat dealer shall furnish with the application a copy of a current dealer garage policy bearing the policy number and name of the insurer and the insured. The proceeds of the bond or irrevocable letter of credit furnished by an applicant shall be paid upon receipt by the department of a final judgment from a Missouri court of competent jurisdiction against the principal and in favor of an aggrieved party. The proceeds of the bond or irrevocable letter of credit furnished by an applicant shall be paid at the order of the department and in the amount determined by the department to any buyer or interested lienholder up to the greater of the amount required for the release of the purchase money lien or the sales price paid by the buyer where a dealer has failed to fulfill the

dealer's obligations under an agreement to assign and deliver title to the buyer within thirty days under a contract entered into pursuant to 95 subsection 5 of section 301.210. The department shall direct release of 96 the bond or irrevocable letter of credit proceeds upon presentation of 97 a written agreement entered into pursuant to subsection 5 of section 98 301.210, copies of the associated sales and finance documents, and the 99 affidavit or affidavits of the buyer or lienholder stating that the 100 101 certificate of title with assignment thereof has not been passed to the 102 buyer within thirty days of the date of the contract entered into under subsection 5 of section 301.210, that the dealer has not fulfilled the 103 104 agreement under the contract to re-purchase the vehicle, that the buyer or the lienholder has notified the dealer of the claim on the bond or 105 106 letter of credit, and the amount claimed by the purchaser or lienholder. 107 In addition, prior to directing release and payment of the proceeds of 108 a bond or irrevocable letter of credit, the department shall ensure that there is satisfactory evidence to establish that the vehicle which is 109 110 subject to the written agreement has been returned by the buyer to the dealer or that the buyer has represented to the department that the 111 buyer will surrender possession of the vehicle to the dealer upon 112 payment of the proceeds of the bond or letter of credit directed by the 113 department. Excepting ordinary wear and tear or mechanical failures 114 115 not caused by the buyer, the amount of proceeds to be paid to the buyer 116 under the bond or irrevocable letter of credit shall be reduced by an 117 amount equivalent to any damage, abuse, or destruction incurred by 118 the vehicle while the vehicle was in the buyer's possession as agreed 119 between the buyer and the dealer. The dealer may apply to a court of competent jurisdiction to contest the claim on the bond or letter of 120 121 credit, including the amount of the claim and the amount of any adjustment for any damage, abuse, or destruction, by filing a petition 122 123 with the court within thirty days of the notification by the buyer or lienholder. If the dealer does not fulfill the agreement or file a petition 124 125 to request judicial relief from the terms of the agreement or contest the amount of the claim, the bond or letter of credit shall be released by 126 127 the department and directed paid in the amount or amounts presented 128 by the lienholder or buyer;

129 (4) Payment of all necessary license fees as established by the 130 department. In establishing the amount of the annual license fees, the

department shall, as near as possible, produce sufficient total income to offset operational expenses of the department relating to the administration of sections 301.550 to 301.580. All fees payable pursuant to the provisions of sections 301.550 to 301.580, other than those fees collected for the issuance of dealer plates or certificates of number collected pursuant to subsection 6 of this section, shall be collected by the department for deposit in the state treasury to the credit of the "Motor Vehicle Commission Fund", which is hereby created. The motor vehicle commission fund shall be administered by the Missouri department of revenue. The provisions of section 33.080 to the contrary notwithstanding, money in such fund shall not be transferred and placed to the credit of the general revenue fund until the amount in the motor vehicle commission fund at the end of the biennium exceeds two times the amount of the appropriation from such fund for the preceding fiscal year or, if the department requires permit renewal less frequently than yearly, then three times the appropriation from such fund for the preceding fiscal year. The amount, if any, in the fund which shall lapse is that amount in the fund which exceeds the multiple of the appropriation from such fund for the preceding fiscal year.

- 2. In the event a new vehicle manufacturer, boat manufacturer, motor vehicle dealer, wholesale motor vehicle dealer, boat dealer, powersport dealer, wholesale motor vehicle auction, trailer dealer, or a public motor vehicle auction submits an application for a license for a new business and the applicant has complied with all the provisions of this section, the department shall make a decision to grant or deny the license to the applicant within eight working hours after receipt of the dealer's application, notwithstanding any rule of the department.
- 3. Except as otherwise provided in subsection 6 of this section, upon the initial issuance of a license by the department, the department shall assign a distinctive dealer license number or certificate of number to the applicant and the department shall issue one number plate or certificate bearing the distinctive dealer license number or certificate of number and two additional number plates or certificates of number within eight working hours after presentment of the application and payment by the applicant of a fee of fifty dollars for the first plate or certificate and ten dollars and fifty cents for each additional plate or certificate. Upon renewal, the department shall issue the distinctive dealer license number or certificate of number as quickly as possible. The issuance of such distinctive dealer license number or certificate of number shall be in lieu of

registering each motor vehicle, trailer, vessel or vessel trailer dealt with by a boat dealer, boat manufacturer, manufacturer, public motor vehicle auction, wholesale motor vehicle dealer, wholesale motor vehicle auction or new or used motor vehicle dealer. The license plates described in this section shall be made with fully reflective material with a common color scheme and design, shall be clearly visible at night, and shall be aesthetically attractive, as prescribed by section 301.130.

4. Notwithstanding any other provision of the law to the contrary, the department shall assign the following distinctive dealer license numbers to:

176	New motor vehicle franchise dealers	D-0 through D-999
177	New powersport dealers	D-1000 through D-1999
178	Used motor vehicle and used	
179	powersport dealers	D-2000 through D-9999
180	Wholesale motor vehicle dealers	W-0 through W-1999
181	Wholesale motor vehicle auctions	WA-0 through WA-999
182	New and used trailer dealers	T-0 through T-9999
183	Motor vehicle, trailer, and	
184	boat manufacturers	DM-0 through DM-999
185	Public motor vehicle auctions	A-0 through A-1999
186	Boat dealers	M-0 through M-9999
187	New and used recreational motor	
188	vehicle dealers	RV-0 through RV-999

For purposes of this subsection, qualified transactions shall include the purchase of salvage titled vehicles by a licensed salvage dealer. A used motor vehicle dealer who also holds a salvage dealer's license shall be allowed one additional plate or certificate number per fifty-unit qualified transactions annually. In order for salvage dealers to obtain number plates or certificates under this section, dealers shall submit to the department of revenue on August first of each year a statement certifying, under penalty of perjury, the dealer's number of purchases during the reporting period of July first of the immediately preceding year to June thirtieth of the present year. The provisions of this subsection shall become effective on the date the director of the department of revenue begins to reissue new license plates under section 301.130, or on December 1, 2008, whichever occurs first. If the director of revenue begins reissuing new license plates under the authority granted under section 301.130 prior to December 1, 2008, the director of the department of revenue shall notify the revisor of statutes of such

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- 5. Upon the sale of a currently licensed motor vehicle dealership the department shall, upon request, authorize the new approved dealer applicant to retain the selling dealer's license number and shall cause the new dealer's records to indicate such transfer. If the new approved dealer applicant elects not to retain the selling dealer's license number, the department shall issue the new dealer applicant a new dealer's license number and an equal number of plates or certificates as the department had issued to the selling dealer.
 - 6. In the case of motor vehicle dealers, the department shall issue one number plate bearing the distinctive dealer license number and may issue one additional number plate to the applicant upon payment by the dealer of a fifty dollar fee for the number plate bearing the distinctive dealer license number and ten dollars and fifty cents for the additional number plate. The department may issue a third plate to the motor vehicle dealer upon completion of the dealer's fifteenth qualified transaction and payment of a fee of ten dollars and fifty cents. In the case of new motor vehicle manufacturers, powersport dealers, recreational motor vehicle dealers, and trailer dealers, the department shall issue one number plate bearing the distinctive dealer license number and may issue two additional number plates to the applicant upon payment by the manufacturer or dealer of a fifty dollar fee for the number plate bearing the distinctive dealer license number and ten dollars and fifty cents for each additional number plate. Boat dealers and boat manufacturers shall be entitled to one certificate of number bearing such number upon the payment of a fifty dollar fee. Additional number plates and as many additional certificates of number may be obtained upon payment of a fee of ten dollars and fifty cents for each additional plate or certificate. New motor vehicle manufacturers shall not be issued or possess more than three hundred forty-seven additional number plates or certificates of number annually. New and used motor vehicle dealers, powersport dealers, wholesale motor vehicle dealers, boat dealers, and trailer dealers are limited to one additional plate or certificate of number per ten-unit qualified transactions annually. New and used recreational motor vehicle dealers are limited to two additional plates or certificate of number per ten-unit qualified transactions annually for their first fifty transactions and one additional plate or certificate of number per ten-unit qualified transactions thereafter. An applicant seeking the issuance of an initial license shall indicate on his or her initial application the applicant's proposed annual number of sales in order for the director to issue

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the appropriate number of additional plates or certificates of number. A motor vehicle dealer, trailer dealer, boat dealer, powersport dealer, recreational motor vehicle dealer, motor vehicle manufacturer, boat manufacturer, or wholesale 242 motor vehicle dealer obtaining a distinctive dealer license plate or certificate of number or additional license plate or additional certificate of number, throughout the calendar year, shall be required to pay a fee for such license plates or certificates of number computed on the basis of one-twelfth of the full fee 246 prescribed for the original and duplicate number plates or certificates of number for such dealers' licenses, multiplied by the number of months remaining in the licensing period for which the dealer or manufacturers shall be required to be licensed. In the event of a renewing dealer, the fee due at the time of renewal shall not be prorated. Wholesale and public auctions shall be issued a certificate of dealer registration in lieu of a dealer number plate. In order for dealers to obtain number plates or certificates under this section, dealers shall submit to the department of revenue on August first of each year a statement certifying, under penalty of perjury, the dealer's number of sales during the reporting period of July first of the immediately preceding year to June thirtieth of the present 256 year.

- 7. The plates issued pursuant to subsection 3 or 6 of this section may be displayed on any motor vehicle owned by a new motor vehicle manufacturer. The plates issued pursuant to subsection 3 or 6 of this section may be displayed on any motor vehicle or trailer owned and held for resale by a motor vehicle dealer for use by a customer who is test driving the motor vehicle, for use by any customer while the customer's vehicle is being serviced or repaired by the motor vehicle dealer, for use and display purposes during, but not limited to, parades, private events, charitable events, or for use by an employee or officer, but shall not be displayed on any motor vehicle or trailer hired or loaned to others or upon any regularly used service or wrecker vehicle. Motor vehicle dealers may display their dealer plates on a tractor, truck or trailer to demonstrate a vehicle under a loaded condition. Trailer dealers may display their dealer license plates in like manner, except such plates may only be displayed on trailers owned and held for resale by the trailer dealer.
- 8. The certificates of number issued pursuant to subsection 3 or 6 of this section may be displayed on any vessel or vessel trailer owned and held for resale by a boat manufacturer or a boat dealer, and used by a customer who is test driving the vessel or vessel trailer, or is used by an employee or officer on a vessel

or vessel trailer only, but shall not be displayed on any motor vehicle owned by a boat manufacturer, boat dealer, or trailer dealer, or vessel or vessel trailer hired or loaned to others or upon any regularly used service vessel or vessel trailer. Boat dealers and boat manufacturers may display their certificate of number on a vessel or vessel trailer when transporting a vessel or vessels to an exhibit or show.

- 9. If any law enforcement officer has probable cause to believe that any license plate or certificate of number issued under subsection 3 or 6 of this section is being misused in violation of subsection 7 or 8 of this section, the license plate or certificate of number may be seized and surrendered to the department.
- 10. (1) Every application for the issuance of a used motor vehicle dealer's license shall be accompanied by proof that the applicant, within the last twelve months, has completed an educational seminar course approved by the department as prescribed by subdivision (2) of this subsection. Wholesale and public auto auctions and applicants currently holding a new or used license for a separate dealership shall be exempt from the requirements of this subsection. The provisions of this subsection shall not apply to current new motor vehicle franchise dealers or motor vehicle leasing agencies or applicants for a new motor vehicle franchise or a motor vehicle leasing agency. The provisions of this subsection shall not apply to used motor vehicle dealers who were licensed prior to August 28, 2006.
- (2) The educational seminar shall include, but is not limited to, the dealer requirements of sections 301.550 to 301.580, the rules promulgated to implement, enforce, and administer sections 301.550 to 301.580, and any other rules and regulations promulgated by the department.

