

Department of Finance and Administration

Legislative Impact Statement

Bill: SB757

Amendment Number: S1

Bill Subtitle: TO AMEND THE REQUIRED TIME OF EXISTENCE OF MOTOR VEHICLES FOR DISMANTLING OR DISPOSAL WITHOUT TITLE; AND TO AMEND THE DEFINITION OF A MOTOR VEHICLE FOR PURPOSES OF DISPOSAL WITHOUT TITLE.

Basic Change :

Senator E. Williams

The bill as originally written changed the age requirement for which a bill of sale may be surrendered for a vehicle to be dismantled, and changed the age requirement to which the section does not apply. Both age requirements were a motor vehicle at least ten (10) years old and both were changed to a vehicle that has been in existence for at least twenty-five (25) years. Amendment S1 deleted Section 2 of the bill, which amended the age requirement of a vehicle to which the section does not apply, leaving the current age requirement of ten (10) years.

Revenue Impact :

None

Taxpayer Impact :

Sellers of motor vehicles ten (10) years old that are to be dismantled could no longer submit a bill of sale, but would be required to surrender the title, of such vehicles. Sellers would be required to submit a title on vehicles to be dismantled that have been in existence for at least 10 years.

Resources Required :

No additional resources required.

Time Required :

Adequate time is provided.

Procedural Changes :

Revise form that is submitted for a motor vehicle to be dismantled.

Other Comments :

None

Legal Analysis :

This amendment changes the requirement that a vehicle must be at least 25 years old back to 10 years for purposes of the exclusion of a vehicle regarding selling a vehicle for scrap or to be dismantled without a title. Accordingly, if a vehicle is inoperable, is not equipped with parts and accessories necessary to operate as a vehicle, does not have a current license plate, is more than 10 years old, is not equipped with a gas tank or tires, and has only junk value it can be sold as scrap or to be dismantled without a title. However, a seller that desires to sell a vehicle that is less than 25 years old as scrap or to be dismantled, and the vehicle does not meet all of the requirements in the previous paragraph, can do so only if the seller has the certificate of title. The seller cannot follow the process in the law to convey by bill of sale that is verified by law enforcement until the vehicle is 25 years old.