SENATE FILE 292 BY WESTRICH

A BILL FOR

- 1 An Act relating to writing fees required for certain
- 2 all-terrain vehicle, snowmobile, and water vessel
- 3 transactions completed by a county recorder.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 321G.27, subsection 1, paragraphs a, b,
 and c, Code 2023, are amended by striking the paragraphs.
 Sec. 2. Section 321G.27, subsection 1, Code 2023, is amended
 4 by adding the following new paragraph:

5 <u>NEW PARAGRAPH</u>. *Od*. The county recorder shall collect 6 a writing fee of one dollar and twenty-five cents for each 7 privilege under this chapter.

8 Sec. 3. Section 321G.29, subsection 3, Code 2023, is amended 9 to read as follows:

3. An owner of a snowmobile shall apply to the county 10 ll recorder for issuance of a certificate of title within thirty 12 days after acquisition. The application shall be on forms 13 the department prescribes and accompanied by the required fee 14 specified in section 321G.30 and the writing fee specified in 15 section 321G.27. The application shall include a certification 16 signed in writing containing substantially the representation 17 that statements made are true and correct to the best of the 18 applicant's knowledge, information, and belief, under penalty 19 of perjury. The application shall contain the date of sale 20 and gross price of the snowmobile or the fair market value if 21 no sale immediately preceded the transfer and any additional 22 information the department requires. If the application is 23 made for a snowmobile last previously registered or titled in 24 another state or foreign country, the application shall contain 25 this information and any other information the department 26 requires.

27 Sec. 4. Section 321G.31, Code 2023, is amended to read as 28 follows:

321G.31 Transfer or repossession by operation of law.
1. If ownership of a snowmobile is transferred by
operation of law, such as by inheritance, order in bankruptcy,
insolvency, replevin, or execution sale, the transferee, within
thirty days after acquiring the right to possession of the
snowmobile, shall mail or deliver to the county recorder of
the transferee's county of residence satisfactory proof of

-1-

LSB 1853XS (2) 90 th/ns

1/6

S.F. 292

1 ownership as the county recorder requires, together with an 2 application for a new certificate of title, and the required 3 fee, plus the writing fee specified in section 321G.27. 4 However, if the transferee is the surviving spouse of the 5 deceased owner, the county recorder shall waive the required 6 fees. If a lienholder repossesses a snowmobile by operation of 7 2. 8 law and holds it for resale, the lienholder shall secure a new 9 certificate of title and shall pay the required fee, plus the 10 writing fee specified in section 321G.27. Sec. 5. Section 321G.32, subsection 1, Code 2023, is amended 11 12 by adding the following new paragraph: 13 NEW PARAGRAPH. c. The application shall be accompanied by 14 the writing fee specified in section 321G.27. 15 Sec. 6. Section 3211.29, subsection 1, paragraphs a, b, and 16 c, Code 2023, are amended by striking the paragraphs. Section 3211.29, subsection 1, Code 2023, is amended 17 Sec. 7. 18 by adding the following new paragraph: 19 NEW PARAGRAPH. Od. The county recorder shall collect 20 a writing fee of one dollar and twenty-five cents for each 21 privilege under this chapter. 22 Sec. 8. Section 3211.31, subsection 3, Code 2023, is amended 23 to read as follows: 24 3. An owner of an all-terrain vehicle shall apply to 25 the county recorder for issuance of a certificate of title 26 within thirty days after acquisition. The application shall 27 be on forms the department prescribes and accompanied by the 28 required fee specified in section 3211.32 and the writing fee 29 specified in section 3211.29. The application shall include a 30 certification signed in writing containing substantially the 31 representation that statements made are true and correct to the 32 best of the applicant's knowledge, information, and belief, 33 under penalty of perjury. The application shall contain the 34 date of sale and gross price of the all-terrain vehicle or the 35 fair market value if no sale immediately preceded the transfer

-2-

LSB 1853XS (2) 90 th/ns 1 and any additional information the department requires. If the 2 application is made for an all-terrain vehicle last previously 3 registered or titled in another state or foreign country, 4 the application shall contain this information and any other 5 information the department requires.

6 Sec. 9. Section 321I.33, Code 2023, is amended to read as 7 follows:

321I.33 Transfer or repossession by operation of law. 8 9 1. If ownership of an all-terrain vehicle is transferred by 10 operation of law, such as by inheritance, order in bankruptcy, ll insolvency, replevin, or execution sale, the transferee, 12 within thirty days after acquiring the right to possession of 13 the all-terrain vehicle, shall mail or deliver to the county 14 recorder of the transferee's county of residence satisfactory 15 proof of ownership as the county recorder requires, together 16 with an application for a new certificate of title, and 17 the required fee, plus the writing fee specified in section 18 321I.29. However, if the transferee is the surviving spouse 19 of the deceased owner, the county recorder shall waive the 20 required fees.

21 2. If a lienholder repossesses an all-terrain vehicle by 22 operation of law and holds it for resale, the lienholder shall 23 secure a new certificate of title and shall pay the required 24 fee, plus the writing fee specified in section 3211.29.

25 Sec. 10. Section 321I.34, subsection 1, Code 2023, is 26 amended by adding the following new paragraph:

27 <u>NEW PARAGRAPH</u>. *c*. The application shall be accompanied by 28 the writing fee specified in section 3211.29.

29 Sec. 11. Section 462A.77, subsection 4, Code 2023, is 30 amended to read as follows:

31 4. Every owner of a vessel subject to titling under this 32 chapter shall apply to the county recorder for issuance of a 33 certificate of title for the vessel within thirty days after 34 acquisition. The application shall be on forms the department 35 prescribes, and accompanied by the required fee specified

-3-

LSB 1853XS (2) 90 th/ns 1 in section 462A.78 and the writing fee specified in section 2 462A.53. The application shall be signed and shall include a 3 certification signed in writing containing substantially the 4 representation that statements made are true and correct to the 5 best of the applicant's knowledge, information, and belief, 6 under penalty of perjury. The application shall contain 7 the date of sale and gross price of the vessel or the fair 8 market value if no sale immediately preceded the transfer, and 9 any additional information the department requires. If the 10 application is made for a vessel last previously registered or 11 titled in another state or foreign country, it shall contain 12 this information and any other information the department 13 requires.

14 Sec. 12. Section 462A.82, subsections 1 and 2, Code 2023, 15 are amended to read as follows:

16 If ownership of a vessel is transferred by operation of 1. 17 law, such as by inheritance, order in bankruptcy, insolvency, 18 replevin, execution sale, or in compliance with section 578A.7, 19 the transferee, within thirty days after acquiring the right 20 to possession of the vessel by operation of law, shall mail or 21 deliver to the county recorder satisfactory proof of ownership 22 as the county recorder requires, together with an application 23 for a new certificate of title, and the required fee, plus the 24 writing fee specified in section 462A.53. However, if the 25 transferee is the surviving spouse of the deceased owner, the 26 county recorder shall waive the required fees. A title tax 27 is not required on these transactions.

28 2. If a lienholder repossesses a vessel by operation of 29 law and holds it for resale, the lienholder shall secure a new 30 certificate of title and shall pay the required fee<u>, plus the</u> 31 writing fee specified in section 462A.53.

32 Sec. 13. Section 462A.84, subsection 1, Code 2023, is 33 amended by adding the following new paragraph:

34 <u>NEW PARAGRAPH</u>. *c*. The application shall be accompanied by 35 the writing fee specified in section 462A.53.

LSB 1853XS (2) 90

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-4-

S.F. 292

EXPLANATION

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2 3 The inclusion of this explanation does not constitute agreement with the explanation's substance by the members of the general assembly.

4 This bill relates to writing fees required for certain all-5 terrain vehicle, snowmobile, and water vessel transactions 6 completed by a county recorder.

7 WATER VESSELS. Under current law, a county recorder 8 collects a writing fee of \$1.25 for "each privilege" under 9 Code chapter 462A (water navigation regulations). A writing 10 fee is paid by the boat owner to the county recorder for ll handling the transaction. The writing fee is specifically 12 required with applications for registration, including new 13 or duplicate certificates of registration (Code section 14 462A.5). The writing fee is also specifically required for 15 transfers of ownership of vessels with an expired registration, 16 due when the transferee pays all applicable fees for the 17 current registration period (Code section 462A.43), and with 18 applications for transfer (Code section 462A.44). The writing 19 fee is not specifically mentioned for applications for issuance 20 of a certificate of title (Code section 462A.77), which 21 requires the application to be accompanied by the required 22 fee. The required fee for issuance of a certificate of title, 23 a transfer of title, a duplicate, or a corrected certificate 24 of title is \$5 plus a surcharge of \$5 (Code section 462A.78). 25 Likewise, the writing fee is not specifically mentioned for 26 perfection of a security interest, for which the application 27 fee is \$5 (Code section 462A.84). The bill specifies that 28 applications for a certificate of title or perfection of a 29 security interest are subject to the writing fee.

30 SNOWMOBILES AND ALL-TERRAIN VEHICLES. In contrast to water 31 vessels, the writing fee provisions for snowmobiles and all-32 terrain vehicles explicitly impose the \$1.25 writing fee only 33 for registration or renewal, user permits, and duplicate 34 special registration certificates (Code sections 321G.27 and 35 321I.29). The bill alters these provisions to instead apply

-5-

LSB 1853XS (2) 90 th/ns 1 to "each privilege" under the respective Code chapter, and 2 specifies that applications for a certificate of title or 3 perfection of a security interest are subject to the writing 4 fee.

5 Current law provides that a license agent shall collect a 6 writing fee of \$1 for each snowmobile or all-terrain vehicle 7 registration or renewal and for the sale of each user permit. 8 The bill does not amend these provisions.

-6-