SENATE BILL NO. 172–SENATOR DENIS

PREFILED FEBRUARY 13, 2017

Referred to Committee on Transportation

SUMMARY—Revises provisions relating to nonrepairable vehicles. (BDR 43-806)

FISCAL NOTE: Effect on Local Government: Increases or Newly Provides for Term of Imprisonment in County or City Jail or Detention Facility. Effect on the State: Yes.

EXPLANATION - Matter in *bolded italics* is new; matter between brackets {omitted material} is material to be omitted.

AN ACT relating to motor vehicles; authorizing the owner of a motor vehicle for which a nonrepairable vehicle certificate has been issued to apply to the Department of Motor Vehicles to have the motor vehicle deemed a salvage vehicle; providing a penalty; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 Existing law defines a nonrepairable vehicle as a motor vehicle other than an 23456789 abandoned vehicle that: (1) has value only as a source of parts or scrap metal; (2) has been designated by its owner for dismantling as a source of parts or scrap metal; (3) has been stripped of all body panels, doors, hatches, substantially all interior components and substantially all grill and light assemblies; or (4) has been burned, destroyed or otherwise damaged to such an extent that it cannot be returned to a condition which is legal for operation on the highways of this State. (NRS 487.760) Existing law provides that a nonrepairable vehicle may not be rebuilt. reconstructed or restored for operation on the highways of this State, and must be 10 processed as parts or scrap metal by a licensed automobile wrecker. (NRS 487.880) The Department of Motor Vehicles may not issue a salvage title for a nonrepairable 11 12 13 vehicle. (NRS 487.810) Except for a nonrepairable vehicle, a vehicle for which a salvage title has been issued may subsequently be registered if it is inspected by certain licensed or registered persons and certified to be in a safe mechanical condition and equipped with all safety equipment required by the manufacturer. 14 15 16 (NRS 487.860) Section 1 of this bill authorizes the owner of a motor vehicle for 17 which a nonrepairable vehicle certificate has been issued to apply to the 18 Department to have the motor vehicle deemed a salvage vehicle. The applicant 19 must submit to the Department evidence satisfactory to the Department that the 20 21 motor vehicle is not a nonrepairable vehicle. If the application is granted, the motor vehicle is deemed a salvage vehicle for all purposes, including applying for a





salvage title. Section 6 of this bill makes falsification of an application to have a

22 23 motor vehicle deemed a salvage vehicle a gross misdemeanor. Sections 2-5 of this

24 bill make conforming changes.

> THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 **Section 1.** Chapter 487 of NRS is hereby amended by adding 2 thereto a new section to read as follows:

3 1. A person who owns a motor vehicle for which a nonrepairable vehicle certificate has been issued may apply to the 4 Department to have the motor vehicle deemed a salvage vehicle for 5 all purposes, including, without limitation, the issuance of a 6 salvage title pursuant to NRS 487.810 or 487.820. 7

The Department shall grant an application to deem a 8 2. motor vehicle a salvage vehicle pursuant to subsection 1 if the 9 person submits an application on a form prescribed by the 10 Department and evidence satisfactory to the Department that 11 12 the motor vehicle is not a nonrepairable vehicle.

Upon a determination by the Department to grant an 13 3. application pursuant to subsection 2, the motor vehicle is for all 14 purposes deemed a salvage vehicle. 15

4. As used in this section, "nonrepairable vehicle certificate" 16 17 means:

18 (a) A nonrepairable vehicle certificate issued by the 19 **Department**; or

20 (b) A certificate, title or other document issued by another state that the Department determines is substantially similar to a 21 nonrepairable vehicle certificate issued by the Department. 22

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Sec. 2. NRS 487.710 is hereby amended to read as follows:

487.710 As used in NRS 487.710 to 487.890, inclusive, and 24 section 1 of this act, unless the context otherwise requires, the 25 words and terms defined in NRS 487.720 to 487.790, inclusive, 26 27 have the meanings ascribed to them in those sections. 28

Sec. 3. NRS 487.760 is hereby amended to read as follows:

29 487.760 1. "Nonrepairable vehicle" means a motor vehicle other than an abandoned vehicle, as defined in NRS 487.210, that: 30 31

[1.] (a) Has value only as a source of parts or scrap metal;

32 (2.) (b) Has been designated by its owner for dismantling as a 33 source of parts or scrap metal;

[3.] (c) Has been stripped of all body panels, doors, hatches, 34 substantially all interior components and substantially all grill and 35 light assemblies; or 36





[4.] (d) Has been burned, destroyed or otherwise damaged to 1 2 such an extent that it cannot be returned to a condition which is legal for operation on the highways of this State. 3 The term does not include a motor vehicle that is deemed a 4 *2*. salvage vehicle pursuant to section 1 of this act. 5 Sec. 4. NRS 487.770 is hereby amended to read as follows: 6 487.770 "Salvage vehicle" means a motor vehicle that [at]: 7 At any time has been declared a total loss vehicle, flood-8 1. 9 damaged vehicle, nonrepairable vehicle or had "salvage" or a similar word or designation placed on any title issued for the vehicle 10 11 **...;** *or* 12 2. Is deemed a salvage vehicle pursuant to section 1 of this 13 act. 14 **Sec. 5.** NRS 487.880 is hereby amended to read as follows: 15 487.880 [A] Except as otherwise provided in section 1 of this 16 *act*, *a* nonrepairable vehicle: 17 Must be processed as parts or scrap metal by a licensed 1. automobile wrecker. 18 19 May not be rebuilt, reconstructed or restored for operation 2. 20 on the highways of this State. 3. Must be issued a certificate by the state agency which 21 indicates that it is a nonrepairable vehicle before any ownership 22 interest in the vehicle may be transferred. 23 **Sec. 6.** NRS 108.365 is hereby amended to read as follows: 24 25 108.365 Any person is guilty of a gross misdemeanor who 26 knowingly: 1. Makes or causes to be made a false entry on any affidavit of 27 lien sale or on any lien sale registration certificate for a motor 28 29 vehicle: 30 2. Makes or causes to be made a false entry on a certificate of 31 title as to ownership or any security interest that may exist in a 32 motor vehicle; 33 3. Fails to disclose any information which would indicate that a vehicle sold or offered for sale is or should be considered a salvage 34 35 or nonrepairable vehicle; or 36 4. Falsifies or causes to be falsified an application or other document submitted to the Department of Motor Vehicles to : 37 38 [obtain:] (a) [A] Obtain: 39 40 (1) A certificate of title or ownership; or (b) (2) A salvage title or a certificate which indicates that the 41 vehicle is nonrepairable as defined in chapter 487 of NRS H; or 42 43 (b) Have a motor vehicle deemed a salvage vehicle pursuant to 44 section 1 of this act.





1 Sec. 7. This act becomes effective:

1. Upon passage and approval for the purposes of adopting regulations and performing any other preparatory administrative tasks that are necessary to carry out the provisions of this act; and 2. On January 1, 2018, for all other purposes.

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