## SENATE BILL NO. 220-COMMITTEE ON TAXATION

## FEBRUARY 21, 2001

## Referred to Committee on Transportation

SUMMARY—Provides for regulation of off-road vehicles. (BDR 43-148)

FISCAL NOTE: Effect on Local Government: Yes.

Effect on the State: Yes.

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EXPLANATION - Matter in bolded italics is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to off-road vehicles; requiring an owner of an off-road vehicle to register the off-road vehicle with the department of motor vehicles and public safety and to obtain a certificate of title for the off-road vehicle; requiring the department of motor vehicles and public safety to establish procedures for registering an off-road vehicle and for issuing a certificate of ownership; requiring a dealer of offiroad vehicles to obtain a permit to operate an off-road vehicle under certain circumstances; prohibiting the giving of false information when registering an off-road vehicle; providing a penalty; and providing other matters properly relating thereto.

## 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 thereto the provisions set forth as sections 2 to 12, inclusive, of this act.

Sec. 2. As used in sections 2 to 12, inclusive, of this act, unless the context otherwise requires, the words and terms defined in sections 3, 4 and 5 of this act have the meanings ascribed to them in those sections.

and 5 of this act have the meanings ascribed to them in those sections.

Sec. 3. 1. "Off-road vehicle" means a motorized device that is not required to be registered with the department as a vehicle pursuant to NRS 482.205 to 482.290, inclusive, and which is used for recreational purposes on natural terrain, including, without limitation, dirt, water, snow, ice, marshes, swamps, rivers and lakes. The term includes, without limitation, motorcycles that are not intended to be operated upon any highway, dune buggies, snowmobiles, amphibious devices and motorized devices that use air cushions to move over natural terrain.

14 2. The term does not include a boat.

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Sec. 4. 1. "Off-road vehicle dealer" means any person who:

(a) For compensation, money or other thing of value sells, exchanges, buys, offers or displays for sale, or negotiates or attempts to negotiate a sale or exchange of an interest in, an off-road vehicle subject to



registration pursuant to this chapter, or induces or attempts to induce any person to buy or exchange an interest in an off-road vehicle;

- (b) Receives or expects to receive a commission, money, brokerage fee, profit or any other thing of value from the seller or purchaser of an off-road vehicle; or
- (c) Is engaged wholly or in part in the business of selling off-road vehicles, buying or taking in trade off-road vehicles for the purpose of resale, selling or offering for sale or consignment to be sold or otherwise dealing in off-road vehicles, whether or not he owns the off-road vehicles.
  - 2. The term does not include:

- (a) An insurance company, bank, finance company, governmental agency or any other person coming into possession of an off-road vehicle, acquiring a contractual right to an off-road vehicle or incurring an obligation with respect to an off-road vehicle in the performance of official duties or under the authority of any court of law, if the sale of the off-road vehicle is for the purpose of saving the seller from loss or pursuant to the authority of a court of competent jurisdiction;
- (b) A person, other than a person who has leased an off-road vehicle to another person, who is not engaged in the purchase or sale of off-road vehicles as a business, but is disposing of off-road vehicles acquired by the owner for his use and not for the purpose of avoiding the provisions of this chapter, or a person who sells not more than three personally owned off-road vehicles in any 12-month period;
- (c) A person regularly employed as a salesman by an off-road vehicle dealer, while acting within the scope of his employment; or
- (d) A person who is incidentally engaged in the business of soliciting orders for the sale and delivery of off-road vehicles outside the territorial limits of the United States if his sales of such off-road vehicles produce less than 5 percent of his total gross revenue.
- Sec. 5. "Owner" means a person who holds legal title to or an interest in the title of an off-road vehicle and whose name appears on the certificate of ownership, other than a lienholder.
- Sec. 6. 1. Except as otherwise provided in sections 2 to 12, inclusive, of this act, every owner who intends to operate his off-road vehicle in this state must, before operating the off-road vehicle in this state, register the off-road vehicle with the department pursuant to sections 2 to 12, inclusive, of this act.
- 2. A resident of another state who owns an off-road vehicle and who has registered the off-road vehicle in that state may operate the off-road vehicle in this state without registering the off-road vehicle pursuant to sections 2 to 12, inclusive, of this act if the state in which the off-road vehicle is registered does not require the registration of an off-road vehicle that is registered pursuant to sections 2 to 12, inclusive, of this act, before the operation of the off-road vehicle in that state.
- Sec. 7. 1. Except as otherwise provided in this section, if an offroad vehicle dealer obtains from the department an off-road vehicle dealer's permit, the off-road vehicle dealer may operate an off-road



vehicle for the purpose of demonstration or testing without registering the off-road vehicle pursuant to sections 2 to 12, inclusive, of this act.

- 2. An off-road vehicle dealer who holds a current dealer's license plate issued pursuant to this chapter that allows the dealer to use a vehicle may operate an off-road vehicle for the purpose of demonstration or testing without registering the off-road vehicle and without obtaining an off-road vehicle dealer's permit if the dealer has attached the dealer's license plate to the off-road vehicle.
- Sec. 8. Upon the sale of an off-road vehicle to a customer, an off-road vehicle dealer shall apply to the department for a certificate of ownership in the name of the owner of the off-road vehicle.
- Sec. 9. 1. The department shall provide, by regulation, forms, requirements and procedures for:
  - (a) Registering and renewing the registration of an off-road vehicle;
  - (b) Transferring the registration of an off-road vehicle; and
- (c) Issuing an off-road vehicle dealer's permit for operation of an off-road vehicle pursuant to section 7 of this act.
- 2. An application for registering an off-road vehicle must include, without limitation, the name and address of each owner of the off-road vehicle and must be accompanied by a certificate of ownership that shows the person who is registering the off-road vehicle is an owner of the off-road vehicle.
- 3. For each off-road vehicle registered by the department, the department shall issue a decal that must be placed in a conspicuous place on the off-road vehicle as specified by the department. If the owner loses the decal before the registration expires, the owner may obtain a replacement decal from the department upon payment of a fee that equals the cost to the department of obtaining or creating the decal, as appropriate.
- 4. The registration of an off-road vehicle and a dealer's permit expire 1 year after the date the off-road vehicle is registered with the department or the date the dealer's permit is issued by the department.
- 5. The department shall charge and collect a fee of \$25 upon the submission of:
  - (a) An application for the registration of an off-road vehicle;
- (b) An application for the renewal of the registration of an off-road vehicle; and
  - (c) An application for a dealer's permit.
- 6. To the extent practicable, the requirements and procedures for the issuance, transfer and renewal of the registration of an off-road vehicle that are adopted by the department must be substantially similar to the requirements and procedures for the issuance, transfer and renewal of the registration of a vehicle pursuant to this chapter.
- Sec. 10. 1. The department shall provide, by regulation, forms, requirements and procedures for the issuance of a certificate of ownership of an off-road vehicle. To the extent practicable, the requirements and procedures for the issuance of a certificate of ownership adopted by the department must be substantially similar to the



requirements and procedures for the issuance of a certificate of ownership for a vehicle pursuant to this chapter.

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- 2. A certificate of ownership of an off-road vehicle is valid until cancelled by the department.
- 3. The department may charge and collect a reasonable fee for issuing a certificate of ownership of an off-road vehicle.
- Sec. 11. 1. Money collected by the department pursuant to sections 9 and 10 of this act must be accounted for separately in the motor vehicle fund. The interest and income earned on the money in the account must be credited to the account.
- 2. The department shall distribute the money in the account periodically, but not less than once every 2 years, in the following
- (a) The department shall retain an amount of money, that must not exceed 10 percent of the account, which is sufficient to cover the expenses incurred by the department in administering sections 2 to 12, inclusive, of this act; and
- (b) The remainder of the money in the account must be distributed to the division of state parks of the state department of conservation and natural resources for use by the division of state parks for the benefit of owners and operators of off-road vehicles.
- Sec. 12. Nothing in sections 2 to 12, inclusive, of this act may be interpreted to grant a person the right or authority to enter upon private property without the permission of the property owner.
  - Sec. 13. NRS 482.085 is hereby amended to read as follows:
- 482.085 ["Owner"] Except as otherwise provided in section 5 of this act, "owner" means a person who holds the legal title of a vehicle and whose name appears on the certificate of ownership, and any lienholder whose name appears on the certificate of ownership. If a vehicle is the subject of an agreement for the conditional sale or lease thereof with or without the right of purchase upon performance of the conditions stated in the agreement and with an immediate right of possession vested in the conditional vendee or lessee, or if a mortgagor of a vehicle is entitled to possession, then the conditional vendee or lessee or mortgagor shall be deemed the owner for the purpose of this chapter.
  - **Sec. 14.** NRS 482.175 is hereby amended to read as follows:
- 482.175 The department and the officers and deputies thereof and registered dealers shall examine and to the best of their ability determine the genuineness and regularity of every registration and transfer of 40 registration of a vehicle or off-road vehicle as provided in this chapter, in order that every certificate issued for a vehicle or off-road vehicle must contain true statements of the ownership thereof, and to prevent the registration of a vehicle or off-road vehicle by any person not entitled thereto. The department or a registered dealer may require any applicant to furnish such information in addition to that contained in the application as may be necessary to satisfy the department of the truth and regularity of the application.



**Sec. 15.** NRS 482.180 is hereby amended to read as follows:

- 482.180 1. The motor vehicle fund is hereby created as an agency fund. Except as otherwise provided in subsection 4 or by a specific statute, all money received or collected by the department must be deposited in the state treasury for credit to the motor vehicle fund.
- 2. [The] Except as otherwise provided in section 11 of this act, the interest and income on the money in the motor vehicle fund, after deducting any applicable charges, must be credited to the state highway fund.
- 3. Any check accepted by the department in payment of vehicle privilege tax or any other fee required to be collected pursuant to this chapter must, if it is dishonored upon presentation for payment, be charged back against the motor vehicle fund or the county to which the payment was credited, in the proper proportion.
- 4. All money received or collected by the department for the basic vehicle privilege tax must be deposited in the local government tax distribution account, created by NRS 360.660, for credit to the appropriate county pursuant to subsection 6.
- 5. Money for the administration of the provisions of this chapter must be provided by direct legislative appropriation from the state highway fund, upon the presentation of budgets in the manner required by law. Out of the appropriation, the department shall pay every item of expense.

6. The privilege tax collected on vehicles subject to the provisions of chapter 706 of NRS and engaged in interstate or intercounty operation must be distributed among the counties in the following percentages:

idst of distributed directly the founties in the following performance.		
1.07 percent	Lincoln	. 3.12 percent
5.21 percent	Lyon	. 2.90 percent
3.88 percent		1
	1.07 percent 5.21 percent 22.54 percent 2.52 percent 13.31 percent 2.52 percent 3.10 percent 8.25 percent	1.07 percent       Lincoln        5.21 percent       Lyon         .22.54 percent       Mineral        2.52 percent       Nye         13.31 percent       Pershing        2.52 percent       Storey        3.10 percent       Washoe        8.25 percent       White Pine

The distributions must be allocated among local governments within the respective counties pursuant to the provisions of NRS 482.181.

- 7. The department shall withhold 6 percent from the amount of privilege tax collected by the department as a commission. From the amount of privilege tax collected by a county assessor, the state controller shall credit 1 percent to the department as a commission and remit 5 percent to the county for credit to its general fund as commission for the services of the county assessor.
- 8. When the requirements of this section and NRS 482.181 have been met, and when directed by the department, the state controller shall transfer monthly to the state highway fund any balance in the motor vehicle fund.
- 9. If a statute requires that any money in the motor vehicle fund be transferred to another fund or account, the department shall direct the controller to transfer the money in accordance with the statute.



- **Sec. 16.** NRS 482.210 is hereby amended to read as follows:
- 482.210 1. The provisions of this chapter requiring the registration of certain vehicles *and off-road vehicles* do not apply to:
  - (a) Special mobile equipment.
- (b) Implements of husbandry temporarily drawn, moved or otherwise propelled upon the highways.
- (c) Any mobile home or commercial coach subject to the provisions of chapter 489 of NRS.
  - (d) Golf carts which are:
- (1) Traveling upon highways properly designated by the appropriate city or county as permissible for the operation of golf carts; and
  - (2) Operating pursuant to a permit issued pursuant to this chapter.
  - (e) Mopeds.

- (f) Towable tools or equipment as defined in NRS 484.202.
- (g) Any motorized conveyance for a wheelchair, whose operator is a handicapped person not able to walk about.
- 2. For the purposes of this section, "motorized conveyance for a wheelchair" means a vehicle which:
  - (a) Can carry a wheelchair;
- (b) Is propelled by an engine which produces not more than 3 gross brake horsepower or has a displacement of not more than 50 cubic centimeters:
  - (c) Is designed to travel on not more than three wheels; and
- (d) Can reach a speed of not more than 30 miles per hour on a flat surface with not more than a grade of 1 percent in any direction. The term does not include a tractor.
  - **Sec. 17.** NRS 482.470 is hereby amended to read as follows:
- 482.470 1. If any vehicle *or off-road vehicle* is dismantled, junked or rendered inoperative and unfit for further use in accordance with the original purpose for which it was constructed, the owner shall deliver to the department any certificate of registration and certificate of ownership issued by the department or any other jurisdiction, unless the certificate of ownership is required for the collection of any insurance or other indemnity for the loss of the vehicle [.] or off-road vehicle, or for transfer in order to dispose of the vehicle [.] or off-road vehicle.
- 2. Any other person taking possession of a vehicle *or off-road vehicle* described in subsection 1 shall immediately deliver to the department any license plate or plates, certificate of registration or certificate of ownership issued by the department or any other jurisdiction, if he has acquired possession of any of these and unless the certificate of ownership is required for a further transfer in the ultimate disposition of the vehicle or off-road vehicle.
- 3. The department may issue a salvage title as provided in chapter 487 of NRS. The department shall not charge a fee for the issuance of the salvage title.
- 4. The department shall destroy any plate or plates, certificate of registration or certificate of ownership that is returned in a manner described in subsections 1 and 2. The department shall not issue a certificate of registration or certificate of ownership for a vehicle *or off*-



**road vehicle** with the same identification number as the dismantled, junked or inoperative vehicle **or off-road vehicle** if the vehicle **or off-road vehicle** was manufactured in the 5 years preceding the date on which it was dismantled, junked or otherwise rendered inoperative, unless the department authorizes the restoration of the vehicle pursuant to subsection 2 of NRS 482.553.

**Sec. 18.** NRS 482.545 is hereby amended to read as follows:

 482.545 It is unlawful for any person to commit any of the following acts:

- 1. To operate, or for the owner thereof knowingly to permit the operation of, upon a highway any motor vehicle, trailer or semitrailer which is not registered or which does not have attached thereto and displayed thereon the number of plate or plates assigned thereto by the department for the current period of registration or calendar year, subject to the exemption allowed in NRS 482.316 to 482.3175, inclusive, 482.320 to 482.363, inclusive, 482.385 to 482.3965, inclusive, and 482.420.
- 2. To display, cause or permit to be displayed or to have in possession any certificate of registration, license plate, certificate of ownership or other document of title knowing it to be fictitious or to have been canceled, revoked, suspended or altered.
- 3. To lend to or knowingly permit the use of by one not entitled thereto any registration card or plate issued to the person so lending or permitting the use thereof
- 4. To fail or to refuse to surrender to the department, upon demand, any registration card or plate which has been suspended, canceled or revoked as provided in this chapter.
- 5. To use a false or fictitious name or address in any application for the registration of any vehicle *or off-road vehicle*, or for any renewal or duplicate thereof, or knowingly to make a false statement or knowingly to conceal a material fact or otherwise commit a fraud in an application. A violation of this subsection is a gross misdemeanor.
  - 6. Knowingly to operate a vehicle which:
  - (a) Has an altered identification number or mark; or
  - (b) Contains a part which has an altered identification number or mark.
  - **Sec. 19.** NRS 371.020 is hereby amended to read as follows:
  - 371.020 As used in this chapter, unless the context otherwise requires:
- 1. "Department" means the department of motor vehicles and public safety.
- 2. "Vehicle" means any vehicle required to be registered pursuant to the provisions of chapter 482 or 706 of NRS, except mobile homes as defined in NRS 482.067 [...] and off-road vehicles as defined in section 3 of this act.
- **Sec. 20.** The amendatory provisions of this act do not apply to offenses committed before January 1, 2002.
- Sec. 21. 1. This section becomes effective upon passage and approval.
- 2. Sections 9 and 10 of this act become effective upon passage and approval for the purpose of adopting regulations and on January 1, 2002, for all other purposes.



1 3. Sections 1 to 8, inclusive, and 11 to 20, inclusive, of this act become effective on January 1, 2002.



