ASSEMBLY BILL NO. 434-ASSEMBLYMEN ANGLE, GUSTAVSON, KNECHT, ANDONOV, BROWN, CHRISTENSEN, GOICOECHEA, HARDY AND SHERER

MARCH 17, 2003

Referred to Committee on Transportation

SUMMARY—Requires Department of Motor Vehicles to authorize new vehicle dealers to issue certificates of plates registration, license and decals. (BDR 43-1175)

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 vehicle dealers; requiring the Department of Motor Vehicles to authorize new vehicle dealers to issue certificates of registration, license plates and decals for new vehicles sold by the new vehicle dealers; requiring the Department to adopt certain regulations; requiring the Department to waive certain requirements concerning the signatures of natural persons under certain circumstances; 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. NRS 482.1015 is hereby amended to read as 1 2 follows:

482.1015 "Registered dealer" means a new vehicle dealer who is authorized to issue certificates of registration, license plates and 5 decals pursuant to NRS 482.216. 6

Sec. 2. NRS 482.216 is hereby amended to read as follows: 482.216 1. Upon the request of a new vehicle dealer, the Department [may] shall authorize the new vehicle dealer to:



(a) Accept applications for the registration of the new motor vehicles he sells and the related fees and taxes;

- (b) Issue certificates of registration, *license plates and decals* to applicants who satisfy the requirements of this chapter; and
- (c) Accept applications for the transfer of registration pursuant to NRS 482.399 if the applicant purchased from the new vehicle dealer a new vehicle to which the registration is to be transferred.
- 2. A new vehicle dealer who is authorized to issue certificates of registration, *license plates and decals* pursuant to subsection 1 shall:
- (a) Transmit the applications he receives to the Department within the period prescribed by the Department;
- (b) Transmit the fees he collects from the applicants and properly account for them within the period prescribed by the Department;
- (c) Comply with the regulations adopted pursuant to subsection 4: and
- (d) Bear any cost of equipment which is necessary to issue certificates of registration, *license plates and decals*, including any computer hardware or software.
- 3. A new vehicle dealer who is authorized to issue certificates of registration, *license plates and decals* pursuant to subsection 1 shall not:
- (a) Charge any additional fee for the performance of those services:
- (b) Receive compensation from the Department for the performance of those services;
- (c) Accept applications for the renewal of registration of a motor vehicle; or
- (d) Accept an application for the registration of a motor vehicle if the applicant wishes to:
- (1) Obtain special license plates pursuant to NRS 482.3667 to 482.3825, inclusive; or
- (2) Claim the exemption from the governmental services tax provided pursuant to NRS 361.1565 to veterans and their relations.
- 4. The Director shall adopt such regulations as are necessary to carry out the provisions of this section. The regulations adopted pursuant to this subsection must provide for:
- (a) The [expedient and] secure issuance of license plates and decals by [the Department;] new vehicle dealers who are authorized to issue certificates of registration, license plates and decals pursuant to subsection 1; and
- (b) The withdrawal of the authority granted to a new vehicle dealer pursuant to subsection 1 if that dealer fails to comply with the regulations adopted by the Department.



- **Sec. 3.** NRS 482.260 is hereby amended to read as follows:
- 482.260 1. When registering a vehicle, the Department and its agents or a registered dealer shall:
- (a) Collect the fees for license plates and registration as provided for in this chapter.
- (b) Collect the governmental services tax on the vehicle, as agent for the county where the applicant intends to base the vehicle for the period of registration, unless the vehicle is deemed to have no base.
- (c) Collect the applicable taxes imposed pursuant to chapters 372, 374, 377 and 377A of NRS.
 - (d) Issue a certificate of registration.

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- (e) [If the registration is performed by the Department, issue] **Issue** the regular 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 him.]
- 2. Upon proof of ownership satisfactory to the Director, he shall cause to be issued a certificate of ownership as provided in this chapter.
- 3. Every vehicle being registered for the first time in Nevada must be taxed for the purposes of the governmental 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.
 - **Sec. 4.** NRS 482.294 is hereby amended to read as follows:
- 482.294 1. If the Department approves an application for a person to participate in a program established pursuant to NRS 482.293, that participant may submit, by electronic means, a document that is required to be submitted pursuant to this chapter for the issuance or renewal of a certificate of registration, certificate of ownership or certificate of title.
- 2. If the signature of a natural person is required pursuant to this chapter on a document that is submitted by electronic means, the Department [may] shall waive that requirement if the participant who submitted the document on behalf of that person complies with all requirements of this program.
- 3. Notwithstanding any other provision of law to the contrary, a document that is submitted by electronic means pursuant to subsection 1, if accepted by the Department, shall be deemed an original document in administrative proceedings, quasi-judicial proceedings and judicial proceedings.



Sec. 5. NRS 482.399 is hereby amended to read as follows: 482.399 1. Upon the transfer of the ownership of or interest in any vehicle by any holder of a valid registration, or upon

destruction of the vehicle, the registration expires.

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2. The holder of the original registration may transfer the registration to another vehicle to be registered by him and use the same license plate or plates thereon, if the license plate or plates are appropriate for the second vehicle, upon filing an application for transfer of registration and upon paying the transfer registration fee and the excess, if any, of the registration fee and governmental services tax on the vehicle to which the registration is transferred over the total registration fee and governmental services tax paid on all vehicles from which he is transferring his ownership or interest. Except as otherwise provided in NRS 482.294, an application for transfer of registration must be made in person, if practicable, to any office or agent of the Department or to a registered dealer, and the license plate or plates may not be used upon a second vehicle until registration of that vehicle is complete. In computing the governmental services tax, the Department, its agent or the registered dealer shall credit the portion of the tax paid on the first vehicle attributable to the remainder of the current registration period or calendar year on a pro rata monthly basis against the tax due on the second vehicle or on any other vehicle of which the person is the registered owner. If any person transfers his ownership or interest in two or more vehicles, the Department or the registered dealer shall credit the portion of the tax paid on all of the vehicles attributable to the remainder of the current registration period or calendar year on a pro rata monthly basis against the tax due on the vehicle to which the registration is transferred or on any other vehicle of which the person is the registered owner. The certificates of registration and unused license plates of the vehicles from which a person transfers his ownership or interest must be submitted before credit is given against the tax due on the vehicle to which the registration is transferred or on any other vehicle of which the person is the registered owner.

3. In computing the registration fee, the Department or its agent or the registered dealer shall credit the portion of the registration fee paid on each vehicle attributable to the remainder of the current calendar year or registration period on a pro rata basis against the registration fee due on the vehicle to which registration is transferred. If the amount owed on the registration fee or governmental services tax on that vehicle is less than the credit on the total registration fee or governmental services tax paid on all vehicles from which a person transfers his ownership or interest, the Department shall issue to the person a refund in an amount equal to



the difference between the amount owed on the registration fee or governmental services tax on that vehicle and the credit on the total registration fee or governmental services tax paid on all vehicles from which a person transfers his ownership or interest.

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- 4. If the license plate or plates are not appropriate for the second vehicle, the plate or plates must be surrendered to the Department or registered dealer and an appropriate plate or plates must be issued by the Department [-] or registered dealer. The Department shall not reissue the surrendered plate or plates until the next succeeding licensing period.
- 5. If application for transfer of registration is not made within 60 days after the destruction or transfer of ownership of or interest in any vehicle, the license plate or plates must be surrendered to the Department on or before the 60th day for cancellation of the registration.
- 6. If a person cancels his registration and surrenders to the Department his license plates for a vehicle, the Department shall issue to the person a refund of the portion of the registration fee and governmental services tax paid on the vehicle attributable to the remainder of the current calendar year or registration period on a pro rata basis.
 - **Sec. 6.** This act becomes effective on July 1, 2003.



