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### **WEST VIRGINIA LEGISLATURE**

**REGULAR SESSION, 1988** 

## **ENROLLED**

Committee Substitute for SENATE BILL NO. 552

(By Senators Karran and Suece )

PASSED March 3, 1988
In Effect minety clay from Passage

#### ENROLLED

COMMITTEE SUBSTITUTE

FOR

#### Senate Bill No. 552

(Senators Karras and Tucker, original sponsor)

[Passed March 3, 1988; in effect ninety days from passage.]

AN ACT to amend and reenact sections one, two, four and five, article four; section four, article four-a; and section fifteen, article six, all of chapter seventeen-a of the code of West Virginia, one thousand nine hundred thirty-one, as amended, all relating to extending the time for filing an application for a certificate of title showing a deferred purchase money lien or a deferred purchase money encumbrance from thirty to sixty days after purchase of vehicle; transfer of title or interest; expiration of registration; raising time for operation of vehicle from forty to sixty days after application for transfer of registration plates is made; extending times on transfers by owners; transfers to dealers and transfers by operation of law to sixty days; and extending time that temporary registration plates or markers are valid from forty to sixty days.

Be it enacted by the Legislature of West Virginia:

That sections one, two, four and five, article four; section four, article four-a; and section fifteen, article six, all of chapter seventeen-a of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended and reenacted, all to read as follows:

#### ARTICLE 4. TRANSFERS OF TITLE OR INTEREST.

## §17A-4-1. Registration expires on transfer by owner; transfer, surrender or retention of plates.

1 Whenever the owner of a registered vehicle transfers or 2 assigns his title, or interest thereto, the registration of such 3 vehicle shall expire: *Provided*, That such owner, if he has 4 made application to the department within sixty days from 5 the date of purchase to have said registration plates 6 transferred to be used on another vehicle owned by said 7 owner, may then operate the other vehicle for a period of 8 sixty days, but in no event longer than sixty days from the 9 date of original transfer. Upon such transfer, it shall be the 10 duty of the original owner to retain the registration plates 11 issued therefor and to immediately notify the commissioner 12 of such transfer upon such form as may be provided therefor 13 and to deliver to him the certificate of registration, 14 whereupon the commissioner shall, upon the payment of a 15 fee of five dollars, issue a new certificate showing the use to be made of such plates. Such plates may then be used by such owner on another vehicle of the same class as the vehicle for which they were originally issued if such other vehicle does not require a greater license fee than was required for such original vehicle. If such other vehicle 21 requires a greater license fee than such original vehicle, 22 then such plates may be used by paying such difference to 23 the commissioner. When such transfer of ownership is made 24 to a licensed dealer in motor vehicles it shall be the duty of such dealer to immediately execute notification of transfer, 26 in triplicate, and to have this notification properly signed by the owner making the transfer. The dealer shall 28 immediately forward to the department the original copy of the notification of transfer. One copy of the notification of 30 transfer shall be given to the owner and one shall be 31 retained by the dealer. The owner shall immediately send to 32 the department the transfer fee of five dollars with any 33 additional fee that may be required under the terms of this 34 chapter. The owner's copy, properly signed by the dealer, 35 will be the owner's identification until he receives a new 36 registration card from the department.

The owner of a set of registration plates may surrender them to the commissioner together with the registration

- 39 card and, upon the payment of five dollars as an exchange
- 40 fee and upon the payment of such additional fees as are
- 41 necessary to equalize the value of the plates surrendered
- 42 with the value of registration plates desired, receive in
- 43 exchange a set of plates and registration card for a vehicle
- 44 of a different class.

### §17A-4-2. Endorsement of certificate of title upon transfer by owner.

- 1 Whenever the owner of a registered vehicle transfers or
- 2 assigns his title, he shall endorse an assignment and
- 3 warranty of title upon the certificate of title for such vehicle
- 4 with a statement of all liens and encumbrances thereon.
- 5 which statement shall be verified under oath by the owner.
- 6 and he shall within sixty days from date of sale deliver the
- 7 certificate of title to the purchaser or transferee, except in
- 8 the case of a vehicle sold as scrap or to be dismantled.

#### §17A-4-4. Transfers to dealers and others.

- 1 When the transferee of a vehicle is a dealer who holds the
- 2 same for resale and lawfully operates the same under
- 3 dealer's plates, such dealer shall not be required to obtain a
- 4 new registration of said vehicle or be required to forward
- 5 the certificate of title to the department, but such dealer
- 6 upon transferring his title or interest to another person
- 7 shall execute and acknowledge an assignment and
- 8 warranty of title upon the certificate of title and deliver the
- 9 same not later than sixty days from date of sale to the person
- 10 to whom such transfer is made.
- When the transferee of a vehicle does not drive such
- 12 vehicle or permit it to be driven upon the highways, such
- 13 transferee shall not be required to obtain a new registration
- 14 of said vehicle, but such transferee shall be required within
- 15 sixty days from the date of such transfer to forward the
- 16 certificate of title to the department accompanied by an
- 17 application for a new certificate of title in his name.

#### §17A-4-5. Transfer by operation of law.

- 1 Whenever the title or interest of an owner in or to a
- 2 registered vehicle shall pass to another otherwise than by
- 3 voluntary transfer, the registration thereof shall expire and
- 4 the vehicle shall not be operated upon the highways unless

and until the person entitled to possession of such vehicle shall apply for and obtain the registration thereof, except that such vehicle may be operated by the person entitled to 7 its possession or his legal representative upon the highways for a distance not exceeding seventy-five miles upon 9 displaying upon such vehicle the registration plates issued to the former owner, or in the event title has become vested in the person holding a lien or encumbrance upon said 12 13 vehicle, such person may apply to the department for and obtain special plates as may be issued under this chapter to 14 dealers or others and may operate any said repossessed 15 vehicle under such special plates only for purposes of 16 transporting the same to a garage or warehouse or for 17 purposes of demonstrating or selling the same: *Provided*, That the commissioner is authorized to transfer the plates 19 and registration of a deceased person to his legal heir or 20 legatee without payment of any fee and the legal heir or 21 legatee may keep and use the same license plate until it 2223 regularly expires.

Upon any transfer the new owner may secure a new 24 registration and certificate of title upon proper application 25 and upon presentation of the last certificate of title if 27 available, and such instruments or documents of authority 28 or certified copies thereof as may be sufficient or required by law to evidence or effect a transfer of title or interest in or 29 to chattels in such case. In the event title has become vested 30 in the person or financial institution holding a lien or encumbrance upon said vehicle, such person or institution need not obtain a new registration of said vehicle or 33 forward the certificate of title to the department in order to 34 sell the vehicle, but the person or institution upon transfer 35 of title or interest to another shall execute and acknowledge 36 an assignment and warranty of title upon the certificate of title and deliver the same not later than sixty days from the date of sale to the purchaser. The person or institution holding a lien or encumbrance upon the vehicle who 40 acquires the vehicle as a result of the lien or encumbrance 41 and subsequently, within sixty days, sells the vehicle in satisfaction of the debt creating the lien or encumbrance, shall not be subject to any privilege tax or personal property tax on the vehicle imposed by any other section.

# ARTICLE 4A. LIENS AND ENCUMBRANCES ON VEHICLES TO BE SHOWN ON CERTIFICATE OF TITLE; NOTICE TO CREDITORS AND PURCHASERS.

### §17A-4A-4. Deferred purchase money lien or encumbrance may be filed within sixty days after purchase.

- 1 If application for a certificate of title showing a deferred
- 2 purchase money lien or deferred purchase money
- 3 encumbrance to be placed upon a vehicle be filed in the
- 4 office of the department within sixty days from the date of
- 5 such applicant's purchase of such vehicle, it shall be as valid
- 6 as to all persons, whomsoever, including the state, as if such
- 7 filing had been done on the day such lien or encumbrance
- 8 was acquired.

# ARTICLE 6. LICENSING OF DEALERS AND WRECKERS OR DISMANTLERS; SPECIAL PLATES; TEMPORARY PLATES OR MARKERS, ETC.

#### §17A-6-15. Temporary registration plates or markers.

- 1 (a) In order to permit a vehicle which is sold to a
- 2 purchaser by a dealer to be operated on the streets and
- 3 highways pending receipt of the annual registration plate
  4 from the department for such vehicle, the commissioner
- 5 may, subject to the limitations and conditions hereinafter
- 6 set forth, deliver temporary vehicle registration plates or
- 7 markers to dealers who in turn may, subject to the
- 8 limitations and conditions hereinafter set forth, issue the
- 9 same to purchasers of vehicles, but such purchasers must 10 comply with the pertinent provisions of this section.
- 11 (b) Application by a dealer to the commissioner for such 12 temporary registration plates or markers shall be made on
- 13 the form prescribed and furnished by the commissioner for
- 14 such purpose and shall be accompanied by a fee of three
- 15 dollars for each such temporary registration plate or
- 16 marker. No refund or credit of fees paid by dealers to the
- 17 commissioner for temporary registration plates or markers
- 18 shall be allowed, except that in the event the commissioner
- 19 discontinues the issuance of such temporary plates or
- 20 markers, dealers returning temporary registration plates or
- 21 markers to the commissioner may petition for and be 22 entitled to a refund or a credit thereof. No temporary
- 23 registration plates or markers shall be delivered by the

commissioner to any dealer in house trailers only, and no such temporary plates or markers shall be issued for or used on any house trailer for any purpose.

- 27 (c) Every dealer who has made application for and received temporary registration plates or markers shall 28 maintain in permanent form a record of all temporary 29 registration plates or markers delivered to him, a record of 30 all temporary registration plates or markers issued by him, 31 32 and a record of any other information pertaining to the receipt or the issuance of temporary registration plates or 33 markers which the commissioner may require. Each such 34 record shall be kept for a period of at least three years from 35 the date of the making thereof. Every dealer who issues a 36 37 temporary registration plate or marker shall, within five 38 working days after he issues such plate or marker, send to the department a copy of the temporary registration plate 39 40 or marker certificate properly executed by such dealer and the purchaser. No temporary registration plates or markers 41 42 may be delivered to any dealer until such dealer has fully accounted to the commissioner for the temporary 43 registration plates or markers last delivered to such dealer, by showing the number issued to purchasers by such dealer 45 46 and any on hand.
- (d) A dealer shall not issue, assign, transfer or deliver a 47 temporary registration plate or marker to anyone other 48 than the bona fide purchaser of the vehicle to be registered; 49 nor shall a dealer issue a temporary registration plate or 50 marker to anyone possessed of an annual registration plate for a vehicle which has been sold or exchanged, except a 52 dealer may issue a temporary registration plate or marker 53 to the bona fide purchaser of a vehicle to be registered who 54 possesses an annual registration plate of a different class 55 and makes application to the department to exchange such 56 annual registration plate of a different class in accordance 57 with the provisions of section one, article four of this 58 chapter; nor shall a dealer lend to anyone, or use on any 59 vehicle which he may own, a temporary registration plate or 60 marker. It shall be unlawful for any dealer to issue any 61 temporary registration plate or marker knowingly 62 containing any misstatement of fact, or knowingly to insert any false information upon the face thereof. 64
  - (e) Every dealer who issues temporary registration

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plates or markers shall affix or insert clearly and indelibly 66 on the face of each temporary registration plate or marker 67 the date of issuance and expiration thereof, and the make 68 and motor or serial number of the vehicle for which issued. 69

- (f) If the commissioner finds that the provisions of this section or his directions are not being complied with by a dealer, he may suspend the right of such dealer to issue temporary registration plates or markers.
- (g) Every person to whom a temporary registration plate or marker has been issued shall permanently destroy such temporary registration plate or marker immediately upon receiving the annual registration plate for such vehicle from the department: Provided, That if the annual registration plate is not received within sixty days of the issuance of the temporary registration plate or marker, the owner shall, notwithstanding the fact that the annual registration plate has not been received, immediately and permanently destroy the temporary registration plate or marker: Provided, however, That not more than one temporary registration plate or marker shall be issued to the same bona fide purchaser for the same vehicle. 86
- (h) A temporary registration plate or marker shall 87 expire and become void upon the receipt of the annual registration plate from the department or upon the rescission of the contract to purchase the vehicle in question, or upon the expiration of sixty days from the date of issuance, depending upon whichever event shall first 93 occur.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Originated in the Senate.

In effect ninety days from passage.

Clerk of the Senate

Clerk of the House of Delegates

President of the Senate

Speaker House of Delegates

PRESENTED TO THE GOVERNOR Date 3/8/88

Time 4:26 p.m

RECEIVED

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OFFICE OF WEST VIRGINIA SCORETARY OF STATE