# ASSEMBLY BILL NO. 177-ASSEMBLYMAN YEAGER

# FEBRUARY 18, 2019

## Referred to Committee on Growth and Infrastructure

SUMMARY—Revises provisions governing short-term lessors of vehicles. (BDR 43-88)

FISCAL NOTE: Effect on Local Government: No. 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; requiring the Department of Motor Vehicles to establish a program to allow for electronic registration and renewal of registration of certain fleets of vehicles owned by short-term lessors; allowing certificates of registration and license plate decals to continue to be valid without replacement in certain circumstances; and providing other matters properly relating thereto.

#### Legislative Counsel's Digest:

Under existing law, applications for the registration of a vehicle must generally be made to the Department of Motor Vehicles in person, if practicable, and must be made upon an application form furnished by the Department. (NRS 482.215) Such registration is valid for a period of 12 consecutive months, except that the owner of a fleet of vehicles may register the fleet on the basis of a calendar year. (NRS 482.206) Upon registration and payment of all applicable registration and governmental services taxes, the Department issues a certificate of registration, which must be renewed upon the expiration of the registration period. (NRS 482.260, 482.280) Upon renewal the Department may issue one or more license plate stickers. (NRS 482.265)

11 Section 1 of this bill requires the Department to establish a vehicle registration 12 13 program which allows a short-term lessor to register and renew the registration of a fleet of vehicles through electronic applications and payment. The Department is 14 required to issue to a vehicle registered in such a manner a permanent certificate of 15 registration and a permanent decal for the license plate, which remain valid for as 16 long as the short-term lessor continues to renew the registration and maintain the 17 vehicle in the fleet. The Department must provide electronic notification to the 18 short-term lessor of the renewal requirements for each vehicle in the fleet. A short-19 term lessor that participates in the fleet registration program must pay the annual 20 renewal fees and governmental services taxes required for each vehicle registered





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21 22 in this State, and must notify the Department if a vehicle is removed from the fleet.

Sections 2-9 of this bill make conforming changes.

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

**Section 1.** Chapter 482 of NRS is hereby amended by adding 1 2 thereto a new section to read as follows:

3 The Department shall establish a vehicle registration 1. 4 program for short-term lessors that have a fleet of vehicles 5 registered in this State to allow the short-term lessors which satisfy 6 the requirements for eligibility established by the Department to 7 electronically submit to the Department:

8 (a) Applications for initial registration of vehicles added to the 9 fleet, which must include, without limitation, the information 10 required by subsection 2, if applicable, and NRS 482.295.

(b) Applications for the renewal of the registration of vehicles 11 in the fleet, including, without limitation, the information required 12 13 by NRS 482.295.

14 (c) Payment of the registration fees and governmental services 15 taxes due for the initial registration and renewal of vehicles in the fleet, including, without limitation, any sales or use tax due 16 pursuant to NRS 482.225. 17

2. An application for initial registration pursuant to this 18 section for a new vehicle is not required to be accompanied by a 19 manufacturer's certificate of origin or a manufacturer's statement 20 21 of origin but must be accompanied by a statement of the place of 22 origin of the vehicle being registered that is satisfactory to the 23 Department.

24 3. The Department shall issue for each vehicle in the fleet of 25 a short-term lessor that is registered pursuant to this section a: 26

(a) Certificate of registration; and

27 (b) Decal indicating the registration status of the vehicle 28 pursuant to the program, which must be affixed to the license plate of each vehicle. 29

30 4. A certificate of registration and decal issued pursuant to this section are valid for the vehicle until the vehicle is no longer a 31 32 part of the fleet of the short-term lessor, unless the short-term 33 lessor fails to renew the registration. The short-term lessor must 34 not be required to display on the license plate of a vehicle 35 registered pursuant to this section the month and year on which 36 the registration expires.

The Department shall provide to a short-term lessor that 37 5. participates in the program established pursuant to subsection 1 38 39 electronic notice of the required renewal of registration for a





1 vehicle in the fleet, which must be sent at least 30 days before 2 payment is due. Notification sent pursuant to this subsection must 3 include the information required pursuant to subsection 3 of NRS

4 482.280 for other renewals.

5 6. A short-term lessor that participates in the program 6 established pursuant to subsection 1 must:

7 (a) Pay annually the renewal fees and governmental services 8 taxes required for each fleet vehicle registered in this State.

9 (b) Upon removing a vehicle from the fleet, notify the Department. 10

11 7. Any vehicle having a declared gross weight in excess of 12 26,000 pounds is not eligible to be registered as part of a fleet pursuant to this section. 13

14 The Department shall adopt regulations necessary to carry 8. out the provisions of this section. The regulations must include, 15 16 without limitation, the number of vehicles that a short-term lessor 17 must possess as part of the fleet to participate in the program. 18

Sec. 2. NRS 482.206 is hereby amended to read as follows:

19 482.206 1. Except as otherwise provided in this section and 20 NRS 482.2065 **[]** and section 1 of this act, every motor vehicle, except for a motor vehicle that is registered pursuant to the 21 provisions of NRS 706.801 to 706.861, inclusive, and except for a 22 23 full trailer or semitrailer that is registered pursuant to subsection 3 of NRS 482.483 or a moped registered pursuant to NRS 482.2155, 24 25 must be registered for a period of 12 consecutive months beginning 26 the day after the first registration by the owner in this State.

27 Except as otherwise provided in subsections 7 and 8 and 2. NRS 482.2065, every vehicle registered by an agent of the 28 29 Department or a registered dealer must be registered for 12 30 consecutive months beginning the first day of the month after the 31 first registration by the owner in this State.

32 3. Except as otherwise provided in subsection 7 and NRS 482.2065 [] and section 1 of this act, a vehicle which must be 33 34 registered through the Motor Carrier Division of the Department, or 35 a motor vehicle which has a declared gross weight in excess of 36 26,000 pounds, must be registered for a period of 12 consecutive 37 months beginning on the date established by the Department by 38 regulation.

39 4. Upon the application of the owner of a fleet of vehicles, the 40 Director may permit the owner to register the fleet on the basis of a 41 calendar year.

42 5. Except as otherwise provided in subsections 3, 6, 7 and 8, 43 when the registration of any vehicle is transferred pursuant to NRS 44 482.399, the expiration date of each regular license plate, special 45 license plate or substitute decal must, at the time of the transfer of





registration, be advanced for a period of 12 consecutive months 1 2 beginning:

3 (a) The first day of the month after the transfer, if the vehicle is 4 transferred by an agent of the Department; or

5 (b) The day after the transfer in all other cases,

6  $\rightarrow$  and a credit on the portion of the fee for registration and 7 the governmental services tax attributable to the remainder of the 8 current period of registration must be allowed pursuant to the 9 applicable provisions of NRS 482.399.

10 When the registration of any trailer that is registered for a 3-6. year period pursuant to NRS 482.2065 is transferred pursuant to 11 12 NRS 482.399, the expiration date of each license plate or substitute decal must, at the time of the transfer of the registration, be 13 14 advanced, if applicable pursuant to NRS 482.2065, for a period of 3 15 consecutive years beginning:

16 (a) The first day of the month after the transfer, if the trailer is 17 transferred by an agent of the Department; or

(b) The day after the transfer in all other cases,

19  $\hookrightarrow$ and a credit on the portion of the fee for registration and 20 the governmental services tax attributable to the remainder of the 21 current period of registration must be allowed pursuant to the 22 applicable provisions of NRS 482.399.

7. A full trailer or semitrailer that is registered pursuant to 23 24 subsection 3 of NRS 482.483 is registered until the date on which 25 the owner of the full trailer or semitrailer:

26 (a) Transfers the ownership of the full trailer or semitrailer; or

27 (b) Cancels the registration of the full trailer or semitrailer and 28 surrenders the license plates to the Department.

29 8. A moped that is registered pursuant to NRS 482.2155 is 30 registered until the date on which the owner of the moped:

31 (a) Transfers the ownership of the moped; or

32 (b) Cancels the registration of the moped and surrenders the 33 license plate to the Department. 34

**Sec. 3.** NRS 482.215 is hereby amended to read as follows:

35 482.215 1. Except as otherwise provided in NRS 482.2155 36 and section 1 of this act, all applications for registration, except 37 applications for renewal of registration, must be made as provided in 38 this section.

Except as otherwise provided in NRS 482.294 [] and 39 2. 40 *section 1 of this act*, applications for all registrations, except renewals of registration, must be made in person, if practicable, to 41 42 any office or agent of the Department or to a registered dealer.

43 3. Each application must be made upon the appropriate form 44 furnished by the Department and contain:





1 (a) The signature of the owner, except as otherwise provided in 2 subsection 2 of NRS 482.294, if applicable.

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(b) The owner's residential address.

4 (c) The owner's declaration of the county where he or she 5 intends the vehicle to be based, unless the vehicle is deemed to have 6 no base. The Department shall use this declaration to determine the 7 county to which the governmental services tax is to be paid.

8 (d) A brief description of the vehicle to be registered, including 9 the name of the maker, the engine, identification or serial number, 10 whether new or used, and the last license number, if known, and the 11 state in which it was issued, and upon the registration of a new 12 vehicle, the date of sale by the manufacturer or franchised and 13 licensed dealer in this State for the make to be registered to the 14 person first purchasing or operating the vehicle.

15 (e) Except as otherwise provided in this paragraph, if the 16 applicant is not an owner of a fleet of vehicles or a person described 17 in subsection 5:

18 (1) Proof satisfactory to the Department or registered dealer 19 that the applicant carries insurance on the vehicle provided by an 20 insurance company licensed by the Division of Insurance of the 21 Department of Business and Industry and approved to do business in 22 this State as required by NRS 485.185; and

(2) A declaration signed by the applicant that he or she will
maintain the insurance required by NRS 485.185 during the period
of registration. If the application is submitted by electronic means
pursuant to NRS 482.294, the applicant is not required to sign the
declaration required by this subparagraph.

(f) If the applicant is an owner of a fleet of vehicles or a person
described in subsection 5, evidence of insurance provided by an
insurance company licensed by the Division of Insurance of the
Department of Business and Industry and approved to do business in
this State as required by NRS 485.185:

(1) In the form of a certificate of insurance on a formapproved by the Commissioner of Insurance;

(2) In the form of a card issued pursuant to NRS 690B.023
which identifies the vehicle or the registered owner of the vehicle;
or

(3) In another form satisfactory to the Department, including,
without limitation, an electronic format authorized by
NRS 690B.023.

41  $\rightarrow$  The Department may file that evidence, return it to the applicant 42 or otherwise dispose of it.

43 (g) If required, evidence of the applicant's compliance with 44 controls over emission.





(h) If the application for registration is submitted via the 1 2 Internet, a statement which informs the applicant that he or she may 3 make a nonrefundable monetary contribution of \$2 for each vehicle registered for the Complete Streets Program, if any, created pursuant 4 5 to NRS 244.2643, 277A.285 or 403.575, as applicable, based on the 6 declaration made pursuant to paragraph (c). The application form 7 must state in a clear and conspicuous manner that a contribution for 8 a Complete Streets Program is nonrefundable and voluntary and is 9 in addition to any fees required for registration, and must include a 10 method by which the applicant must indicate his or her intention to opt in or opt out of making such a contribution. 11

4. The application must contain such other information as is required by the Department or registered dealer and must be accompanied by proof of ownership satisfactory to the Department.

5. For purposes of the evidence required by paragraph (f) of subsection 3:

17 (a) Vehicles which are subject to the fee for a license and the 18 requirements of registration of the Interstate Highway User Fee 19 Apportionment Act, and which are based in this State, may be 20 declared as a fleet by the registered owner thereof on his or her 21 original application for or application for renewal of a proportional 22 registration. The owner may file a single certificate of insurance 23 covering that fleet.

(b) Other fleets composed of 10 or more vehicles based in this
State or vehicles insured under a blanket policy which does not
identify individual vehicles may each be declared annually as a fleet
by the registered owner thereof for the purposes of an application
for his or her original or any renewed registration. The owner may
file a single certificate of insurance covering that fleet.

30 (c) A person who qualifies as a self-insurer pursuant to the 31 provisions of NRS 485.380 may file a copy of his or her certificate 32 of self-insurance.

(d) A person who qualifies for an operator's policy of liability
insurance pursuant to the provisions of NRS 485.186 and 485.3091
may file or provide electronic evidence of that insurance.

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Sec. 4. NRS 482.240 is hereby amended to read as follows:

482.240 1. [Upon] Except as otherwise provided in section 1
 of this act, upon the registration of a vehicle, the Department or a
 registered dealer shall issue a certificate of registration to the owner.

40 2. When an applicant for registration or transfer of registration 41 is unable, for any reason, to submit to the Department in support of 42 the application for registration, or transfer of registration, such 43 documentary evidence of legal ownership as, in the opinion of the 44 Department, is sufficient to establish the legal ownership of the 45 vehicle concerned in the application for registration or transfer of





1 registration, the Department may issue to the applicant only a 2 certificate of registration.

3 3. The Department may, upon proof of ownership satisfactory 4 to it or pursuant to NRS 482.2605, issue a certificate of title before 5 the registration of the vehicle concerned. The certificate of 6 registration issued pursuant to this chapter is valid only during the 7 registration period or calendar year for which it is issued, and a 8 certificate of title is valid until cancelled by the Department upon 9 the transfer of interest therein.

**Sec. 5.** NRS 482.260 is hereby amended to read as follows:

11 482.260 1. When registering a vehicle, the Department and 12 its agents or a registered dealer shall:

13 (a) Collect the fees for license plates and registration as 14 provided for in this chapter.

15 (b) Collect the governmental services tax on the vehicle, as 16 agent for the State and for the county where the applicant intends to 17 base the vehicle for the period of registration, unless the vehicle is 18 deemed to have no base.

(c) Collect the applicable taxes imposed pursuant to chapters372, 374, 377 and 377A of NRS.

(d) [Issue] Except as otherwise provided in section 1 of this act,
 *issue* a certificate of registration.

(e) If the registration is performed by the Department, issue theregular license plate or plates.

(f) If the registration is performed by a registered dealer, provide
information to the owner regarding the manner in which the regular
license plate or plates will be made available to the owner.

28 2. Upon proof of ownership satisfactory to the Director or as 29 otherwise provided in NRS 482.2605, the Director shall cause to be 30 issued a certificate of title as provided in this chapter.

31 3. Except as otherwise provided in NRS 371.070 and 32 subsections 6, 7 and 8, every vehicle being registered for the first 33 time in Nevada must be taxed for the purposes of the governmental 34 services tax for a 12-month period.

4. The Department shall deduct and withhold 2 percent of the taxes collected pursuant to paragraph (c) of subsection 1 and remit the remainder to the Department of Taxation.

5. A registered dealer shall forward all fees and taxes collected for the registration of vehicles to the Department.

40 6. A trailer being registered pursuant to NRS 482.2065 must be 41 taxed for the purposes of the governmental services tax for a 3-year 42 period.

43 7. A full trailer or semitrailer being registered pursuant to
44 subsection 3 of NRS 482.483 must be taxed for the purposes of the
45 governmental services tax in the amount of \$86. The governmental





services tax paid pursuant to this subsection is nontransferable and
 nonrefundable.

8. A moped being registered pursuant to NRS 482.2155 must be taxed for the purposes of the governmental services tax for only the 12-month period following the registration. The governmental services tax paid pursuant to this subsection is nontransferable and nonrefundable.

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**Sec. 6.** NRS 482.265 is hereby amended to read as follows:

9 482.265 1. The Department shall furnish to every owner whose vehicle is registered two license plates for a motor vehicle 10 other than a motorcycle or moped and one license plate for all other 11 12 vehicles required to be registered hereunder. Except as otherwise provided in NRS 482.2155 [] and section 1 of this act, upon 13 14 renewal of registration, the Department may issue one or more 15 license plate stickers, tabs or other suitable devices in lieu of new 16 license plates.

2. Except as otherwise provided in NRS 482.2065, 482.266, 482.2705, 482.274, 482.379 and 482.37091, every 8 years the Department shall reissue a license plate or plates at the time of renewal of each license plate or plates issued pursuant to this chapter. The Director may adopt regulations to provide procedures for such reissuance.

3. The Director shall have the authority to require the return to
the Department of all number plates upon termination of the lawful
use thereof by the owner under this chapter.

4. Except as otherwise specifically provided by statute, for the issuance of each special license plate authorized pursuant to this chapter:

(a) The fee to be received by the Department for the initial
issuance of the special license plate is \$35, exclusive of any
additional fee which may be added to generate funds for a particular
cause or charitable organization;

(b) The fee to be received by the Department for the renewal of
the special license plate is \$10, exclusive of any additional fee
which may be added to generate financial support for a particular
cause or charitable organization; and

(c) The Department shall not design, prepare or issue a special
license plate unless, within 4 years after the date on which the
measure authorizing the issuance becomes effective, it receives at
least 250 applications for the issuance of that plate.

41 5. The provisions of subsection 4 do not apply to 42 NRS 482.37901.





1 Sec. 7. NRS 482.270 is hereby amended to read as follows:

482.270 1. Except as otherwise provided in this section or by
specific statute, the Director shall order the redesign and preparation
of motor vehicle license plates.

5 2. Except as otherwise provided in subsection 3, the 6 Department may, upon the payment of all applicable fees, issue 7 redesigned motor vehicle license plates.

8 3. The Department shall not issue redesigned motor vehicle 9 license plates pursuant to this section to a person who was issued 10 motor vehicle license plates before January 1, 1982, or pursuant to 11 NRS 482.2155, 482.3747, 482.3763, 482.3783, 482.379 or 12 482.37901, without the approval of the person.

The Director may determine and vary the size, shape and 13 4. 14 form and the material of which license plates are made, but each 15 license plate must be of sufficient size to be plainly readable from a 16 distance of 100 feet during daylight. All license plates must be 17 treated to reflect light and to be at least 100 times brighter than 18 conventional painted number plates. When properly mounted on an 19 unlighted vehicle, the license plates, when viewed from a vehicle 20 equipped with standard headlights, must be visible for a distance of 21 not less than 1,500 feet and readable for a distance of not less than 22 110 feet.

5. Every license plate must have displayed upon it:

(a) The registration number, or combination of letters andnumbers, assigned to the vehicle and to the owner thereof;

26 (b) The name of this State, which may be abbreviated;

27 (c) If issued for a calendar year, the year; and

(d) [H] Except as otherwise provided in section 1 of this act, if
 issued for a registration period other than a calendar year, the month
 and year the registration expires.

6. Each special license plate that is designed, prepared and issued pursuant to NRS 482.367002 must be designed and prepared in such a manner that:

(a) The left-hand one-third of the plate is the only part of the
plate on which is displayed any design or other insignia that is
suggested pursuant to paragraph (g) of subsection 2 of that section;
and

(b) The remainder of the plate conforms to the requirements forlettering and design that are set forth in this section.

40 Sec. 8. NRS 482.280 is hereby amended to read as follows:

41 482.280 1. Except as otherwise provided in NRS 482.2155, 42 the registration of every vehicle expires at midnight on the day 43 specified on the receipt of registration, unless the day specified falls 44 on a Saturday, Sunday or legal holiday. If the day specified on the 45 receipt of registration is a Saturday, Sunday or legal holiday, the





registration of the vehicle expires at midnight on the next judicial 1 2 day. [The] Except as otherwise provided in section 1 of this act, the 3 Department shall mail to each holder of a certificate of registration a 4 notification for renewal of registration for the following period of 5 registration. The notifications must be mailed by the Department in 6 sufficient time to allow all applicants to mail the notifications to the 7 Department or to renew the certificate of registration at a kiosk or 8 authorized inspection station or via the Internet or an interactive 9 response system and to receive new certificates of registration and 10 license plates, stickers, tabs or other suitable devices by mail before 11 the expiration of their registrations. An applicant may present or 12 submit the notification to any agent or office of the Department. 13 2. A notification: 14 (a) Mailed or presented to the Department or to a county 15 assessor pursuant to the provisions of this section; 16 (b) Submitted to the Department pursuant to NRS 482.294; or 17 (c) Presented to an authorized inspection station or authorized 18 station pursuant to the provisions of NRS 482.281, 19  $\rightarrow$  must include, if required, evidence of compliance with standards 20 for the control of emissions. 21 The Department shall include with each notification mailed 3. 22 pursuant to subsection 1: 23 (a) The amount of the governmental services tax to be collected 24 pursuant to the provisions of NRS 482.260. 25 (b) The amount set forth in a notice of nonpayment filed with the Department by a local authority pursuant to NRS 484B.527. 26 27 (c) A statement which informs the applicant: 28 (1) That, pursuant to NRS 485.185, the applicant is legally 29 required to maintain insurance during the period in which the motor 30 vehicle is registered which must be provided by an insurance 31 company licensed by the Division of Insurance of the Department of 32 Business and Industry and approved to do business in this State; and 33 (2) Of any other applicable requirements set forth in chapter 34 485 of NRS and any regulations adopted pursuant thereto. 35 (d) A statement which informs the applicant that, if the applicant 36 renews a certificate of registration at a kiosk or via the Internet, he 37 or she may make a nonrefundable monetary contribution of \$2 for 38 each vehicle registration renewed for the Complete Streets Program, 39 if any, created pursuant to NRS 244.2643, 277A.285 or 403.575, as 40 applicable, based on the declaration made pursuant to paragraph (c) of subsection 3 of NRS 482.215. The notification must state in a 41 42 clear and conspicuous manner that a contribution for a Complete 43 Streets Program is nonrefundable and voluntary and is in addition to 44 any fees required for registration.





(e) Any amount due for reissuance of a license plate or a plate 1 2 reissued pursuant to subsection 2 of NRS 482.265, if applicable.

3 4. An application for renewal of a certificate of registration 4 submitted at a kiosk or via the Internet must include a statement 5 which informs the applicant that he or she may make a nonrefundable monetary contribution of \$2, for each vehicle 6 7 registration which is renewed at a kiosk or via the Internet, for the Complete Streets Program, if any, created pursuant to NRS 8 9 244.2643, 277A.285 or 403.575, as applicable, based on the declaration made pursuant to paragraph (c) of subsection 3 of NRS 10 11 482.215. The application must state in a clear and conspicuous 12 manner that a contribution for a Complete Streets Program is nonrefundable and voluntary and is in addition to any fees required 13 14 for registration, and must include a method by which the applicant 15 must indicate his or her intention to opt in or opt out of making such 16 a contribution.

17 5. Except as otherwise provided in NRS 482.2918, an owner 18 who has made proper application for renewal of registration before 19 the expiration of the current registration but who has not received 20 the license plate or plates or card of registration for the ensuing 21 period of registration is entitled to operate or permit the operation of 22 that vehicle upon the highways upon displaying thereon the license 23 plate or plates issued for the preceding period of registration for 24 such a time as may be prescribed by the Department as it may find 25 necessary for the issuance of the new plate or plates or card of 26 registration.

27 NRS 482.423 is hereby amended to read as follows: Sec. 9.

28 482.423 1. [When] Except as otherwise provided in section 29 1 of this act, when a new vehicle is sold in this State for the first 30 time, the seller shall complete and submit to the Department a 31 manufacturer's certificate of origin or a manufacturer's statement of 32 origin and, unless the vehicle is sold to a dealer who is licensed to 33 sell the vehicle, transmit electronically to the Department a dealer's 34 report of sale. The dealer's report of sale must be transmitted 35 electronically to the Department in the manner required by the 36 Department and must include:

- 37
- (a) A description of the vehicle; 38 (b) The name and address of the seller; and
- 39 (c) The name and address of the buyer.

40 2. If, in connection with the sale, a security interest is taken or retained by the seller to secure all or part of the purchase price, or a 41 42 security interest is taken by a person who gives value to enable the 43 buyer to acquire rights in the vehicle, the name and address of the secured party or his or her assignee must be included in the dealer's 44





report of sale and on the manufacturer's certificate or statement of
 origin.

3 3. Unless an extension of time is granted by the Department, 4 the seller shall:

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(a) Collect the fees set forth in NRS 482.429 for:

6 (1) A certificate of title for a vehicle registered in this State; 7 and

(2) The processing of the dealer's report of sale; and

9 (b) Within 20 days after the electronic transmission to the 10 Department of the dealer's report of sale:

11 (1) Submit to the Department the manufacturer's certificate 12 or statement of origin; and

13 (2) Remit to the Department the fees collected pursuant to 14 paragraph (a).

4. Upon entering into a contract or other written agreement for the sale of a new vehicle, the seller shall affix a temporary placard to the rear of the vehicle. Only one temporary placard may be issued for the vehicle. The temporary placard must:

(a) Be in a form prescribed by the Department;

20 (b) Be made of a material appropriate for use on the exterior of a 21 vehicle;

(c) Be free from foreign materials and clearly visible from therear of the vehicle; and

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(d) Include the date of its expiration.

5. Compliance with the requirements of subsection 4 permits the vehicle to be operated for a period not to exceed 30 days after the execution of a written agreement to purchase or the contract of sale, whichever occurs first. Upon the issuance of the certificate of registration and license plates for the vehicle or the expiration of the temporary placard, whichever occurs first, the buyer shall remove the temporary placard from the rear of the vehicle.

6. For the purposes of establishing compliance with the period required by paragraph (b) of subsection 3, the Department shall use the date on which the dealer's report of sale was transmitted electronically to the Department as the beginning date of the 20-day period.

7. Upon execution of all the documents necessary to complete
the sale of a vehicle, including, without limitation, the financial
documents, the dealer shall complete the dealer's report of sale and
furnish a copy of the information included therein to the buyer not
less than 10 days before the expiration of the temporary placard.

42 8. The provisions of this section do not apply to kit trailers.

43 **Sec. 10.** The Department of Motor Vehicles:

1. Shall adopt the regulations required by section 1 of this act as soon as practicable, but in any case not later than July 1, 2020.





1 2. Shall, in adopting the regulations required by section 1 of 2 this act, require a short-term lessor to have at least 200 vehicles in 3 its fleet of vehicles to participate in the vehicle registration program 4 established pursuant to section 1 of this act, except that the 5 Department may, any time after January 1, 2021, require fewer 6 vehicles if it is determined appropriate by the Department.

7 Sec. 11. This act becomes effective:

8 1. Upon passage and approval for the purpose of adopting 9 regulations and performing any other preparatory administrative 10 tasks that are necessary to carry out the provisions of this act; and

11 2. On July 1, 2020, for all other purposes.



