HOUSE FILE 507 BY COMMITTEE ON TRANSPORTATION

(SUCCESSOR TO HF 263)

A BILL FOR

- 1 An Act relating to the operation of all-terrain vehicles
- 2 on highways upon registration with the department of
- 3 transportation, providing a registration fee, and providing
- 4 penalties.
- 5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 321.1, subsection 32, Code 2013, is 2 amended to read as follows:

3 32. "Implement of husbandry" means a vehicle or special 4 mobile equipment manufactured, designed, or reconstructed 5 for agricultural purposes and, except for incidental uses, 6 exclusively used in the conduct of agricultural operations. 7 "Implements of husbandry" includes all-terrain vehicles operated 8 in compliance with section 321.234A, subsection 1, paragraph 9 "a", but not registered for operation upon a highway pursuant 10 to section 321.118, fence-line feeders, and vehicles used 11 exclusively for the application of organic or inorganic plant 12 food materials, organic agricultural limestone, or agricultural 13 chemicals. To be considered an implement of husbandry, a 14 self-propelled implement of husbandry must be operated at 15 speeds of thirty-five miles per hour or less.

16 <u>a.</u> "Reconstructed" as used in this subsection means 17 materially altered from the original construction by the 18 removal, addition, or substitution of essential parts, new or 19 used.

20 <u>b.</u> A vehicle covered under this subsection, if it otherwise 21 qualifies, may be operated as special mobile equipment 22 and under such circumstances this subsection shall not be 23 applicable to such vehicle, and such vehicle shall not be 24 required to comply with sections 321.384 through 321.423, when 25 such vehicle is moved during daylight hours; however, the 26 provisions of section 321.383 shall remain applicable to such 27 vehicle.

28 Sec. 2. Section 321.1, subsection 47A, Code 2013, is amended 29 to read as follows:

30 47A. "Off-road utility vehicle" means a motorized 31 flotation-tire vehicle with not less than four and not more 32 than eight low-pressure tires that is limited in engine 33 displacement to less than one thousand five hundred cubic 34 centimeters and in total dry weight to not more than one two 35 thousand eight hundred pounds and that has a seat that is of

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1 bucket or bench design, not intended to be straddled by the 2 operator, and a steering wheel or control levers for control. 3 "Off-road utility vehicle" does not include dune buggies, golf 4 carts, go-carts, or minitrucks. 5 Sec. 3. Section 321.20, subsection 1, paragraphs d and e, 6 Code 2013, are amended to read as follows: A statement of the applicant's title and of all liens 7 d. 8 or encumbrances upon the vehicle and the names and mailing 9 addresses of all persons having any interest in the vehicle and 10 the nature of every such interest. When the application refers 11 to a new vehicle, it shall be accompanied by a manufacturer's 12 or importer's certificate duly assigned as provided in section 13 321.45, or for an all-terrain vehicle, as provided in section 14 3211.31. 15 e. The amount of the fee for new registration to be paid 16 under section 321.105A if applicable, the amount of tax to be 17 paid under section 423.26, subsection 1, or the amount of tax 18 to be paid under section 423.26A. 19 Sec. 4. Section 321.20, subsection 1, Code 2013, is amended 20 by adding the following new paragraph: NEW PARAGRAPH. q. If the vehicle is an all-terrain vehicle, 21 22 the certificate of title issued for the vehicle under section 23 3211.31 may be accepted as proof of ownership for purposes of 24 this subsection. 25 Sec. 5. Section 321.30, subsection 2, Code 2013, is amended 26 by adding the following new paragraph: 27 NEW PARAGRAPH. c. Paragraph a'' does not apply to an 28 all-terrain vehicle. 29 Sec. 6. Section 321.105A, subsection 2, paragraph c, Code 30 2013, is amended by adding the following new subparagraph: NEW SUBPARAGRAPH. (31) An all-terrain vehicle for which the 31 32 applicant has paid the sales tax in this state or has paid to 33 another state a state sales, use, or occupational tax. Sec. 7. Section 321.109, subsection 1, paragraph a, Code 34 35 2013, is amended to read as follows:

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1 а. The annual fee for all motor vehicles including vehicles 2 designated by manufacturers as station wagons, 1993 and 3 subsequent model year multipurpose vehicles, and 2010 and 4 subsequent model year motor trucks with an unladen weight of 5 ten thousand pounds or less, except motor trucks registered 6 under section 321.122, business-trade trucks, special trucks, 7 motor homes, ambulances, hearses, all-terrain vehicles, 8 motorcycles, motorized bicycles, and 1992 and older model year 9 multipurpose vehicles, shall be equal to one percent of the 10 value as fixed by the department plus forty cents for each one 11 hundred pounds or fraction thereof of weight of vehicle, as 12 fixed by the department. The weight of a motor vehicle, fixed 13 by the department for registration purposes, shall include 14 the weight of a battery, heater, bumpers, spare tire, and 15 wheel. Provided, however, that for any new vehicle purchased 16 in this state by a nonresident for removal to the nonresident's 17 state of residence the purchaser may make application to the 18 county treasurer in the county of purchase for a transit plate 19 for which a fee of ten dollars shall be paid. And provided, 20 however, that for any used vehicle held by a registered dealer 21 and not currently registered in this state, or for any vehicle 22 held by an individual and currently registered in this state, 23 when purchased in this state by a nonresident for removal to 24 the nonresident's state of residence, the purchaser may make 25 application to the county treasurer in the county of purchase 26 for a transit plate for which a fee of three dollars shall 27 be paid. The county treasurer shall issue a nontransferable 28 certificate of registration for which no refund shall be 29 allowed; and the transit plates shall be void thirty days 30 after issuance. Such purchaser may apply for a certificate 31 of title by surrendering the manufacturer's or importer's 32 certificate or certificate of title, duly assigned as provided 33 in this chapter. In this event, the treasurer in the county 34 of purchase shall, when satisfied with the genuineness and 35 regularity of the application, and upon payment of a fee of

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1 twenty dollars, issue a certificate of title in the name and 2 address of the nonresident purchaser delivering the title 3 to the owner. If there is a security interest noted on the 4 title, the county treasurer shall mail to the secured party an 5 acknowledgment of the notation of the security interest. The 6 county treasurer shall not release a security interest that 7 has been noted on a title issued to a nonresident purchaser 8 as provided in this paragraph. The application requirements 9 of section 321.20 apply to a title issued as provided in this 10 subsection, except that a natural person who applies for a 11 certificate of title shall provide either the person's social 12 security number, passport number, or driver's license number, 13 whether the license was issued by this state, another state, or 14 another country. The provisions of this subsection relating to 15 multipurpose vehicles are effective for all 1993 and subsequent 16 model years. The annual registration fee for multipurpose 17 vehicles that are 1992 model years and older shall be in 18 accordance with section 321.124.

19 Sec. 8. NEW SECTION. 321.118 All-terrain vehicles.

20 An all-terrain vehicle designed to travel on four or 21 more wheels may be titled and registered under this chapter 22 for operation on secondary roads and on city streets where 23 authorized, as provided in this chapter, for an annual fee of 24 fifty dollars. Registration under this section is in addition 25 to the requirements of chapter 3211.

26 Sec. 9. Section 321.166, subsection 1, paragraph a, Code 27 2013, is amended to read as follows:

a. Registration plates shall be of metal and of a size not to exceed six inches by twelve inches, except that the size of plates issued for use on <u>all-terrain vehicles</u>, motorized bicycles, motorcycles, motorcycle trailers, and trailers with an empty weight of two thousand pounds or less shall be stablished by the department.

34 Sec. 10. Section 321.166, subsection 4, Code 2013, is 35 amended to read as follows:

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4. The registration plate number, except on <u>all-terrain</u>
 <u>vehicles</u>, motorized bicycles, motorcycles, motorcycle trailers,
 and trailers with an empty weight of two thousand pounds
 or less, shall be of sufficient size to be readable from a
 distance of one hundred feet during daylight.

6 Sec. 11. Section 321.234A, subsection 1, paragraph f, Code7 2013, is amended by striking the paragraph.

8 Sec. 12. Section 321.234A, Code 2013, is amended by adding9 the following new subsection:

10 <u>NEW SUBSECTION</u>. 5. The provisions of this section do 11 not apply to an all-terrain vehicle registered under section 12 321.118 and operated on a highway in accordance with section 13 321.234B.

14 Sec. 13. <u>NEW SECTION</u>. 321.234B Registered all-terrain 15 vehicles — operation on highways.

16 An all-terrain vehicle which is registered pursuant to 17 section 321.118 may be operated on a highway subject to all of 18 the following:

Persons who may operate. A person shall not operate an
 all-terrain vehicle on a highway unless the person is sixteen
 years of age or older and has a valid driver's license other
 than a license valid only for operation of a motorized bicycle.
 Operation on certain highways only. All-terrain vehicles

24 registered under section 321.118 may be operated on secondary 25 roads, but shall not be operated on primary highways or on 26 highways within the corporate limits of a city except as 27 follows:

a. A person shall not operate an all-terrain vehicle
registered under section 321.118 on a primary highway except
to cross a primary highway; however, the provisions of section
3211.10 govern the crossing of a primary highway when the
all-terrain vehicle is being operated on an all-terrain vehicle
trail.

34 b. A person shall not operate an all-terrain vehicle 35 registered under section 321.118 on a highway within the

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1 corporate limits of a city except on a nonprimary highway where 2 such operation is authorized by ordinance pursuant to section 3 321.236, subsection 14A.

4 3. Motor vehicle laws applicable. The motor vehicle 5 laws, including but not limited to the provisions of sections 6 321.20B, 321.285, 321.317, 321.385, and 321.387, apply to the 7 operation of all-terrain vehicles registered for operation on 8 highways, except for those provisions relating to required 9 equipment which by their nature can have no practical 10 application.

11 4. Penalties. A person convicted of a violation of 12 subsection 1 or 2 is guilty of a simple misdemeanor punishable 13 as a scheduled violation under section 805.8A, subsection 6. 14 Sec. 14. Section 321.236, Code 2013, is amended by adding 15 the following new subsection:

16 <u>NEW SUBSECTION</u>. 14A. Authorizing the operation of 17 all-terrain vehicles registered under section 321.118 on 18 highways under the jurisdiction of a city, other than municipal 19 extensions of primary highways.

20 Sec. 15. Section 321.285, Code 2013, is amended by adding 21 the following new subsection:

NEW SUBSECTION. 6A. Notwithstanding any other speed restrictions allowing for speed in excess of forty-five miles per hour, a person shall not operate an all-terrain vehicle on a highway at a speed in excess of forty-five miles per hour. Sec. 16. Section 321I.1, subsection 17, paragraph b, Code 27 2013, is amended to read as follows:

b. The operator of an off-road utility vehicle is subject provisions governing the operation of all-terrain vehicles in section 321.234A, this chapter, and administrative rules, but is exempt from the education instruction and certification program requirements of sections 321I.25 and 321I.26. An operator of an off-road utility vehicle shall not operate the vehicle on a designated riding area or designated riding trail unless the department has posted signage indicating the riding

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1 area or trail is open to the operation of off-road utility 2 vehicles. Off-road utility vehicles are subject to the dealer 3 registration and titling requirements of this chapter. A 4 motorized vehicle that was previously titled or is currently 5 titled under chapter 321, except section 321.118, shall not be 6 registered or operated as an off-road utility vehicle under 7 this chapter. 8 Sec. 17. Section 3211.9, unnumbered paragraph 1, Code 2013, 9 is amended to read as follows: Registration under this chapter shall not be required for 10 11 the following described all-terrain vehicles: 12 Sec. 18. Section 3211.10, subsection 1, Code 2013, is 13 amended to read as follows: 1. A person shall not operate an all-terrain vehicle or 14 15 off-road utility vehicle upon roadways or highways except as 16 provided in sections 321.234A and 321.234B and this 17 section. Section 321I.10, subsections 2 and 3, Code 2013, 18 Sec. 19. 19 are amended by striking the subsections. 20 Sec. 20. Section 321I.31, subsections 1 and 7, Code 2013, 21 are amended to read as follows: The owner of an all-terrain vehicle acquired on or 22 1. 23 after January 1, 2000, other than an all-terrain vehicle used 24 exclusively as a farm implement, or a motorcycle previously 25 issued a title pursuant to chapter 321 or an all-terrain 26 vehicle issued a certificate of title under section 321.20 and 27 registered in accordance with section 321.118, shall apply to 28 the county recorder of the county in which the owner resides 29 for a certificate of title for the all-terrain vehicle. The 30 owner of an all-terrain vehicle used exclusively as a farm 31 implement may obtain a certificate of title. A person who 32 owns an all-terrain vehicle that is not required to have a 33 certificate of title may apply for and receive a certificate 34 of title for the all-terrain vehicle and, subsequently, the 35 all-terrain vehicle shall be subject to the requirements of

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1 this chapter as if the all-terrain vehicle were required to be 2 titled. All all-terrain vehicles that are titled <u>under this</u> 3 <u>chapter</u> shall be registered <u>under this chapter</u>. <u>An all-terrain</u> 4 <u>vehicle that is titled under section 321.20 and registered</u> 5 <u>under section 321.118, shall also be registered under this</u> 6 chapter.

7 The county recorder shall maintain a record of any 7. 8 certificate of title which the county recorder issues and shall 9 keep each certificate of title on record until the certificate 10 of title has been inactive for five years. When issuing a 11 title for a new all-terrain vehicle, the county recorder shall 12 obtain and keep on file a copy of the certificate of origin. 13 When issuing a title and registration for a used all-terrain 14 vehicle for which there is no title or registration, the 15 county recorder shall obtain and keep on file the affidavit 16 for the unregistered and untitled all-terrain vehicle. When 17 registering an all-terrain vehicle issued a certificate of 18 title under section 321.20 and registered in accordance with 19 section 321.118, the county recorder shall maintain a record 20 of the certificate of title issued by a county recorder under 21 section 321.20.

22 Sec. 21. Section 331.362, subsection 9, Code 2013, is 23 amended to read as follows:

9. A county may regulate traffic on and use of the secondary roads, in accordance with sections 321.236 to 321.250, 321.254, 26 321.255, 321.285, subsection 4, sections 321.352, 321.471 to 27 321.473, and other applicable provisions of chapter 321, and 28 sections 321G.9, 3211.10, and 327G.15.

29 Sec. 22. Section 423.1, subsection 66, Code 2013, is amended 30 to read as follows:

31 66. "Vehicles subject to registration" means any vehicle 32 subject to registration pursuant to section 321.18, other than 33 an all-terrain vehicle or off-road utility vehicle registered 34 pursuant to section 321.118.

35 Sec. 23. Section 805.8A, subsection 6, Code 2013, is amended

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1 by adding the following new paragraph: 2 <u>NEW PARAGRAPH</u>. Oa. Section 321.234B, subsection 1 3 or 2.....\$50.

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EXPLANATION

5 This bill provides for the registration of all-terrain 6 vehicles for operation on certain Iowa roads.

7 Code section 321.1 defines "all-terrain vehicle" as a motor 8 vehicle designed to travel on three or more wheels and designed 9 primarily for off-road recreational use. The definition 10 includes off-road utility vehicles, but excludes farm tractors 11 or equipment, construction equipment, forestry vehicles, 12 and lawn and grounds maintenance vehicles. Currently, the 13 department of natural resources regulates all-terrain vehicles 14 for purposes of off-road recreational use. All-terrain 15 vehicles are not permitted on Iowa roads, except under limited 16 circumstances.

Under the bill, the owner of an all-terrain vehicle designed 17 18 to travel on four or more wheels may register the vehicle with 19 the department of transportation by applying for a certificate 20 of title and registration from the county treasurer. The 21 annual registration fee is \$50. The size of license plates 22 to be issued for all-terrain vehicles will be determined 23 by the department of transportation. Because all-terrain 24 vehicles are currently subject to sales tax, the bill provides 25 that all-terrain vehicles are exempt from the fee for new 26 registration imposed on vehicles subject to registration, 27 so long as the owner has paid the Iowa sales tax or the 28 appropriate tax in another state at the time of purchase. 29 Registration with the department of transportation does not 30 exempt the owner from the current requirement to register the 31 all-terrain vehicle with the department of natural resources, 32 but if the owner obtains a certificate of title from the 33 department of transportation, the owner does not have to repeat 34 that process when registering the vehicle with the department 35 of natural resources. The owner may submit the certificate

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1 of title issued for the vehicle by the department of natural 2 resources as proof of ownership when registering an all-terrain 3 vehicle with the department of transportation. Under the 4 bill, a manufacturer's label certifying that the vehicle meets 5 federal motor vehicle safety standards is not required for 6 registration of an all-terrain vehicle.

7 The bill provides that an all-terrain vehicle registered 8 with the department of transportation may be operated on 9 secondary roads, but not on primary highways, except to 10 cross over a primary highway, and not on highways within the 11 corporate limits of a city except where all-terrain vehicles 12 are permitted by ordinance. Under the bill, a city may 13 authorize the operation of all-terrain vehicles registered 14 with the department of transportation on highways under the 15 city's jurisdiction other than municipal extensions of primary 16 highways. The bill strikes current provisions in Code chapter 17 321I that allow cities and counties to designate roads under 18 their jurisdiction for the operation of all-terrain vehicles 19 registered with the department of natural resources.

The bill states that a person who operates an all-terrain vehicle on a highway must be at least 16 years of age and have a valid driver's license other than a license valid only for the operation of a motorized bicycle. Iowa motor vehicle laws apply to the operation of all-terrain vehicles on highways sexcept those equipment provisions which by their nature can have no practical application. The bill specifies that the operator of an all-terrain vehicle must carry proof of motor wehicle financial liability coverage, and the all-terrain vehicle must meet requirements for headlamps, rear lamps, and turn signals. Current speed limits apply to all-terrain vehicles operated on a highway, except that an all-terrain vehicle may not be operated at a speed exceeding 45 miles per hour.

The bill amends the definition of "motor vehicles subject to 35 registration" for purposes of the exemption from the sales and

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1 use tax, to exclude all-terrain vehicles and off-road utility 2 vehicles registered for operation on highways, in order to 3 continue the applicability of the sales tax to those vehicles. 4 Under current law, a person who operates an all-terrain 5 vehicle on a highway in violation of current restrictions 6 commits a simple misdemeanor punishable by a scheduled fine 7 of \$50. The bill establishes the same penalty for a person 8 who operates a registered all-terrain vehicle in violation of 9 minimum age and licensing requirements or on a highway where 10 all-terrain vehicle operation is not authorized.

11 The bill makes conforming amendments to Code chapter 3211, 12 relating to the regulation of all-terrain vehicles by the 13 department of natural resources.