LEGISLATURE OF NEBRASKA ONE HUNDRED SECOND LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 241

Introduced by Hadley, 37. Read first time January 11, 2011 Committee: Transportation and Telecommunications

A BILL

1	FOR AN ACT	relating to motor vehicles; to amend sections 60-126,
2		60-139, 60-140, 60-142, and 60-344, Reissue Revised
3		Statutes of Nebraska; to redefine parts vehicle; to
4		require use of a bill of sale for a parts vehicle; to
5		provide a penalty; to harmonize provisions; and to repeal
6		the original sections.

7 Be it enacted by the people of the State of Nebraska,

Section 1. Section 60-126, Reissue Revised Statutes of
 Nebraska, is amended to read:

3 60-126 Parts vehicle means a vehicle generally in 4 nonoperable condition which is owned by a collector to furnish parts that are usually not obtainable from normal sources, thus enabling a 5 collector to preserve, restore, and maintain a historical vehicle. б 7 the title to which has been surrendered (1) in accordance with 8 subdivision (1)(a) of section 60-169 or (2) to any other state by the 9 owner of the vehicle or an insurance company to render the vehicle 10 fit for sale for scrap and parts only.

Sec. 2. Section 60-139, Reissue Revised Statutes of Nebraska, is amended to read:

13 60-139 Except as provided in section 60-137, 60-138, 60-142, or 60-142.01, no person shall sell or otherwise dispose of a 14 15 vehicle without (1) delivering to the purchaser or transferee of such vehicle a certificate of title with such assignments thereon as are 16 necessary to show title in the purchaser and (2) having affixed to 17 the vehicle its vehicle identification number if it is not already 18 19 affixed. No person shall bring into this state a vehicle for which a 20 certificate of title is required in Nebraska, except for temporary use, without complying with the Motor Vehicle Certificate of Title 21 22 Act.

23 No purchaser or transferee shall receive a certificate of 24 title which does not contain such assignments as are necessary to 25 show title in the purchaser or transferee. Possession of a

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1 certificate of title which does not comply with this requirement 2 shall be prima facie evidence of a violation of this section, and 3 such purchaser or transferee, upon conviction, shall be subject to 4 the penalty provided by section 60-180.

5 Sec. 3. Section 60-140, Reissue Revised Statutes of
6 Nebraska, is amended to read:

7 60-140 (1) Except as provided in section 60-164, no person acquiring a vehicle from the owner thereof, whether such owner 8 is a manufacturer, importer, dealer, or entity or person, shall 9 acquire any right, title, claim, or interest in or to such vehicle 10 until the acquiring person has had delivered to him or her physical 11 12 possession of such vehicle and $\frac{(1)}{(a)}$ a certificate of title or a 13 duly executed manufacturer's or importer's certificate with such assignments as are necessary to show title in the purchaser, $\frac{(2)}{(b)}$ 14 15 a written instrument as required by section 60-1417, or (3) (c) an affidavit and notarized bill of sale as provided in section 16 60-142.01, or (d) a bill of sale for a parts vehicle as required by 17 section 60-142. 18

19 (2) No waiver or estoppel shall operate in favor of such 20 person against a person having physical possession of such vehicle 21 and such documentation. No court shall recognize the right, title, 22 claim, or interest of any person in or to a vehicle, for which a 23 certificate of title has been issued in Nebraska, sold, disposed of, 24 mortgaged, or encumbered, unless there is compliance with this 25 section. Beginning on the implementation date of the electronic title

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1 and lien system designated by the director pursuant to section 2 60-164, an electronic certificate of title record shall be evidence 3 of an owner's right, title, claim, or interest in a vehicle.

Sec. 4. Section 60-142, Reissue Revised Statutes of
Nebraska, is amended to read:

6 60-142 (1) The sale or trade and subsequent legal 7 transfer of ownership of a historical vehicle or parts vehicle shall 8 not be contingent upon any condition that would require the 9 historical vehicle or parts vehicle to be in operating condition at 10 the time of the sale or transfer of ownership.

(2) No owner of a parts vehicle shall sell or otherwise 11 12 dispose of the parts vehicle without delivering to the purchaser a 13 bill of sale for the parts vehicle prescribed by the department. The bill of sale may include, but shall not be limited to, the vehicle 14 15 identification number, the year, make, and model of the vehicle, the name and residential and mailing addresses of the owner and 16 purchaser, the acquisition date, and the odometer statement provided 17 for in section 60-192. A person who uses a bill of sale for a parts 18 vehicle to transfer ownership of any vehicle that does not meet the 19 20 definition of a parts vehicle shall be guilty of a Class III 21 misdemeanor.

Sec. 5. Section 60-344, Reissue Revised Statutes of
Nebraska, is amended to read:

24 60-344 Parts vehicle means a motor vehicle or trailer
 25 generally in nonoperable condition which is owned by a collector to

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1	furnish parts that are usually not obtainable from normal sources,
2	thus enabling a collector to preserve, restore, and maintain a
3	historical vehicle. the title to which has been surrendered (1) in
4	accordance with subdivision (1)(a) of section 60-169 or (2) to any
5	other state by the owner of the vehicle or an insurance company to
6	render the vehicle fit for sale for scrap and parts only.
7	Sec. 6. Original sections 60-126, 60-139, 60-140, 60-142,
8	and 60-344, Reissue Revised Statutes of Nebraska, are repealed.