1	STATE OF OKLAHOMA
2	1st Session of the 55th Legislature (2015)
3	COMMITTEE SUBSTITUTE FOR ENGROSSED
4	SENATE BILL NO. 592 By: Anderson and Pittman of the Senate
5	and
6	
7	Grau of the House
8	
9	
10	COMMITTEE SUBSTITUTE
11	An Act relating to motor vehicles; amending 47 O.S. 2011, Section 583, as last amended by Section 11,
12	Chapter 4, O.S.L. 2014 (47 O.S. Supp. 2014, Section 583), which relates to licenses, fees, fines, and
13	bonds; deleting certain maximum fine; modifying license renewals; changing licenses to two-year term
14	on certain date; phasing in license term changes; doubling certain fees; requiring certain auctions to
15 16	remit certain fee; stating procedure; setting fees; exempting governmental entities; amending 47 O.S.
10	2011, Sections 591.4, 591.5, 591.9, 591.10, 591.11 and 1137.1, which relate to fees, bid identification cards, salvage pools, and temporary licenses;
18	deleting buyer identification cards; increasing certain fees; modifying language; amending 47 O.S.
10	2011, Section 12-506, which relates to violation and
20	penalty of the Odometer Setting Act; modifying charge and penalty; and providing an effective date.
20	
22	
23	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
24	

SECTION 1. AMENDATORY 47 O.S. 2011, Section 583, as last
 amended by Section 11, Chapter 4, O.S.L. 2014 (47 O.S. Supp. 2014,
 Section 583), is amended to read as follows:

Section 583. A. 1. It shall be unlawful and constitute a 4 5 misdemeanor for any person to engage in business as, or serve in the capacity of, or act as a used motor vehicle dealer, used motor 6 7 vehicle salesperson, wholesale used motor vehicle dealer, manufactured home dealer, restricted manufactured home park dealer, 8 9 manufactured home salesperson, manufactured home installer, or 10 manufactured home manufacturer selling directly to a licensed manufactured home dealer in this state without first obtaining a 11 12 license or following other requirements therefor as provided in this 13 section.

14 2. Any person engaging, acting, or serving in the a. 15 capacity of a used motor vehicle dealer and/or a used 16 motor vehicle salesperson, a manufactured home dealer, 17 restricted manufactured home park dealer, manufactured 18 home salesperson, a manufactured home installer, or a 19 manufactured home manufacturer, or having more than 20 one place where any such business, or combination of 21 businesses, is carried on or conducted shall be 22 required to obtain and hold a current license for each 23 such business, in which engaged.

24

- b. A used motor vehicle dealer's license shall authorize
 one person to sell without a salesperson's license in
 the event such person shall be the owner of a
 proprietorship, or the person designated as principal
 in the dealer's franchise or the managing officer or
 one partner if no principal person is named in the
 franchise.
- с. If after a hearing in accordance with the provisions 8 9 of Section 585 of this title, the Oklahoma Used Motor 10 Vehicle and Parts Commission shall find any person 11 installing a mobile or manufactured home to be in 12 violation of any of the provisions of this act, such 13 person may be subject to an administrative fine of not 14 more than Five Hundred Dollars (\$500.00) for each 15 violation. Each day a person is in violation of this 16 act may constitute a separate violation. The maximum 17 fine shall not exceed One Thousand Dollars 18 (\$1,000.00). All administrative fines collected 19 pursuant to the provisions of this subparagraph shall 20 be deposited in the fund established in Section 582 of 21 this title. Administrative fines imposed pursuant to 22 this subparagraph may be enforceable in the district 23 courts of this state.
- 24

1

d. A salesperson's license may not be issued under a wholesale used motor vehicle dealer's license.

2

3 3. Any person except persons penalized by administrative fine 4 violating the provisions of this section shall, upon conviction, be 5 fined not to exceed Five Hundred Dollars (\$500.00). A second or 6 subsequent conviction shall be punished by a fine not to exceed One 7 Thousand Dollars (\$1,000.00); provided that each day such unlicensed 8 person violates this section shall constitute a separate offense, 9 and any vehicle involved in a violation of this subsection shall be 10 considered a separate offense.

11 Β. 1. Applications for licenses required to be obtained under 12 provisions of this act, Section 581 et seq. of this title, which 13 creates the Oklahoma Used Motor Vehicle and Parts Commission shall 14 be verified by the oath or affirmation of the applicant and shall be 15 on forms prescribed by the Commission and furnished to the 16 applicants, and shall contain such information as the Commission 17 deems necessary to enable it to fully determine the qualifications 18 and eligibility of the several applicants to receive the license or 19 licenses applied for. The Commission shall require in the 20 application, or otherwise, information relating to:

21

22

a. the applicant's financial standing,

b. the applicant's business integrity,

c. whether the applicant has an established place of
 business and is engaged in the pursuit, avocation, or

- business for which a license, or licenses, is applied
 for,
- d. whether the applicant is able to properly conduct the
 business for which a license, or licenses, is applied
 for, and
- e. such other pertinent information consistent with the
 safeguarding of the public interest and the public
 welfare.

9 2. All applications for license or licenses shall be
10 accompanied by the appropriate fee or fees in accordance with the
11 schedule hereinafter provided. In the event any application is
12 denied and the license applied for is not issued, the entire license
13 fee shall be returned to the applicant.

14 3. All bonds and licenses issued under the provisions of this 15 act shall expire on December 31, following the date of issue and 16 shall be nontransferable. All applications for renewal of licenses 17 should shall be submitted by November 1 of each year of expiration, 18 and licenses for completed renewals received by November 1 shall be 19 issued by January 10. If applications have not been made for 20 renewal of licenses, such licenses shall expire on December 31 and 21 it shall be illegal for any person to represent himself or herself 22 and act as a dealer thereafter. Tag agents shall be notified not to 23 accept dealers' titles until such time as licenses have been issued. 24 Except as provided herein, beginning January 1, 2016, all licenses

1 shall be issued for a period of two (2) years and the appropriate
2 fees shall be assessed.

3	<u>a</u>	. Any license issued before January 1, 2016, and ending
4		in an even number shall expire on December 31, 2016.
5		Application for renewal of such license shall be for a
6		period of two (2) years and the appropriate fee shall
7		be assessed.

<u>b.</u> Any license issued before January 1, 2016, and ending
 <u>in an uneven or odd number shall expire December 31,</u>
 <u>2017. All applicants for renewal of such license</u>
 <u>before January 1, 2016, shall pay the appropriate two-</u>
 year license fee.

13 4. A used motor vehicle salesperson's license shall permit the 14 licensee to engage in the activities of a used motor vehicle 15 salesperson. Salespersons shall not be allowed to sell vehicles 16 unless applications and fees are on file with the Commission and the 17 motor vehicle salesperson's or temporary salesperson's license 18 issued. A temporary salesperson's license, salesperson's renewal or 19 reissue of salesperson's license shall be deemed to have been issued 20 when the appropriate application and fee have been properly 21 addressed and mailed to the Commission.

22 Dealers' payrolls and other evidence will be checked to
23 ascertain that all salespersons for such dealers are licensed.

24

C. The schedule of license fees to be charged and received by
 the Commission for the licenses issued hereunder shall be as
 follows:

1. For each used motor vehicle dealer's license and each 4 5 wholesale used motor vehicle dealer's license, Three Hundred Dollars (\$300.00) Six Hundred Dollars (\$600.00). If a used motor vehicle 6 7 dealer or a wholesale used motor vehicle dealer has once been licensed by the Commission in the classification for which he or she 8 9 applies for a renewal of the license, the fee for each subsequent 10 renewal shall be One Hundred Fifty Dollars (\$150.00) Three Hundred 11 Dollars (\$300.00); provided, if an applicant holds a license to 12 conduct business as an automotive dismantler and parts recycler 13 issued pursuant to Section 591.1 et seq. of this title, the initial 14 fee shall be One Hundred Dollars (\$100.00) Two Hundred Dollars 15 (\$200.00) and the renewal fee shall be One Hundred Dollars (\$100.00) 16 Two Hundred Dollars (\$200.00). If an applicant is applying 17 simultaneously for a license under this paragraph and a license 18 under paragraph 1 of Section 591.5 of this title, the initial 19 application fee shall be Two Hundred Dollars (\$200.00) Four Hundred 20 Dollars (\$400.00). For the reinstatement of a used motor vehicle 21 dealer's license after revocation for cancellation or expiration of 22 insurance pursuant to subsection F of this section, the fee shall be 23 One Hundred Dollars (\$100.00) Two Hundred Dollars (\$200.00);

24

2. For a used motor vehicle dealer's license, for each place of
 business in addition to the principal place of business, One Hundred
 3 Dollars (\$100.00) Two Hundred Dollars (\$200.00);

4 3. For each used motor vehicle salesperson's license and 5 renewal, Twenty-five Dollars (\$25.00) Fifty Dollars (\$50.00), and for a transfer, Twenty-five Dollars (\$25.00) Fifty Dollars (\$50.00); 6 7 4. For each holder who possesses a valid new motor vehicle dealer's license from the Oklahoma Motor Vehicle Commission, One 8 9 Hundred Dollars (\$100.00) Two Hundred Dollars (\$200.00) shall be the initial fee for a used motor vehicle license and the fee for each 10 11 subsequent renewal shall be One Hundred Dollars (\$100.00) Two 12 Hundred Dollars (\$200.00); For each manufactured home dealer's license or a 13 5. a. 14 restricted manufactured home park dealer's license, 15 Three Hundred Dollars (\$300.00) Six Hundred Dollars 16 (\$600.00), and for each place of business in addition 17 to the principal place of business, Two Hundred 18 Dollars (\$200.00) Four Hundred Dollars (\$400.00), and 19 b. For each renewal of a manufactured home dealer's 20 license or a restricted manufactured home park 21 dealer's license, and renewal for each place of 22 business in addition to the principal place of 23 business, One Hundred Fifty Dollars (\$150.00) Three

Hundred Dollars (\$300.00);

- 6. a. For each manufactured home installer's license, Two
 Hundred Dollars (\$200.00) Four Hundred Dollars
 (\$400.00), and
- b. For each renewal of a manufactured home installer's
 license, Two Hundred Dollars (\$200.00) Four Hundred
 Dollars (\$400.00);
- 7 7. a. For each manufactured home manufacturer selling
 directly to a licensed manufactured home dealer in
 this state, Seven Hundred Fifty Dollars (\$750.00) One
 Thousand Five Hundred Dollars (\$1,500.00), and
 b. For each renewal of a manufactured home manufacturer's
 license, Seven Hundred Fifty Dollars (\$750.00) One

13 <u>Thousand Five Hundred Dollars (\$1,500.00)</u>; and 14 8. For each manufactured home salesperson's license or renewal 15 thereof, Twenty-five Dollars (\$25.00) <u>Fifty Dollars (\$50.00)</u>, and 16 for each transfer, Twenty-five Dollars (\$25.00) <u>Fifty Dollars</u>

17 (\$50.00).

18 The license issued to each used motor vehicle dealer, D. 1. 19 each wholesale used motor vehicle dealer, each restricted 20 manufactured home park dealer and each manufactured home dealer 21 shall specify the location of the place of business. If the 22 business location is changed, the Oklahoma Used Motor Vehicle and 23 Parts Commission shall be notified immediately of the change and the 24 Commission may endorse the change of location on the license. The

1 fee for a change of location shall be One Hundred Dollars (\$100.00), 2 and the fee for a change of name, Twenty-five Dollars (\$25.00). The 3 license of each licensee shall be posted in a conspicuous place in 4 the place or places of business of the licensee.

5 2. The license issued to each manufactured home installer, and each manufactured home manufacturer shall specify the location of 6 7 the place of business. If the business location is changed, the 8 Oklahoma Used Motor Vehicle and Parts Commission shall be notified 9 immediately of the change and the Commission may endorse the change 10 of location on the license without charge. The license of each 11 licensee shall be posted in a conspicuous place in the place or 12 places of business of the licensee.

13 3. Every used motor vehicle salesperson shall have the license 14 upon his or her person when engaged in business, and shall display 15 same upon request. The name of the employer of the salesperson 16 shall be stated on the license and if there is a change of employer, 17 the license holder shall immediately mail the license to the 18 Commission for its endorsement of the change thereon. There shall 19 be no charge for endorsement of change of employer on the license 20 penalty for not having a license upon his or her person.

4. Every manufactured home installer shall have the license
available for inspection at the primary place of business of the
licensee. This license shall be valid for the licensee and all of
the employees of the licensee. Any person who is not an employee of

1 the licensee must obtain a separate manufactured home installer 2 license regardless of whether such person is acting in the capacity 3 of a contractor or subcontractor.

4 Each applicant for a used motor vehicle dealer's E. 1. a. 5 license shall procure and file with the Commission a good and sufficient bond in the amount of Twenty-five 6 7 Thousand Dollars (\$25,000.00). Each new applicant for a used motor vehicle dealer's license for the purpose 8 9 of conducting a used motor vehicle auction shall 10 procure and file with the Commission a good and 11 sufficient bond in the amount of Fifty Thousand Dollars (\$50,000.00). An applicant who intends to 12 13 conduct a used motor vehicle auction who provides 14 proof that the applicant has check and title insurance 15 in an amount not less than Fifty Thousand Dollars 16 (\$50,000.00) shall only be required to have a bond in 17 the amount of Twenty-five Thousand Dollars 18 (\$25,000.00).

b. Each new applicant for a used motor vehicle dealer
license for the purpose of conducting a used motor
vehicle business which will consist primarily of nonauction consignment sales which are projected to equal
Five Hundred Thousand Dollars (\$500,000.00) or more in
gross annual sales shall procure and file with the

Commission a good and sufficient bond in the amount of Fifty Thousand Dollars (\$50,000.00). The Commission shall prescribe by rule the method of operation of the non-auction consignment dealer in order to properly protect the interests of all parties to the transaction and to provide sanctions against dealers who fail to comply with the rules.

- 8 c. Each applicant for a wholesale used motor vehicle 9 dealer's license shall procure and file with the 10 Commission a good and sufficient bond in the amount of 11 Twenty-five Thousand Dollars (\$25,000.00).
- 12 d. Any used motor vehicle dealer who, for the purpose of 13 being a rebuilder, applies for a rebuilder 14 certificate, as provided in Section 591.5 of this 15 title, whether as a new application or renewal, shall 16 procure and file with the Commission a good and 17 sufficient bond in the amount of Fifteen Thousand 18 Dollars (\$15,000.00), in addition to any other bonds 19 required.
- e. Each applicant for a manufactured home dealer's
 license or a restricted manufactured home park
 dealer's license shall procure and file with the
 Commission a good and sufficient bond in the amount of
 Thirty Thousand Dollars (\$30,000.00).

1

2

3

4

5

6

7

1 f. Each manufactured home manufacturing facility selling 2 directly to a licensed manufactured home dealer in 3 this state shall procure and file with the Commission 4 a good and sufficient bond in the amount of Thirty 5 Thousand Dollars (\$30,000.00). In addition to all other conditions and requirements set forth herein, 6 7 the bond shall require the availability of prompt and full warranty service by the manufacturer to comply 8 9 with all warranties expressed or implied in connection 10 with each manufactured home which is manufactured for 11 resale in this state. A manufacturer may not sell, 12 exchange, or lease-purchase a manufactured home to a 13 person in this state who is not a licensed 14 manufactured home dealer.

15 The bond shall be approved as to form by the Attorney g. 16 General and conditioned that the applicant shall not 17 practice fraud, make any fraudulent representation, or 18 violate any of the provisions of this act in the 19 conduct of the business for which the applicant is 20 licensed. One of the purposes of the bond is to 21 provide reimbursement for any loss or damage suffered 22 by any person by reason of issuance of a certificate 23 of title by a used motor vehicle dealer, a wholesale

24

home park dealer or a manufactured home dealer.
2. The bonds as required by this section shall be maintained
throughout the period of licensure. Should the bond be canceled for
any reason, the license shall be revoked as of the date of
cancellation unless a new bond is furnished prior to such date.

used motor vehicle dealer, a restricted manufactured

F. Any used motor vehicle dealer or wholesale used motor vehicle dealer is required to furnish and keep in force a minimum of Twenty-five Thousand Dollars (\$25,000.00) of single liability insurance coverage on all vehicles offered for sale or used in any other capacity in demonstrating or utilizing the streets and roadways in accordance with the financial responsibility laws of this state.

G. Any manufactured home dealer or restricted manufactured home park dealer is required to furnish and keep in force a minimum of One Hundred Thousand Dollars (\$100,000.00) of garage liability or general liability with products and completed operations insurance coverage.

H. Any manufactured home installer is required to furnish and keep in force a minimum of Twenty-five Thousand Dollars (\$25,000.00) of general liability with products and completed operations insurance coverage.

23 SECTION 2. AMENDATORY 47 O.S. 2011, Section 591.4, is 24 amended to read as follows:

Req. No. 7374

1

Section 591.4 A. Every person, firm or corporation desiring to
 engage in the business of an automotive dismantler and parts
 recycler shall apply in writing, on a form to be prescribed by the
 Oklahoma Used Motor Vehicle and Parts Commission, which form shall
 contain:

1. The name of the applicant;

6

7 2. The street address of the applicant's principal place of8 business;

9 3. The type of business organization of the applicant;

10 4. The applicant's financial statement;

5. The legal description of the proposed place of business, together with written verification from the appropriate local authorities that the place of business meets the licensing and zoning requirements of the municipality or county where located; and

15 6. Such additional information as may be required by the16 Commission.

17 Notwithstanding subsection A of this section, the Commission Β. 18 may decline to issue an original license or buyer's identification 19 card (B.I.D.) to any person, firm or corporation that does not, in 20 good faith, meet the requirements of the Automotive Dismantlers and 21 Parts Recycler Act; or whose proposed place of business does not 22 meet the applicable zoning requirements; or whose proposed use is 23 deemed inappropriate by the Commission due to surrounding property 24 uses or objections from the immediate surrounding neighbors, such

Req. No. 7374

that the place of business would be deemed to be a private or public nuisance; or whose place of business is not properly screened by natural objects, plantings, opaque fences of a height not less than six (6) nor more than eight (8) feet or other appropriate sightproofing, so as to screen where possible vehicles and parts stored outside of buildings from view from immediately adjacent property.

8 SECTION 3. AMENDATORY 47 O.S. 2011, Section 591.5, is 9 amended to read as follows:

Section 591.5 An application for a license shall be accompanied by the following fees:

12 1. Three Hundred Dollars (\$300.00) Six Hundred Dollars 13 (\$600.00) for an initial license for an applicant's established 14 principal place of business, One Hundred Fifty Dollars (\$150.00) 15 Three Hundred Dollars (\$300.00) for a renewal license for an 16 applicant's established place of business and One Hundred Dollars 17 (\$100.00) Two Hundred Dollars (\$200.00) for each additional place of 18 business, if any, to which the application pertains; provided, if an 19 applicant holds a used motor vehicle dealer's license issued 20 pursuant to paragraph 1 of subsection C of Section 583 of this 21 title, for an applicant's established place of business the initial 22 license fee shall be One Hundred Dollars (\$100.00) Two Hundred 23 Dollars (\$200.00) and the renewal fee shall be One Hundred Dollars (\$100.00) Two Hundred Dollars (\$200.00); provided further, if an 24

Req. No. 7374

1 applicant is applying simultaneously for a license under this paragraph and under paragraph 1 of subsection C of Section 583 of 2 this title, the initial application fee shall be Two Hundred Dollars 3 4 (\$200.00) Four Hundred Dollars (\$400.00). If an applicant for or 5 holder of a used motor vehicle dealer's license also applies for a rebuilder certificate, the initial fee for the certificate shall be 6 7 Three Hundred Dollars (\$300.00) Six Hundred Dollars (\$600.00) and the renewal fee shall be One Hundred Fifty Dollars (\$150.00) Three 8 9 Hundred Dollars (\$300.00). The Oklahoma Used Motor Vehicle and 10 Parts Commission shall issue a buyer's identification card (B.I.D.) with each certificate issued. License fees shall be returnable only 11 12 in the event that the application is denied by the Commission.

13 2. Any change which renders no longer accurate any information 14 contained in an application for a license filed with the Commission 15 shall be amended within thirty (30) days after the occurrence of the 16 change on a form prescribed by the Commission by rule, accompanied 17 by a fee of One Hundred Dollars (\$100.00), provided, the fee for a 18 change of name shall be Fifty Dollars (\$50.00).

19 3. Every license issued to an automobile dismantler and parts 20 recycler shall expire on December 31 of each year and shall be 21 renewed on or before January 1 of the following year.

22 SECTION 4. AMENDATORY 47 O.S. 2011, Section 591.9, is 23 amended to read as follows:

24

Req. No. 7374

Section 591.9 The Oklahoma Used Motor Vehicle and Parts
 Commission is authorized to refuse, cancel, suspend or revoke a
 license or buyer's identification card (B.I.D.) to any person, firm
 or corporation for the following reasons:

5 1. Failure to meet the requirements of the Automotive6 Dismantlers and Parts Recycler Act;

7 2. Failure to continue to meet the requirements of this act or
8 of the rules promulgated by the Commission pursuant to the
9 provisions of the Automotive Dismantlers and Parts Recycler Act;

10 3. Upon satisfactory proof of unfitness of the applicant or the 11 licensee, as the case may be, under the standards established by the 12 Automotive Dismantlers and Parts Recycler Act;

4. For the felony conviction of a state or federal law by an
applicant, licensee, partner of an applicant or licensee, director,
officer, or stockholder in the case of a corporate applicant or
licensee, or an employee, manager, or any person having a pecuniary
interest in the business involving:

18 a. theft,

b. violation of the Oklahoma certificate of title law or
similar laws of other states,

c. alteration, obliteration, or removal of a vehicle
 identification number, or

- 23
- 24

1 d. any other act directly relating to the ability of the 2 applicant or licensee to conduct an automotive 3 dismantler and parts recycling business; 4 5. Commission of any unlawful act which resulted in the 5 revocation of any similar license in another state; or 6 6. Engaging in business under a past or present license issued 7 pursuant to the Automotive Dismantlers and Parts Recycler Act in such a manner as to cause injury to the public or to those with whom 8 9 the licensee has dealt. 10 47 O.S. 2011, Section 591.10, is SECTION 5. AMENDATORY 11 amended to read as follows: 12 Section 591.10 A. Any person, firm or corporation who is 13 refused a license or whose license or B.I.D. card is canceled, 14 suspended or revoked shall be notified in person or by mail with 15 return receipt requested to the address given on the application of 16 the applicant or licensee and, upon written request within fifteen 17 (15) days of receipt of such notice, shall be given a hearing upon 18 the proposed action. The hearing may be conducted by the Commission 19 and shall be held no more than thirty (30) days from receipt of the 20 written request for a hearing. The hearing may be informal and the 21 rules of evidence of the courts of Oklahoma shall not be required. 22 Appeals from the decision of the Commission shall be governed by the 23 Administrative Procedures Act.

24

1 In addition to the cancellation, suspension, revocation or в. 2 refusal to issue or renew a license or buyer's identification or the imposition of any other penalty by the Commission, the Commission is 3 hereby authorized to impose administrative fines for violations of 4 5 the Automotive Dismantlers and Parts Recycler Act in the amounts not to exceed Five Hundred Dollars (\$500.00) for a first violation, One 6 7 Thousand Dollars (\$1,000.00) for a second violation and Five Thousand Dollars (\$5,000.00) for a third violation. 8 9 SECTION 6. AMENDATORY 47 O.S. 2011, Section 591.11, is 10 amended to read as follows: 11 Section 591.11 A. Sales at a salvage pool or salvage disposal 12 sale may be opened only to: 13 1. A person who is a resident of this state; 14 A company representative of a business that is based in this 2. 15 state; or 16 3. A person who may legally purchase salvage vehicles in his or 17 her home state or country. 18 It shall be the duty of the owner, manager or person in Β. 19 charge of any salvage pool or salvage disposal sale to prohibit the 20 bidding by any person who is not qualified to purchase salvage 21 vehicles as provided in subsection A of this section and, further, 22 to refuse to sell to any person any wrecked or repairable motor 23 vehicle if such person is not qualified to purchase salvage vehicles 24 as provided in subsection A of this section.

Req. No. 7374

C. Any salvage pool or salvage disposal sale that is
 facilitating in the sale of a motor vehicle for an insurance company
 must provide on its web site website the full seventeen-digit
 vehicle identification number (VIN) and the name of the insurance
 company that is selling the motor vehicle.

D. The salvage pool or salvage disposal sale shall show the
buyer's identification number of the winning bidder on any sale that
takes place on the Internet or by on-line online bidding for all
salvage motor vehicles being sold for an insurance company.

10 Ε. It shall be the duty of the owner, manager or person in 11 charge of any salvage pool or salvage disposal sale to remit 12 payments to the Oklahoma Used Motor Vehicle and Parts Commission. 13 Such payments shall be calculated by multiplying the total number of 14 salvage vehicle sales transactions during a certain period times Two 15 Dollars (\$2.00). The first payment shall not be calculated on any 16 sales transactions prior to November 1, 2007. The payments shall 17 not be made more often than one payment each month. The payments 18 shall be transmitted to the Oklahoma Used Motor Vehicle and Parts 19 Commission at any time during the thirty (30) days immediately 20 following the period for which the payment was calculated.

F. Every salvage pool shall keep a register of all sales of salvage vehicles showing the make, model, year, style, vehicle identification number, and names and addresses of the purchaser and seller of the motor vehicle. Such registers shall be submitted to

Req. No. 7374

the Oklahoma Used Motor Vehicle and Parts Commission on a regular
 basis.

G. The provisions of this section shall not apply to a regularly scheduled vehicle consignment auction conducted by a used motor vehicle dealer which sells salvage vehicles, damaged vehicles, wrecked vehicles or repairable vehicles for someone other than a public insurance company. Such auction may sell these vehicles as an incident to the sale of operable vehicles, but shall not constitute a primary part of the business.

10SECTION 7.AMENDATORY47 O.S. 2011, Section 1137.1, is11amended to read as follows:

12 Section 1137.1 A. Except for vehicles, travel trailers or 13 commercial trailers which display a current Oklahoma license tag, 14 upon the purchase or transfer of ownership of a used motor vehicle, 15 travel trailer or commercial trailer, including an out-of-state 16 purchase or transfer of the same, to a licensed used motor vehicle 17 dealer, wholesale used motor vehicle dealer, used travel trailer 18 dealer or used commercial trailer dealer, subsequently referred to 19 in this section as "dealer", the dealer shall affix a used dealer's 20 plate visible from the rear of the vehicle, travel trailer or 21 commercial trailer. Such license plate shall expire on December 31 22 of each year. When the vehicle, travel trailer or commercial 23 trailer is parked on the dealer's licensed place of business, it 24 shall not be required to have a license plate of any kind affixed.

Req. No. 7374

A dealer shall obtain from the Oklahoma Tax Commission at a cost of 1 2 Ten Dollars (\$10.00) a dealer license plate for demonstrating, 3 transporting or any other normal business of a dealer; provided, any 4 including use by an individual holding a valid salesperson's license 5 issued by the Oklahoma Used Motor Vehicle and Parts Commission. Any dealer who operates a wrecker or towing service licensed pursuant to 6 7 Sections 951 through 957 of this title shall register each wrecker 8 vehicle and display a wrecker license plate on each vehicle as 9 required by Section 1134.3 of this title. A dealer may obtain as 10 many additional license plates as may be desired upon the payment of 11 Ten Dollars (\$10.00) for each additional license plate. Use of the 12 used dealer license plate by a licensed dealer for other than the 13 purposes as set forth herein shall constitute grounds for revocation 14 of the dealer's license. The Oklahoma Tax Commission shall design 15 the official used dealer license plate to include the used dealer's 16 license number issued to him or her each year by the Commission or 17 the Used Motor Vehicle and Parts Commission.

B. Upon the purchase or transfer of ownership of an out-ofstate used motor vehicle, travel trailer or commercial trailer to a
licensed dealer, the dealer shall make application for an Oklahoma
certificate of title pursuant to the Oklahoma Vehicle License and
Registration Act, Section 1101 et seq. of Title 47 of the Oklahoma
Statutes. Upon receipt of the Oklahoma certificate of title, the
dealer shall follow the procedure as set forth in subsection A of

1 this section. Provided, nothing in this title shall be construed as 2 requiring a dealer to register a used motor vehicle, travel trailer 3 or commercial trailer purchased in another state which will not be 4 operated or sold in this state.

5 C. Upon sale or transfer of ownership of the used motor vehicle or travel trailer, the dealer shall place upon the reassignment 6 7 portion of the certificate of title a tax stamp issued by the county treasurer of the county in which the dealer has his or her primary 8 9 place of business. The tax stamp shall be issued upon payment of a 10 fee of Three Dollars and fifty cents (\$3.50) and shall be in lieu of the dealer's ad valorem tax on the inventories of used motor 11 12 vehicles or travel trailers but shall not relieve any other property 13 of the dealer from ad valorem taxation.

14 Upon sale of a used motor vehicle or travel trailer to D. 15 another licensed dealer, the selling dealer shall place the tax 16 stamp required in subsection C of this section upon the certificate 17 of title. The used dealer license plate or wholesale dealer license 18 plate shall be removed by the selling dealer. The purchasing dealer 19 shall, at time of purchase, place his or her dealer license plate on 20 the used motor vehicle, travel trailer or commercial trailer as 21 provided in subsection A of this section; provided, for vehicles, 22 travel trailers or commercial trailers purchased by a licensed used 23 dealer at an auction, in lieu of such placement of the dealer 24 license plate, the auction may provide temporary documentation as

Req. No. 7374

approved by the Director of the Motor Vehicle Division of the
Oklahoma Tax Commission for the purpose of transporting such vehicle
to the purchaser's point of destination. Such temporary
documentation shall be valid for two (2) days following the date of
sale.

6 The purchaser of every used motor vehicle, travel trailer or Ε. 7 commercial trailer, except as otherwise provided by law, shall obtain registration and title for the vehicle or trailer within 8 9 thirty (30) days from the date of purchase of same. It shall be the 10 responsibility of the selling dealer to place a temporary license 11 plate, in size similar to the permanent Oklahoma license plate but 12 of a weatherproof plastic-impregnated substance approved by the Used 13 Motor Vehicle and Parts Commission, upon a used motor vehicle, 14 travel trailer or commercial trailer when a transaction is completed 15 for the sale of said vehicle. The temporary license plate under 16 this subsection shall be placed at the location provided for the 17 permanent motor vehicle license plate. The temporary license plate 18 shall show the license number which is issued to the dealer each 19 year by the Oklahoma Tax Commission or the Used Motor Vehicle and 20 Parts Commission, the date the used motor vehicle, travel trailer or 21 commercial trailer was purchased and the company name of the selling 22 dealer. The Used Motor Vehicle and Parts Commission is hereby 23 directed to develop the temporary license plate design to 24 incorporate these requirements in a manner that will permit law

Req. No. 7374

1 enforcement personnel to readily identify the dealer license number and date of the vehicle purchase. The Used Motor Vehicle and Parts 2 Commission is hereby authorized to develop additional requirements 3 4 and parameters as deemed appropriate to discourage or prevent 5 illegal duplication and use of the temporary license plate. Such temporary license plate shall be valid for a period of thirty (30) 6 7 days from the date of purchase. Use of the temporary license by a dealer for other than the purposes set forth herein shall constitute 8 9 grounds for revocation of the dealer's license to conduct business. 10 Purchasers of a commercial trailer shall affix the temporary license 11 plate to the rear of the commercial trailer. The purchaser shall 12 display the temporary license plate for a period not to exceed 13 thirty (30) days or until registration and title are obtained as 14 provided in this section.

15 The provisions of this subsection on temporary licenses shall 16 apply to nonresidents who purchase a used motor vehicle, travel 17 trailer or commercial trailer within this state that is to be 18 licensed in another state. The nonresident purchaser shall be 19 allowed to operate the vehicle or trailer within the state with a 20 temporary license plate for a period not to exceed thirty (30) days 21 from date of purchase. Any nonresident purchaser found to be 22 operating a used motor vehicle, travel trailer or commercial trailer 23 within this state after thirty (30) days shall be subject to the

24

registration fees of this state upon the same terms and conditions
 applying to residents of this state.

F. It shall be unlawful for any dealer to procure the registration and licensing of any used motor vehicle, travel trailer or commercial trailer sold by the dealer or to act as the agent for the purchaser in the procurement of the registration and licensing of the purchaser's used vehicle, travel trailer or commercial trailer. A license of any dealer violating the provision of this section may be revoked.

10 G. Dealers following the procedure set forth herein shall not 11 be required to register vehicles, travel trailers or commercial 12 trailers to which this section applies, nor will the registration 13 fee otherwise required be assessed. Provided, dealers shall not 14 purchase or trade for a used motor vehicle, travel trailer or 15 commercial trailer on which the registration therefor has been 16 expired for a period exceeding thirty (30) days without obtaining 17 current registration therefor.

18SECTION 8.AMENDATORY47 O.S. 2011, Section 12-506, is19amended to read as follows:

20 Section 12-506. Any person convicted of violating any of the 21 provisions of the Odometer Setting Act with intent to misrepresent 22 the true mileage driven of a motor vehicle shall be guilty of a <u>as</u> 23 follows:

24

1	1. For a first offense, of a misdemeanor and shall be punished
2	by a fine of not more than Ten Thousand Dollars (\$10,000.00) or
3	imprisonment for not more than one (1) year, or by both fine and
4	imprisonment.
5	2. For a second or subsequent offense, of a felony and shall be
6	punished by a fine of not more than Fifteen Thousand Dollars
7	(\$15,000.00) or imprisonment for not more than one (1) year, or by
8	both fine and imprisonment.
9	SECTION 9. This act shall become effective November 1, 2015.
10	
11	55-1-7374 JM 04/09/15
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	