Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

| 1 | State of Arkansas | A Bill | |
|--------|-----------------------------------|---|----------------------------------|
| 2 | 85th General Assembly | A DIII | |
| 3 | Regular Session, 2005 | | HOUSE BILL 1245 |
| 4 | | | |
| 5 | By: Representatives Petrus, B | oya, Bolin, Childers, Manony | |
| 6 | | | |
| 7 8 | | For An Act To Be Entitled | |
| 9 | ልክ ልርጥ ጥ | CO REPEAL THE CURRENT LAW REGARDING | 2 THF |
| 10 | | IDENTIFICATION NUMBER VERIFICATION | |
| 11 | | VEHICLES; TO ENACT A LIMITED VEHIC | |
| 12 | | CATION NUMBER VERIFICATION FOR MOT | |
| 13 | - | ; AND FOR OTHER PURPOSES. | |
| 14 | | | |
| 15 | | Subtitle | |
| 16 | TO RE | PEAL THE CURRENT VEHICLE | |
| 17 | IDENT | TIFICATION NUMBER VERIFICATION LAW | |
| 18 | AND A | DOPT A LIMITED VERIFICATION | |
| 19 | PROGR | AM. | |
| 20 | | | |
| 21 | | | |
| 22 | BE IT ENACTED BY THE G | ENERAL ASSEMBLY OF THE STATE OF AR | KANSAS: |
| 23 | | | |
| 24 | SECTION 1. Arka: | nsas Code § 27-14-724 is repealed. | |
| 25 | 27-14-724. Forei | gn vehicle inspection - Exception. | - |
| 26 | (a) For the pur | poses of this section, "foreign ve | hicle" means every |
| 27 | vehicle of a type requ | ired to be registered under this c | hapter that is |
| 28 | brought into this state | e from another state, territory, o | r country and that is |
| 29 | not registered in this | state and every vehicle of a type | required to be |
| 30 | registered under this | chapter for which the owner does n | i ot have a properly |
| 31 | endorsed and assigned | certificate of title or manufactur | er's certificate of |
| 32 | origin. | | |
| 33 | | ery application for registration a | |
| 34 | - | hicle must be accompanied by a ver | ification of the |
| 35 | vehicle identification | | |
| 36 | (2) The v | erification shall be conducted by | a certified law |



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| 1 | enforcement officer of any city or county in Arkansas or by the Department of | | |
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| 2 | Arkansas State Police or a designee of the department. | | |
| 3 | (3)(A) If the vehicle is taken to a city or county law | | |
| 4 | enforcement agency facility or to a department facility for inspection, the | | |
| 5 | inspection shall be conducted at no charge. | | |
| 6 | (B) Any vehicle that is required to be inspected at a | | |
| 7 | location other than a city or county law enforcement facility or a department | | |
| 8 | facility shall be inspected by the department or its designee for a fee of | | |
| 9 | twenty-five dollars (\$25.00) that shall be dedicated to cover or defray the | | |
| 10 | cost of the verification process. | | |
| 11 | (4) The department shall adopt reasonable rules to ensure that | | |
| 12 | the verification process is available at convenient times and locations. | | |
| 13 | (c)(1) No verification of vehicle identification numbers is required | | |
| 14 | of a new resident who is a natural person, has established residency in the | | |
| 15 | state, has a valid Arkansas driver's license, and is seeking an Arkansas | | |
| 16 | title to a vehicle with an out-of-state certificate of title. | | |
| 17 | (2) The out-of-state certificate of title shall be issued to the | | |
| 18 | same name as is reflected on the Arkansas driver's license. | | |
| 19 | (d) Any person, firm, corporation, or trust licensed under the | | |
| 20 | provisions of § 23-112-301 et seq. may provide the required verification on | | |
| 21 | its inventory on a form prescribed by the department. | | |
| 22 | | | |
| 23 | SECTION 2. Arkansas Code Title 27, Chapter 14, Subchapter 7 is amended | | |
| 24 | to add an additional section to read as follows: | | |
| 25 | 27-14-725. Limited vehicle identification number verification. | | |
| 26 | (a) For the purposes of this section, "designee" means a person or | | |
| 27 | entity that: | | |
| 28 | (1) The Department of Arkansas State Police determines is | | |
| 29 | appropriately suited for serving as a designee; and | | |
| 30 | (2) Agrees to perform vehicle identification number | | |
| 31 | verifications under this section on behalf of the Department of Arkansas | | |
| 32 | State Police. | | |
| 33 | (b) Except as provided under subsection (h) of this section, an | | |
| 34 | application for registration or certificate of title for a motor vehicle | | |
| 35 | shall be accompanied by a verification of the vehicle identification number | | |
| 36 | if the owner of the motor vehicle: | | |

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| 1 | (1)(A) Does not have a properly endorsed and assigned | | |
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| 2 | certificate of title or manufacturer's certificate of origin; and | | |
| 3 | (B) May only obtain title to the motor vehicle through: | | |
| 4 | (i) A court order; or | | |
| 5 | (ii) The bonded title procedure of this state as set | | |
| 6 | forth under § 27-14-409(c)(1); or | | |
| 7 | (2) Presents a title or other ownership document from another | | |
| 8 | state that bears any of the following designations: | | |
| 9 | (A) Salvage; | | |
| 10 | (B) Prior salvage; | | |
| 11 | (C) Damaged; | | |
| 12 | (D) Prior damaged; | | |
| 13 | (E) Junked; | | |
| 14 | (F) Nonrepairable; or | | |
| 15 | (G) Any other designation that is substantially similar to | | |
| 16 | the designations stated in subdivision (b)(2) of this section. | | |
| 17 | (c)(1) The Department of Arkansas State Police shall perform vehicle | | |
| 18 | identification number verifications under this section. | | |
| 19 | (2) A vehicle identification number verification is only valid | | |
| 20 | under this section if it is performed by one (1) of the following: | | |
| 21 | (A) The Department of Arkansas State Police; | | |
| 22 | (B) A local law enforcement agency; or | | |
| 23 | (C) The department's designee. | | |
| 24 | (d)(1) The Department of Arkansas State Police, a local law | | |
| 25 | enforcement agency, or the department's designee may charge a fee for the | | |
| 26 | vehicle identification number verification not to exceed twenty-five dollars | | |
| 27 | (\$25.00). | | |
| 28 | (2) A fee owed to the Department of Arkansas State Police shall | | |
| 29 | <u>be:</u> | | |
| 30 | (A) Collected by the Revenue Division of the Department of | | |
| 31 | Finance and Administration at the time of application for title; and | | |
| 32 | (B) Deposited into the State Treasury as special revenue | | |
| 33 | to the credit of the Department of Arkansas State Police Fund. | | |
| 34 | (3) A fee owed to a local law enforcement agency or a designee | | |
| 35 | may be collected and retained by the agency or the designee at the time of | | |
| 36 | the inspection. | | |

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| 1 | (e) A designee under this section shall provide notice to the | | | |
|----|---|--|--|--|
| 2 | Department of Arkansas State Police as to which persons are conducting | | | |
| 3 | vehicle identification number verifications on behalf of the designee. | | | |
| 4 | (f) A local law enforcement agency or its employees are not required | | | |
| 5 | to perform vehicle identification number verifications under this section. | | | |
| 6 | (g)(1) The Department of Arkansas State Police shall adopt a form that | | | |
| 7 | is to be used for all vehicle identification number verifications in the | | | |
| 8 | state. | | | |
| 9 | (2) The Department of Arkansas State Police may adopt: | | | |
| 10 | (A) Reasonable rules to ensure that the verification | | | |
| 11 | process is available at convenient times and locations; or | | | |
| 12 | (B) Reasonable rules to ensure that the verification | | | |
| 13 | process does not unduly burden legitimate businesses or consumers in the | | | |
| 14 | state. | | | |
| 15 | (h) This section shall not apply to a motor vehicle registered as a | | | |
| 16 | <u>Class Two, Class Three, Class Four, Class Five, Class Six, Class Seven, or</u> | | | |
| 17 | Class Eight truck under § 27-14-601(a)(3). | | | |
| 18 | (i) If information is received from another state which indicates that | | | |
| 19 | a motor vehicle title issued by the Department of Finance and Administration | | | |
| 20 | under this chapter does not accurately reflect the designation of the status | | | |
| 21 | of a motor vehicle such as those provided under subdivision (b)(2) of this | | | |
| 22 | section, then the Office of Motor Vehicle of the Department of Finance and | | | |
| 23 | Administration may cancel the motor vehicle title and issue a title that | | | |
| 24 | correctly designates the status of the motor vehicle. | | | |
| 25 | | | | |
| 26 | SECTION 3. EMERGENCY CLAUSE. It is found and determined by the | | | |
| 27 | General Assembly of the State of Arkansas that the current vehicle | | | |
| 28 | identification number verification law is overbroad; that the law enforcement | | | |
| 29 | agencies and state police in border counties and municipalities in the state | | | |
| 30 | are being inundated with requests to inspect foreign vehicles; that the | | | |
| 31 | current law needs to be repealed and replaced with a limited vehicle | | | |
| 32 | identification number verification law that does not unduly burden legitimate | | | |
| 33 | businesses and consumers; and that this act is immediately necessary to | | | |
| 34 | streamline the vehicle identification number verification process and reduce | | | |
| 35 | the administrative workload of the Department of Arkansas State Police and | | | |
| 36 | local law enforcement agencies. Therefore, an emergency is declared to exist | | | |

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| 1 | and this act being immediately necessary for the preservation of the public | | | | |
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| 2 | peace, health, and safety shall become immediately effective on: | | | | |
| 3 | | (1) The date of its approval by the Governor; | | | |
| 4 | | (2) If the bill is neither approved nor vetoed by the Governor | , | | |
| 5 | <u>the expirat</u> | ion of the period of time during which the Governor may veto the | | | |
| 6 | <u>bill; or</u> | | | | |
| 7 | | (3) If the bill is vetoed by the Governor and the veto is | | | |
| 8 | overridden, | the date the last house overrides the veto. | | | |
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