House Study Bill 610 - Introduced

HOUSE FILE

BY (PROPOSED COMMITTEE ON TRANSPORTATION BILL BY CHAIRPERSON BEST)

A BILL FOR

1	An	Act	relatir	ng to	veł	icles,	includi	ng t	he in	nitial	reç	gistration
2		and	issuand	ce of	cer	tifica	te of ti	tle	by a	ny cour	nty	treasurer
3		and	the def	init	ions	s of te	rms for	purp	oses	of mot	cor	vehicle
4		franchisers.										
5	BE	IT 1	ENACTED	BY T	HE G	ENERAL	ASSEMBL	Y OF	THE	STATE	OF	IOWA:

1 Section 1. Section 321.20, subsection 4, Code 2024, is
2 amended to read as follows:

4. Notwithstanding this section or any other provision of 3 4 law to the contrary, if the program required by subsection 5 2 is not implemented by July 1, 2019, an owner of a vehicle 6 subject to registration or a lessor of a vehicle pursuant to 7 chapter 321F that is subject to registration and has a gross 8 vehicle weight of less than ten thousand pounds, may apply to 9 the any county treasurer of a county contiguous to the county 10 designated for the owner under subsection 1 for the initial 11 registration and issuance of a certificate of title. However, 12 any reference in this chapter to the county where a vehicle 13 is registered or the county where a certificate of title was 14 issued shall be deemed to refer to the applicable county 15 described in subsection 1, regardless of which county treasurer 16 received application for and issued the initial registration 17 and certificate of title under this subsection. Sec. 2. Section 321.166, subsection 2, Code 2024, is amended 18 19 to read as follows: 20 2. Every registration plate or pair of plates shall 21 display a registration plate number which shall consist of 22 alphabetical or numerical characters or a combination thereof 23 and the name of this state, which may be abbreviated. Every 24 registration plate issued by the county treasurer shall 25 display the name of the county, including any plate issued 26 pursuant to section 321.34, except Pearl Harbor and purple 27 heart registration plates issued prior to January 1, 1997; 28 and collegiate, fire fighter, and medal of honor registration 29 plates; and registration plates issued pursuant to section 30 321.20, subsection 4. Special truck registration plates shall 31 display the word "special". The department may adopt rules to 32 implement this subsection. Sec. 3. Section 322A.1, unnumbered paragraph 1, Code 2024, 33 34 is amended to read as follows: When The following words and phrases when used in this 35

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2 the purpose of this chapter, have the meanings respectively

- 3 ascribed to them:
- 4

5 6 The inclusion of this explanation does not constitute agreement with the explanation's substance by the members of the general assembly.

EXPLANATION

Under current law, a person must generally apply for vehicle 7 8 registration and issuance of certificate of title to the county 9 treasurer where the person resides or where the primary users 10 of the vehicle are located. However, in 2016, the general 11 assembly required the department of transportation (DOT) to 12 develop and implement, by January 1, 2018, a program to allow 13 for electronic applications, titling, registering, and funds 14 transfers for vehicles subject to registration (program) in 15 order to improve the efficiency and timeliness of the processes 16 and to reduce costs for all parties involved. At the same 17 time, the general assembly conditionally authorized an owner 18 of a vehicle subject to registration to apply to the county 19 treasurer of a county contiguous to the county designated for 20 the owner if the DOT had not yet implemented the program by 21 January 1, 2018. In 2018, the general assembly amended the 22 program implementation date to July 1, 2019.

This bill strikes the contiguous county authorization and instead provides for the initial registration and issuance of certificate of title by any county treasurer. In addition to an owner of a vehicle subject to registration, a lessor of a vehicle pursuant to Code chapter 321F (leasing and renting of vehicles), if such vehicle is subject to registration and has a gross vehicle weight of less than 10,000 pounds, is authorized to apply for initial registration and issuance of certificate of title to any county treasurer. The bill does not make corresponding changes. Instead, for all other registration and certificate of title actions provided or required in Code the county where a vehicle is registered or the county where

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LSB 5585YC (3) 90 th/ns 1 a certificate of title was issued are deemed to refer to the 2 appropriate county under current law.

3 Current law requires registration plates to display the 4 name of the county that issues the plates, unless a specific 5 exception is provided. The bill specifies such an exception 6 for registration plates issued pursuant to the bill. However, 7 natural resources special plates issued pursuant to Code 8 section 321.34(11) must display the name of the county where 9 the vehicle is registered.

10 The bill removes the context clause applicable to defined 11 terms in Code chapter 322A (motor vehicle franchisers). In 12 2022, the Iowa supreme court relied on the context clause 13 included in Code section 322A.1 to apply an alternate 14 definition of "community" than how "community" is defined in 15 Code chapter 322A (Sioux City Truck Sales, Inc. v. Iowa Dept. 16 of Transportation, 975 N.W.2d 333 (Iowa 2022)). The bill 17 provides the same introduction to defined words and phrases to 18 Code chapter 322A as is used for Code chapter 321.

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