| 1 | STATE OF OKLAHOMA |
|----|----------------------------------------------------------------------------------------------------------|
| 2 | 2nd Session of the 53rd Legislature (2012) |
| 3 | SENATE BILL 1460 By: Allen |
| 4 | |
| 5 | |
| 6 | AS INTRODUCED |
| 7 | An Act relating to the Oklahoma Vehicle License and Registration Act; amending 47 O.S. 2011, Section |
| 8 | 1105, which relates to certificates of title; adding definition; requiring certificate of title for |
| 9 | certain trailers; requiring registration of all noncommercial boat trailers, farm trailers and |
| 10 | utility-type trailers; defining term; setting fee for initial and subsequent registration; providing for |
| 11 | issuance of certificate and plate; requiring display; providing for apportionment of fees; setting time |
| 12 | period for first registration and establishing related procedures and criteria; amending 47 O.S. |
| 13 | 2011, Section 1134, which relates to farm vehicles; clarifying applicability of certain fees; clarifying |
| 14 | language; deleting authority for permissive registration of farm trailers or semitrailers for |
| 15 | specified fee and related presumption; repealing 47 O.S. 2011, Section 1133.3, which relates to optional |
| 16 | registration of certain trailers; providing for codification; and providing an effective date. |
| 17 | |
| 18 | |
| 19 | BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: |
| 20 | SECTION 1. AMENDATORY 47 O.S. 2011, Section 1105, is |
| 21 | amended to read as follows: |
| 22 | Section 1105. A. As used in the Oklahoma Vehicle License and |
| 23 | Registration Act: |
| 24 | |

1. "Salvage vehicle" means any vehicle which is within the last ten (10) model years and which has been damaged by collision or other occurrence to the extent that the cost of repairing the vehicle for safe operation on the highway exceeds sixty percent (60%) of its fair market value, as defined by Section 1111 of this title, immediately prior to the damage. For purposes of this section, actual repair costs shall only include labor and parts for actual damage to the suspension, motor, transmission, frame or unibody and designated structural components;

- 2. "Rebuilt vehicle" means any salvage vehicle which has been rebuilt and inspected for the purpose of registration and title;
- 3. "Flood-damaged vehicle" means a salvage or rebuilt vehicle which was damaged by flooding or a vehicle which was submerged at a level to or above the dashboard of the vehicle and on which an amount of loss was paid by the insurer;
- 4. "Unrecovered-theft vehicle" means a vehicle which has been stolen and not yet recovered;
- 5. "Recovered-theft vehicle" means a vehicle, including a salvage or rebuilt vehicle, which was recovered from a theft; and
- 6. "Junked vehicle" means any vehicle which is incapable of operation or use on the highway, has no resale value except as a source of parts or scrap and has an eighty percent (80%) loss in fair market value; and

7. "Trailer" means all small or utility trailers or semitrailers constructed and suitable for towing by a vehicle and designed only for carrying property. For purposes of this section and Sections 1105.1 through 1111 of this title, a trailer shall be considered a vehicle.

1

2

3

4

5

The owner of every vehicle in this state shall possess a 6 certificate of title as proof of ownership of such vehicle, except 7 those vehicles registered pursuant to Section 1120 of this title and 8 9 trailers registered pursuant to Section 1133 of this title, 10 previously titled by anyone in another state and engaged in interstate commerce, and except as provided in subsection M of this 11 12 section. Except for owners that possess an agricultural exemption 13 permit pursuant to Section 1358.1 of Title 68 of the Oklahoma Statutes, the owner of an all-terrain vehicle or a motorcycle used 14 exclusively off roads or highways in this state which is purchased 15 or the ownership of which is transferred on or after July 1, 2005, 16 and the owner of a utility vehicle used exclusively off roads and 17 highways in this state which is purchased or the ownership of which 18 is transferred on or after July 1, 2008, shall possess a certificate 19 20 of title as proof of ownership. Any person possessing an agricultural exemption permit and owning an all-terrain vehicle or a 21 motorcycle used exclusively off roads or highways in this state 22 which is purchased or the ownership of which is transferred on or 23 after July 1, 2008, shall possess a certificate of title as proof of 24

ownership. The owner of a boat trailer, farm trailer or utilitytype trailer in this state shall obtain a certificate of title as
proof of ownership within six (6) months of the effective date of
this act. Upon receipt of proper application information by such
owner, the Oklahoma Tax Commission shall issue an original or
transfer certificate of title. Until July 1, 2008, any security
interest in an all-terrain vehicle that attached and was perfected
before July 1, 2005, and that has not otherwise terminated shall
remain perfected, and shall take priority over any subsequently
perfected security interest in the same all-terrain vehicle,
notwithstanding that a certificate of title may have been issued
with respect to the same all-terrain vehicle on or after July 1,
2005, and that a lien may have been recorded on said certificate of
title. There shall be eight types of certificates of title:

- 1. Original title for any motor vehicle which is not a remanufactured, salvage, unrecovered-theft, rebuilt, rebodied or junked vehicle;
- 2. Salvage title for any motor vehicle which is a salvage vehicle or is specified as a salvage vehicle or the equivalent thereof on a certificate of title from another state;
- 3. Rebuilt title for any motor vehicle which is a rebuilt vehicle;

2.2

- 4. Junked title for any motor vehicle which is a junked vehicle or is specified as a junked vehicle or the equivalent thereof on a certificate of title from another state;
- 5. Classic title for any motor vehicle, except a junked vehicle, which is twenty-five (25) model years or older;
- 6. Remanufactured title for any vehicle which is a remanufactured vehicle;

2.2

- 7. Unrecovered-theft title for any motor vehicle which has been stolen and not recovered; and
- 8. Rebodied title for any motor vehicle which is a rebodied vehicle.

Application for a certificate of title, whether the initial certificate of title or a duplicate, may be made to the Tax

Commission or any motor license agent. When application is made with a motor license agent, the application information shall be transmitted either electronically or by mail to the Tax Commission by the motor license agent. If the application information is transmitted electronically, the motor license agent shall forward the required application along with evidence of ownership, where required, by mail. Where the transmission of application information cannot be performed electronically, the Tax Commission is authorized to provide postage paid envelopes to motor license agents for the purpose of mailing the application along with evidence of ownership, where required. The Tax Commission shall

- upon receipt of proper application information issue an Oklahoma

 certificate of title. The certificates may be mailed to the

 applicant. Upon issuance of a certificate of title, the Tax

 Commission shall provide the appropriate motor license agent with

 confirmation of such issuance.
 - C. 1. The application for certificate of title shall be upon a blank form furnished by the Tax Commission, containing:
 - a. a full description of the vehicle,
 - b. the manufacturer's serial or other identification number,
 - c. the motor number and the date on which first sold by the manufacturer or dealer to the owner,
 - d. any distinguishing marks,

6

7

9

10

11

12

1.3

14

15

16

17

18

19

20

21

2.2

23

24

- e. a statement of the applicant's source of title,
- f. any security interest upon the vehicle, and
- g. such other information as the Tax Commission may require.
- 2. The application for a certificate of title for a vehicle which is within the last seven (7) model years shall require a declaration as to whether the vehicle has been damaged by collision or other occurrence and whether the vehicle has been recovered from theft and the extent of the damage to the vehicle. The declaration shall be made by the owner of a vehicle if:
 - a. the vehicle has been damaged or stolen,

b. the owner did or did not receive any payment for the loss from an insurer, or

2.2

c. the vehicle is titled or registered in a state that does not classify the vehicle or brand the title because of damage to or loss of the vehicle similar to the classifications or brands utilized by this state.

The declaration shall be based upon the best information and knowledge of the owner and shall be in addition to the requirements specified in paragraph 1 of this subsection. The Tax Commission shall not issue a certificate of title for a vehicle which is subject to the provisions of this paragraph without the required declaration, completed and signed by the owner of the vehicle. Upon receipt of an application without the properly completed declaration, the Tax Commission shall return the application to the applicant with notice that the title may not be issued without the required declaration. Nothing in this paragraph shall prohibit the Tax Commission from recognizing the type of or brand on a title or other ownership document issued by another state or the inspection conducted in another state and issuing the appropriate certificate of title for the vehicle.

- 3. The certificate of title shall have the following security features:
 - a. intaglio printing or security thread, with or without watermark,

1 b. latent images,

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

- c. fluorescent inks,
 - d. micro print,
 - e. void background, and
 - f. color coding.
- 4. Each title issued pursuant to the provisions of the Oklahoma Vehicle License and Registration Act shall be color coded as determined by the Tax Commission.
- The certificate of title shall be of such size and design and color as the Tax Commission may direct pursuant to the provisions of this section. The title shall be on colored paper or other material as designated by the Tax Commission and be of such intensity or hue as will allow easy identification as to whether the title is an original title, a salvage title, a rebuilt title, remanufactured title, rebodied title or a junked title. The type of title shall be identified on the front of the certificate of title. The original title, rebuilt title, remanufactured title, an unrecovered-theft title, rebodied title or classic title shall be identified by the word "Original", "Rebuilt", "Remanufactured", "Unrecovered Theft", "Rebodied" or "Classic" printed in the upper right quadrant of the certificate of title, in the space which is currently captioned "type of title". A rebodied title shall also identify on the front of the title the year, make and model of the originally manufactured vehicle which has been rebodied and display

a notation that reads as follows: "This vehicle has been assembled with new major components licensed by the original manufacturer".

1

3

4

5

6

7

9

10

11

12

1.3

14

15

16

17

18

19

20

21

2.2

23

24

- D. 1. To obtain an original certificate of title for a vehicle that is being registered for the first time in this state which has not been previously registered in any other state, the applicant shall be required to deliver, as evidence of ownership, a manufacturer's certificate of origin properly assigned by the manufacturer, distributor, or dealer licensed in this or any other state shown thereon to be the last transferee to the applicant upon a form to be prescribed and approved by the Tax Commission. A manufacturer's certificate of origin shall contain:
 - a. the manufacturer's serial or other identification number,
 - b. date on which first sold by the manufacturer to the dealer,
 - c. any distinguishing marks including model and the year same was made,
 - d. a statement of any security interests upon the vehicle, and
 - e. such other information as the Tax Commission may require.
- 2. The manufacturer's certificate of origin shall have the following security features:

- a. intaglio printing or security thread, with or without watermark,
 - b. latent images,

1

2

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

- c. fluorescent inks,
- d. micro print, and
- e. void background.
- In the absence of a dealer's or manufacturer's number, the Ε. Tax Commission may assign such identifying number to the vehicle, which shall be permanently stamped, burned or pressed or attached into the vehicle, and a certificate of title shall be delivered to the applicant upon payment of all fees and taxes, and the remaining copies shall be permanently filed and indexed by the Tax Commission. The Tax Commission shall assign an identifying number to any rebuilt vehicle if the vehicle identification number displayed on the rebuilt vehicle does not accurately describe the vehicle as rebuilt. The motor license agent, at the time of inspection of the rebuilt vehicle pursuant to Section 1111 of this title, shall identify the make, model, and year for the body to accurately describe the rebuilt vehicle. At the time of the inspection, an appropriate identifying number shall be permanently stamped, burned, pressed, or attached on the rebuilt vehicle. The assigned identifying number shall be recorded on the certificate of title for the rebuilt vehicle. The dealer's or manufacturer's vehicle identification

number on the rebuilt vehicle shall be preserved in the computer files of the Tax Commission for at least five (5) years.

- F. When registering for the first time in this state a vehicle which was not originally manufactured for sale in the United States, to obtain a certificate of title, the Tax Commission shall require the applicant to deliver:
- 1. As evidence of ownership, if the vehicle has not previously been titled in the United States, the documents constituting valid proof of ownership in the country in which the vehicle was originally purchased, together with a notarized translation of any such documents; and
- 2. As evidence of compliance with federal law, copies of the bond release letters for the vehicle issued by the United States

 Environmental Protection Agency and the United States Department of

 Transportation, together with a receipt issued by the Internal

 Revenue Service indicating that the applicable federal gas guzzler tax has been paid.

The Tax Commission shall not issue a certificate of title for a vehicle which is subject to the provisions of this paragraph without the required documentation from agencies of the United States and evidence of ownership. Upon receipt of an application without the required documentation, the Tax Commission shall return the application to the applicant with notice that the certificate of title may not be issued without the required documentation. Nothing

in this paragraph shall prohibit the Tax Commission from issuing certificates of title for antique or classic vehicles not driven upon the public streets, roads, or highways, for mini-trucks registered pursuant to Section 1151.3 of this title, or for medium-speed electric vehicles.

1

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

When registering in this state a vehicle which was titled in another state and which title contains the name of a secured party on the face of the other state certificate of title, or such state certificate is being held by the secured party in that state or any other state, the Tax Commission or the motor license agent shall complete a lien entry form as prescribed by the Tax Commission. owner of such vehicle shall file an affidavit with the Tax Commission or the motor license agent stating that title to the vehicle is being held by a secured party has not been issued pursuant to the laws of the state where titled, and that there is an existing lien or encumbrance on the vehicle. The current name and address of the secured party or lienholder shall also be stated in the affidavit. The form of the affidavit shall be prescribed by the Tax Commission and contain any other information deemed necessary by the Tax Commission. A statement of the lien or encumbrance shall be included on the Oklahoma certificate of title and the lien or encumbrance shall be deemed continuously perfected as though it had been perfected pursuant to Section 1110 of this title. For completing the lien entry form and recording the security interest

on the certificate of title, the Tax Commission or the motor license agent shall collect a fee of Three Dollars (\$3.00) which shall be in addition to other fees provided by the Oklahoma Vehicle License and Registration Act. The fee, if collected by the motor license agent pursuant to this subsection, shall be retained by the motor license agent.

- H. The charge for each certificate of title issued, except for junked titles as defined in paragraph 4 of subsection B of this section, shall be Eleven Dollars (\$11.00), which charge shall be in addition to any other fees or taxes imposed by law for such vehicle. One Dollar (\$1.00) of each such charge shall be deposited in the Oklahoma Tax Commission Reimbursement Fund. However, the charge shall not apply to any vehicle which is to be registered in this state pursuant to the provisions of Section 1120 or 1133 of this title and which was registered in another state at least sixty (60) days prior to the time it is required to be registered in this state.
- I. The vehicle identification number of a junked vehicle shall be preserved in the computer files of the Tax Commission for a period of not less than five (5) years. The charge of junked titles as defined in paragraph 4 of subsection B of this section shall be Four Dollars (\$4.00). The fee remitted to the Tax Commission shall be deposited in the Oklahoma Tax Commission Reimbursement Fund.

- J. If a vehicle is sold to a resident of another state destroyed, dismantled, or ceases to be used as a vehicle, the owner shall immediately notify the Tax Commission. Absent evidence to the contrary, failure to notify the Tax Commission shall be prima facie evidence that the vehicle has been in continuous operation in this state.
- K. If a vehicle is stolen, the owner shall immediately notify the appropriate law enforcement agency. Immediately after receiving such notification, the law enforcement agency shall notify the Tax Commission.
- L. Except for all-terrain vehicles, utility vehicles and motorcycles used exclusively for off-road use, no title for an out-of-state vehicle, except any commercial truck or truck-tractor registered pursuant to Section 1120 of this title which is engaged in interstate commerce or any trailer or semitrailer registered pursuant to Section 1133 of this title which is engaged in interstate commerce, shall be issued without an inspection of such vehicle and payment of a fee of Four Dollars (\$4.00) for such inspection; provided, the Tax Commission may enter into reciprocal agreements with other states for such inspections to be performed at locations outside the boundaries of this state for vehicles which:

1. Are offered for sale at auction;

2.2

2. Have been solely used as vehicles for rent under the ownership of a licensed motor vehicle dealer or a person engaged in the business of renting motor vehicles; or

1.3

2.2

3. Have not been registered in this or any other state for more than one (1) year.

The inspection shall include a comparison of the vehicle identification number on the vehicle with the number recorded on the ownership records and the recording of the actual odometer reading on the vehicle. The four-dollar fee shall be collected by the motor license agent or Tax Commission when the title is issued. The motor license agent shall retain Two Dollars (\$2.00). The remaining Two Dollars (\$2.00) shall be deposited in the Oklahoma Tax Commission Reimbursement Fund.

The Tax Commission may allow the inspection to be performed at a location out-of-state by another state's department of motor vehicles or state police.

M. No title for any out-of-state vehicle offered for sale at salvage pools, salvage disposal sales, or an auction, or by a dealer or a licensed automotive dismantler and parts recycler, shall be issued without an inspection to compare the vehicle identification number on the vehicle with the number recorded on the ownership record and to record the actual odometer reading on the vehicle.

Upon request of the seller, person or entity conducting an auction, dealer or licensed dismantler, the inspection shall be conducted at

1 the location or place of business of the sale, auction, dealer, or the dismantler. The inspection shall be conducted by any motor 3 license agent or a duly authorized employee thereof; provided, if the vehicle identification number on the vehicle offered for sale at 5 salvage pools, salvage disposal sales or a classic or antique auction does not match the number recorded on the ownership record, 6 the inspection may be conducted at the location of or place of 7 business of such sale or auction by any state, county or city law 9 enforcement officer. The Tax Commission may enter into reciprocal 10 agreements with other states for such inspections to be performed at locations outside the boundaries of this state for vehicles which: 11

1. Are offered for sale at auction;

12

13

14

15

16

17

18

19

20

21

22

23

24

- 2. Have been solely used as vehicles for rent under the ownership of a licensed motor vehicle dealer or a person engaged in the business of renting motor vehicles; or
- 3. Have not been registered in this or any other state for more than one (1) year.

The inspection shall be certified upon forms prescribed by the Tax Commission. The name and other identification of the authorized person conducting the inspection shall be legibly printed or typed on the form. Prior to any inspection by any employee of a motor license agent, the motor license agent shall notify the Tax Commission of the name and any other identification information requested by the Tax Commission of the authorized person. A

signature specimen of the authorized person shall be submitted to the Tax Commission by the employing motor license agent. authorization to inspect vehicles is withdrawn or the employeremployee relationship is terminated, the motor license agent, immediately, shall notify the Tax Commission and return any remaining inspection forms to the Tax Commission. The fee for the inspection shall be Four Dollars (\$4.00). The motor license agent shall retain Three Dollars (\$3.00) of the fee. Fees received by a motor license agent or an authorized employee thereof shall be handled and accounted for in the manner as prescribed by law for any other fees paid to or received by a motor license agent. Out-ofstate vehicles brought into this state by a person licensed in another state to sell new or used vehicles to be sold within this state at a motor vehicle auction which is limited to dealer-todealer transactions shall not be required to be inspected, unless the vehicle is purchased by an Oklahoma dealer. Any person licensed in another state to sell new or used motor vehicles, who offers a motor vehicle for sale within this state at a motor vehicle auction which is limited to dealer-to-dealer transactions, shall not be within the definition of "owner" in Section 1102 of this title, for purposes of Section 1101 et seq. of this title.

1

3

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

N. A licensed motor vehicle dealer, upon payment of a fee of Fifteen Dollars (\$15.00), may reassign an out-of-state certificate of title to a used motor vehicle provided such dealer obtains the

appropriate inspection form required by either subsection L or M of this section and attaches the form to the out-of-state certificate of title. Motor license agents shall be allowed to retain Two Dollars and twenty-five cents (\$2.25) of the fee plus an additional Two Dollars (\$2.00) or Three Dollars (\$3.00) as provided in subsections L and M of this section for performance of the inspection. Two Dollars (\$2.00) of the fee shall be deposited in the Tax Commission Reimbursement Fund. An out-of-state vehicle which has been rebuilt shall be inspected pursuant to the provisions of Section 1111 of this title. The Tax Commission shall train motor license agents in interpreting vehicle identification numbers to assure that it accurately describes the vehicle and to detect rollback or alteration of the odometer. Failure of a motor license agent to inspect the vehicle and make the required notations shall be a misdemeanor punishable by a fine of not more than One Thousand Dollars (\$1,000.00) for the first offense and Five Thousand Dollars (\$5,000.00) for the second offense or subsequent offense, or by imprisonment in the county jail for not more than six (6) months, or by both such fine and imprisonment.

1

3

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

O. The ownership of any unrecovered vehicle which has been declared a total loss by an insurer because of theft shall be transferred to the insurer by an unrecovered-theft vehicle title; provided, the ownership of any such vehicle which has been declared a total loss by an insurer licensed by the Insurance Department of

the State of Oklahoma and maintaining a multi-state motor vehicle salvage processing center in this state shall be transferred to the insurer by a salvage or an unrecovered-theft title without the requirement of a visual inspection of the vehicle identification number by the insurer. Upon recovery of the vehicle, the ownership shall be transferred by an original title, salvage title, or junked title, as may be appropriate based upon an estimate of the amount of loss submitted by the insurer.

1

3

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

Ρ. The owner of any vehicle which is incapable of operation or use on the public roads and has no resale value, except as parts, scrap or junk, may deliver the certificate of title to the vehicle to the Tax Commission for cancellation. Upon verification that any perfected lien against the vehicle has been released, the certificate of title shall be canceled without any fee, charge, or cost required from the owner. The vehicle identification numbers on the certificates of title shall be preserved in the computer files of the Tax Commission for at least five (5) years from the date of cancellation of the certificate of title. The Tax Commission shall prescribe and provide an affidavit form to be completed by the owner of any vehicle for which the certificate of title is canceled. No title or registration shall subsequently be issued for a vehicle for which the certificate of title has been surrendered pursuant to this subsection. The Tax Commission shall prescribe a form for the

transfer of ownership of a vehicle for which the certificate of title has been canceled.

Q. The owner of a vehicle which is not within the last ten (10) model years, not roadworthy and not capable of repair for operation or use on the roads and highways shall transfer the vehicle only upon a certificate of ownership prescribed by the Tax Commission, if the certificate of title to the vehicle is lost, has been canceled, or otherwise not available. The prescribed ownership form shall include the names and addresses of the buyer and seller, the driver license number or social security number of the seller, the make and model of the vehicle, and the public vehicle identification number. If there is no public vehicle identification number, the vehicle shall be inspected by a law enforcement officer to verify the absence of the number on the vehicle and the prescribed ownership form shall include a signed statement, by such officer, verifying the absence of the number.

The certificate of ownership shall be completed in triplicate. The buyer and seller shall each retain a copy. Within thirty (30) days of the transaction, the seller shall submit one copy to the Tax Commission or a motor license agent accompanied with a fee of Four Dollars (\$4.00). One Dollar (\$1.00) shall be retained by the motor license agent and Three Dollars (\$3.00) shall be deposited in the Oklahoma Tax Commission Reimbursement Fund in the State Treasury.

Upon receipt of the certificate, the Tax Commission shall verify that any perfected lien upon the vehicle has been released. If the lien is not released, the Tax Commission shall mail notice of the transfer to the lienholder at the lienholder's last-known address. If a certificate of title has been issued, it shall be canceled and the vehicle identification number shall be preserved in the computer of the Tax Commission for at least five (5) years. The buyer of the vehicle may not be sued and shall not be liable for monetary damages to the lienholder, however, the vehicle shall be subject to a valid repossession by a lienholder.

- R. The Tax Commission shall notify the chief administrative officer of the agency or department responsible for issuing motor vehicle certificates of title in each state in the United States of the types of motor vehicle certificate of title effective in Oklahoma on and after January 1, 1989.
- S. When registering for the first time in this state a remanufactured vehicle which has not been registered in any other state since its remanufacture, before issuing a certificate of title, the Tax Commission shall require the applicant to deliver a statement of origin from the remanufacturer.
- T. If a vehicle is sold to a foreign buyer pursuant to the provisions of the Automotive Dismantlers and Parts Recycler Act, the licensed seller shall stamp the title with: "EXPORT ONLY.

24 NONTRANSFERABLE IN THE UNITED STATES." The licensed seller shall

supply the Tax Commission the title number, the vehicle

identification number and the foreign buyer's bid identification

number on a form prescribed by the Tax Commission. The Tax

Commission shall cancel the title, and the vehicle identification

number shall be preserved in the computer files of the Tax

Commission for a period of not less than five (5) years.

2.2

- U. The Tax Commission shall not be considered a necessary party to any lawsuit which is instigated for the purpose of determining ownership of a vehicle, wherein the Tax Commission's only involvement would be to issue title, and the court shall issue an order dismissing the Tax Commission from the pending action. In the event no other party or lienholder can be identified as to ownership or claim, the Tax Commission shall accept an affidavit of ownership from the party claiming ownership and issue proper title thereon.
- SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 1133.4 of Title 47, unless there is created a duplication in numbering, reads as follows:
- A. Notwithstanding any other provision in the Oklahoma Vehicle License and Registration Act, the Oklahoma Tax Commission shall register all boat trailers, farm trailers and utility-type trailers which are not subject to the requirements of subsection C of Section 1133 of Title 47 of the Oklahoma Statutes. For purposes of this section, "farm trailer" shall include any trailer or semitrailer or combination thereof used primarily for farm use.

B. The fee for registration required pursuant to subsection A of this section shall be Twenty Dollars (\$20.00) upon the first registration in this state of any boat trailer or utility-type trailer and One Dollar (\$1.00) for any farm trailer after the effective date of this act. Upon any subsequent registration due to transfer of ownership, the fee shall be Seven Dollars (\$7.00) for any boat trailer or utility-type trailer and One Dollar (\$1.00) for any farm trailer.

- C. Upon the payment of the registration fee provided for in subsection B of this section, a nonexpiring registration certificate and identification plate shall be issued for each boat trailer, farm trailer or utility-type trailer by the Oklahoma Tax Commission or a motor license agent and shall remain displayed on the trailer.
- D. All monies collected each fiscal year from the fee provided for in this section shall be apportioned as provided in Section 1104 of Title 47 of the Oklahoma Statutes.
- E. Any unregistered boat trailer, farm trailer or utility-type trailer must be registered pursuant to this section within six (6) months of the effective date of this act and the following shall apply:
- 1. For registrations which occur within the six-month time period, a factory-built trailer with a serial number must be accompanied by a statement of origin, or if no statement of origin is available, a sworn statement of ownership shall be provided.

After the six-month time period, for registration of a factory-built trailer with a serial number, a statement of origin shall be provided;

4

5

6

7

9

10

11

12

13

14

15

16

17

- 2. For shop-built trailers, a photograph shall be provided and the Tax Commission shall assign an indentifying number, which shall be permanently stamped, burned, pressed or attached to the trailer;
 - 3. All two-axle trailers must have brakes on at least one axle;
- 4. Tandem dual wheels on an axle shall be commercial and shall not be utility or livestock wheels; and
- 5. The identification plate issued to the owner of the boat trailer, farm trailer or utility-type trailer shall be attached to the left fender or back of the trailer.
- Notwithstanding any other requirements in Title 47 or Title 63 of the Oklahoma Statutes, functioning tail and clearance lights shall be required equipment on any trailer subject to the requirements of this section; provided, no tag light shall be required.
- 18 SECTION 3. AMENDATORY 47 O.S. 2011, Section 1134, is
 19 amended to read as follows:
- Section 1134. A. Upon each pickup, truck or truck-tractor
 owned and operated by one or more farmers and used primarily for
 farm use, and not for commercial or industrial purposes, the license
 fee shall be Thirty Dollars (\$30.00). As used in this section, the
 term "pickup" shall mean a small, light truck with an open back or

box used for hauling and designed primarily for the carrying of property rather than people. The term "truck" shall mean a motor vehicle designed or converted primarily for carrying or hauling farm commodities, property, livestock, or equipment, rather than people.

- B. The fees assessed pursuant to this section shall not apply to any trailers or semitrailers or combinations thereof used primarily for farm use and for the transportation of products of the farm by the producer thereof. Such fee shall not apply to any trailer or semitrailer or combinations thereof when used primarily for the transportation of any article or articles owned by the operator of the trailer or semitrailer or combinations thereof and not used in the furtherance of or incident to any commercial or industrial enterprise which are subject to the provisions of Section 1 of this act. The provisions of Section 1134.2 of this title shall apply to any trailers or semitrailers when used primarily for the transportation of logs, ties, stave bolts and posts, direct from forest to sawmill.
- C. For the purpose of this section, a trailer or semitrailer or combination thereof owned by a farmer and used primarily for the purpose of transporting farm products to market or for the purpose of transporting to the farm material or things to be used thereon, and not for commercial or industrial purposes, may be registered for One Dollar (\$1.00); provided, any such trailer used by the holder of a certificate of convenience and necessity issued by the Oklahoma

Corporation Commission or the Interstate Commerce Commission shall be conclusively presumed to be used in and for a commercial use, and must be licensed as such, paying the license fees provided in Section 1133 of this title.

2.2

D. Before a party shall be allowed to purchase a license plate or claim an exception or exemption under this section, the party shall:

- 1. Show an income tax Schedule F for the preceding year; or
- 2. Present a valid exemption card issued pursuant to the provisions of Section 1358.1 of Title 68 of the Oklahoma Statutes.

A violation shall be grounds for revocation of driver's license. Any person who signs the affidavit as required by this section when the person does not believe that the information in the affidavit is true or knows it is not true, upon conviction, shall be guilty of perjury and shall be punished as provided for by law.

E
ightharpoonup D. Any person owning a truck upon which the farm truck license fee has been paid in Oklahoma for the current year and whose truck may be needed during grain harvests or other seasonal farming activities for hauling farm products other than his or her own, or for hauling gravel, shale or other road materials for rural roads, may make application with the Oklahoma Tax Commission for a short term commercial license for such truck for a period of time not to exceed ninety (90) days as provided for in subsection $F \to E$ of this

```
1
    section, or may make application in accordance with the Motor
 2
    Carrier Harvest Permit Act of 2006 if applicable.
 3
        F. E. Upon such application, the Tax Commission shall issue a
 4
    temporary commercial truck license and register the truck upon
 5
    payment of the following fees:
 6
        1. For thirty (30) days a fee equal to one-eighth (1/8) of the
 7
    annual commercial license fee required for such truck.
        2. For sixty (60) days a fee equal to one-fourth (1/4) of the
 9
    annual commercial license fee required for such truck.
10
        3. For ninety (90) days a fee equal to three-eighths (3/8) of
11
    the annual commercial license fee required for such truck.
12
        G. F. Provided, however, the provisions of this section shall
13
    not apply to the transportation of persons or property for hire.
        SECTION 4.
                                     47 O.S. 2011, Section 1133.3, is
                       REPEALER
14
15
    hereby repealed.
        SECTION 5. This act shall become effective November 1, 2012.
16
17
        53-2-2016
                                 1/18/2012 4:21:58 PM
                       JCR
18
19
20
21
2.2
23
```

Req. No. 2016 Page 27

24