MISSISSIPPI LEGISLATURE

By: Burton

To: Judiciary

SENATE BILL NO. 2215

AN ACT TO PROHIBIT ANY MOTOR VEHICLE FOR WHICH A SALVAGE OR 1 2 JUNK CERTIFICATE OF TITLE HAS BEEN ISSUED FROM BEING OPERATED ON 3 THE HIGHWAYS OF THIS STATE AND TO PROVIDE EXCEPTIONS THERETO; TO PROVIDE THAT WHEN THE FRAME OR ENGINE IS REMOVED FROM A MOTOR 4 5 VEHICLE AND NOT IMMEDIATELY REPLACED BY ANOTHER FRAME OR ENGINE, OR WHEN AN INSURANCE COMPANY HAS MADE A SETTLEMENT FOR A TOTAL б 7 LOSS OF THE MOTOR VEHICLE, THE MOTOR VEHICLE SHALL BE CONSIDERED 8 SALVAGE; TO REQUIRE THAT THE OWNER OF EVERY MOTOR VEHICLE IN WHICH 9 TOTAL LOSS HAS OCCURRED TO MAKE APPLICATION FOR A SALVAGE CERTIFICATE OF TITLE WITHIN 72 HOURS AFTER THE LOSS OCCURS; TO 10 11 PROVIDE THE TITLING PROCEDURE TO BE FOLLOWED BY AN INSURANCE 12 COMPANY IF IT OBTAINS A MOTOR VEHICLE IN SETTLEMENT OF AN INSURANCE CLAIM AND THE VEHICLE IS NOT A TOTAL LOSS; TO PROVIDE 13 THAT A TOTAL LOSS OCCURS WHEN AN INSURANCE COMPANY OR ANY OTHER 14 15 PERSON PAYS OR MAKES OTHER MONETARY SETTLEMENT TO A PERSON WHEN A 16 VEHICLE IS DAMAGED AND THE DAMAGE TO THE VEHICLE IS GREATER THAN OR EQUAL TO 75% OF THE FAIR RETAIL VALUE OF THE VEHICLE BEFORE 17 18 DAMAGE; TO PROVIDE THAT ANY PERSON ACQUIRING OWNERSHIP OF A 19 DAMAGED MOTOR VEHICLE THAT MEETS THE DEFINITION OF TOTAL LOSS AND FOR WHICH A SALVAGE CERTIFICATE OF TITLE HAS NOT BEEN ISSUED SHALL 20 21 APPLY FOR A SALVAGE CERTIFICATE OF TITLE AND TO PROVIDE EXCEPTIONS 22 THERETO; TO MAKE IT UNLAWFUL FOR JUNK YARDS AND AUTOMOBILE 23 DISMANTLERS OR RECYCLERS TO HAVE IN THEIR POSSESSION ANY MOTOR 24 VEHICLE THAT IS JUNK OR SALVAGE OR A TOTAL LOSS WHEN THE 25 MANUFACTURER'S VEHICLE IDENTIFICATION NUMBER PLATE OR PLATES HAVE BEEN REMOVED AND TO PROVIDE EXCEPTIONS THERETO; TO MAKE IT 26 UNLAWFUL TO POSSESS, SELL OR EXCHANGE, OR GIVE AWAY A CERTIFICATE 27 OF TITLE, MANUFACTURER'S IDENTIFICATION NUMBER PLATE, OR MOTOR 28 VEHICLE LICENSE PLATE OF ANY MOTOR VEHICLE THAT HAS BEEN SCRAPPED, 29 30 DISMANTLED OR SOLD AS JUNK OR SALVAGE OR AS A TOTAL LOSS CONTRARY 31 TO THIS ACT; TO PROVIDE FOR THE ISSUANCE OF A SALVAGE CERTIFICATE 32 OF TITLE BY THE STATE TAX COMMISSION AND TO PROVIDE THE FEE 33 THEREFOR; TO AUTHORIZE THE STATE TAX COMMISSION TO ISSUE A CERTIFICATE OF TITLE TO ANY MOTOR VEHICLE FOR WHICH A SALVAGE 34 CERTIFICATE OF TITLE HAS BEEN ISSUED IF THE VEHICLE HAS BEEN 35 36 COMPLETELY RESTORED TO ITS OPERATING CONDITION WHICH EXISTED 37 BEFORE THE EVENT THAT CAUSED THE SALVAGE CERTIFICATE OF TITLE TO 38 ISSUE AND TO PROVIDE THE PROCEDURE FOR OBTAINING A CERTIFICATE OF 39 TITLE FOR SUCH A VEHICLE; TO PROVIDE THAT A SALVAGE VEHICLE THAT

HAS BEEN RESTORED TO ITS OPERATING CONDITION WHICH EXISTED BEFORE 40 41 THE EVENT WHICH CAUSED THE SALVAGE CERTIFICATE OF TITLE TO ISSUE SHALL BE ISSUED A CERTIFICATE OF TITLE WHICH SHALL CONTAIN THE 42 WORD "REBUILT"; TO PROVIDE THAT EACH SALVAGE VEHICLE THAT IS 43 44 REBUILT SHALL BE ISSUED A DECAL, PLATE OR OTHER EMBLEM AS 45 PRESCRIBED BY THE DEPARTMENT OF PUBLIC SAFETY TO REFLECT THAT THE VEHICLE IS REBUILT; TO REQUIRE THAT ANY PERSON WHO SELLS OR 46 47 OTHERWISE TRANSFERS ANY INTEREST IN ANY VEHICLE FOR WHICH A TITLE 48 BEARING THE DESIGNATION "SALVAGE" OR "REBUILT" HAS BEEN ISSUED 49 SHALL DISCLOSE IN WRITING THE EXISTENCE OF THIS TITLE TO THE 50 TRANSFEREE; TO AMEND SECTIONS 63-21-15, 63-21-33 AND 63-21-39, 51 MISSISSIPPI CODE OF 1972, IN CONFORMITY THERETO; AND FOR RELATED 52 PURPOSES.

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 54 55 SECTION 1. (1) No motor vehicle for which a salvage or junk 56 certificate of title has been issued by this state or any other 57 state shall be driven or operated on the highways or other public 58 places of this state. A vehicle which is in this state and for 59 which a salvage certificate of title has been issued, and the 60 vehicle is being restored to its operating condition that existed 61 before the event which caused the salvage certificate of title to 62 issue, may be moved to and from repair points as necessary by the 63 rebuilder to complete the restoration or may be moved as permitted 64 by the Department of Public Safety on the day the vehicle is 65 scheduled for inspection or for any other purpose.

66 (2) When the frame or engine is removed from a motor vehicle 67 and not immediately replaced by another frame or engine, or when 68 an insurance company has paid money or made other monetary settlement as compensation for a total loss of any motor vehicle, 69 70 the motor vehicle shall be considered to be salvage. The owner of 71 every motor vehicle in which total loss or salvage has occurred 72 shall, within seventy-two (72) hours after the total loss or 73 salvage occurs, make application for a salvage certificate of

74 title to a designated agent and forward to the State Tax 75 Commission the certificate of title to the motor vehicle, 76 whereupon the State Tax Commission shall process the certificate 77 of title in a manner prescribed by law or regulation. An 78 insurance company that pays money or makes other monetary 79 settlement as compensation for total loss of a motor vehicle shall 80 obtain, at the time of payment or monetary settlement, the vehicle's certificate of title and, within seventy-two (72) hours 81 after receiving the certificate of title, shall forward such 82 83 certificate along with an application for a salvage certificate of 84 title, to the State Tax Commission for processing. In the event 85 the payment or monetary settlement was made because of the theft of the vehicle, which shall be considered a total loss as defined 86 in this section, the insurance company shall forward the vehicle's 87 properly assigned certificate of title as provided in this section 88 89 to the State Tax Commission as soon as practicable after the 90 vehicle is recovered. When a stolen motor vehicle for which a 91 salvage certificate of title has been issued is later recovered, 92 the owner recorded on the salvage certificate shall assign that 93 certificate to the purchaser.

94 (3) If an insurance company acquires a motor vehicle in 95 settlement of an insurance claim and holds the vehicle for resale 96 and procures the properly assigned certificate of title from the 97 owner or lienholder within fifteen (15) days after delivery of the 98 vehicle to the insurance company, and if the vehicle was not a 99 total loss as defined by this section, the insurance company need 100 not send the certificate of title to the State Tax Commission but, 101 upon transferring the vehicle to another person other than by the

102 creation of a security interest, the insurance company shall 103 execute the space reserved on the reverse of the title for first 104 reassignment by a licensed dealer naming therein the transferee 105 and complete an affidavit of acquisition and disposition of the 106 motor vehicle on a form prescribed by the State Tax Commission and deliver the certificate of title, affidavit and any other 107 108 documents required by the State Tax Commission to the transferee 109 at the time of delivery of the motor vehicle.

110 (4) For the purposes of this section, a total loss occurs 111 when an insurance company or any other person pays or makes other 112 monetary settlement to a person when a vehicle is damaged and the 113 damage to the vehicle is equal to or greater than seventy-five percent (75%) of the fair retail value of the vehicle prior to 114 115 damage as set forth in a current edition of a nationally 116 recognized compilation of retail values, including automated data bases, as approved by the State Tax Commission. The compensation 117 118 for total loss as defined in this subsection does not include 119 payments by an insurer or other person for medical care, bodily 120 injury, vehicle rental, or for anything other than the amount paid 121 for the actual damage to the motor vehicle. Actual damage includes the cost of both labor and parts. A vehicle that has 122 123 sustained minor damage as a result of theft or vandalism shall not 124 be considered a total loss. Any person acquiring ownership of a 125 damaged motor vehicle that meets the definition of total loss for 126 which a salvage certificate of title has not been issued, other 127 than a scrap metal processor acquiring such vehicle for purposes of recycling into metallic scrap for remelting purposes only, 128 129 shall apply for a salvage certificate of title. This application

130 shall be made before the vehicle is further transferred but, in any event, within thirty (30) days after ownership is acquired. 131 132 (5) It is unlawful for the owner of any junkyard, salvage 133 yard or motor vehicle dismantler and parts recycler or his or her 134 agents or employees to have in his possession any motor vehicle 135 that is junk or salvage or a total loss when the manufacturer's 136 vehicle identification number plate or plates, authorized replacement vehicle identification number plate or plates, or 137 serial plate or plates have been removed, unless previously 138 139 required to be removed by a statute or law of this state or 140 another jurisdiction.

141 (6) It is unlawful for a person, firm or corporation to 142 possess, sell or exchange, offer to sell or exchange, or to give 143 away any certificate of title, salvage certificate of title, 144 manufacturer's identification number plate or plates, authorized replacement vehicle identification number plate or plates, serial 145 plate or plates, or motor vehicle license plate or plates of any 146 147 motor vehicle which has been scrapped, dismantled or sold as junk 148 or salvage or as a total loss contrary to this section, and every officer, agent or employee of a person, firm or corporation, and 149 150 every person who authorizes, directs, aids in or consents to the 151 possession, sale or exchange, or offer to sell, exchange or give 152 away such certificate of origin, certificate of title, salvage 153 certificate of title, manufacturer's vehicle identification number 154 plate or plates, authorized replacement vehicle identification 155 number plate or plates, serial plate or plates, or motor vehicle 156 license plate or plates contrary to this section, upon conviction, 157 is guilty of a misdemeanor and shall be punished as provided in

158 Section 63-21-71, Mississippi Code of 1972.

159 (7) The State Tax Commission may issue a salvage certificate 160 of title for a fee of Fifteen Dollars (\$15.00) on a form 161 prescribed by the State Tax Commission which provides for 162 assignments of this title. The salvage certificate of title is to 163 replace a certificate of title required to be surrendered by this 164 section. The State Tax Commission shall prescribe necessary forms and procedures to comply with this subsection. Salvage and 165 166 rebuilt brands contained in certificates of title last issued by another jurisdiction shall be carried forward on the Mississippi 167 168 certificate of title. The State Tax Commission may carry forward 169 other brand or brands comparable on the Mississippi certificate of 170 title.

171 (8) It is unlawful for a person to sign as assignor, or for a person to have in his or her possession a salvage certificate of 172 title or any other certificate of title that has been signed by 173 174 the owner as assignor, without the name of the assignee and other 175 information called for on the title document prescribed by the 176 State Tax Commission. A person who violates this subsection, upon 177 conviction, is guilty of a misdemeanor and shall be punished as 178 provided by law.

(9) Every owner of a salvage or junk motor vehicle who sells or transfers the vehicle to any person other than to a scrap metal processor for purposes of recycling into metallic scrap for remelting purposes only shall provide at the time of the sale or transfer a properly executed assignment and warranty of title to the transferee in the space provided therefor on the salvage certificate of title or junk certificate or as the State Tax

186 Commission prescribes.

187 (10) The State Tax Commission may issue a certificate of 188 title containing the word "rebuilt" to any motor vehicle for which 189 a salvage certificate has been issued by this or any other state, and the vehicle has, in this state, been completely restored to 190 191 its operating condition which existed before the event which 192 caused the salvage certificate of title to issue, provided that all requirements of this section have been met. No certificate of 193 194 title may be issued for any motor vehicle for which a junk 195 certificate of title, junk certificate, permit to dismantle, parts 196 only, or ownership documents issued by another jurisdiction having 197 the same meaning has been issued or for a vehicle which is sold 198 for parts only.

199 (11) Every owner of a salvage motor vehicle that is in this 200 state and that has been restored in this state to its operating condition which existed before the event which caused the salvage 201 202 certificate of title to issue shall make application to the 203 Department of Public Safety for an inspection of the vehicle in 204 the form and content as determined by the Department of Public 205 Safety. Each application for inspection of a salvage vehicle that 206 has been so restored shall be accompanied by all of the following:

207 (a) The outstanding salvage certificate of title or208 out-of-state title previously issued for the salvage vehicle.

(b) Notarized bills of sale evidencing acquisition of all major component parts (listing the manufacturer's vehicle identification number of the vehicle from which the parts were removed, if parts contain or should contain the manufacturer's vehicle identification number) used to restore the vehicle and

214 bills of sale evidencing acquisition of all minor component parts. 215 Notarization is not required on bills of sale for minor component 216 parts; however, a notarized bill of sale that lists the 217 manufacturer's vehicle identification number of the vehicle from which the parts were removed, if parts contain or should contain 218 the manufacturer's vehicle identification number. A notarized 219 220 bill of sale bearing the manufacturer's vehicle identification number is required for a transmission. 221

(c) The owner shall also provide a written affirmation which states the following:

(i) That the owner has rebuilt the vehicle or
supervised its rebuilders, and what has been done to restore the
vehicle to its operating condition which existed before the event
that caused the salvage certificate to issue.

(ii) That the owner personally inspected the completed vehicle and it complies with all safety requirements set forth by the State of Mississippi and any regulations promulgated thereunder.

(iii) That the identification numbers of the
restored vehicle and its parts have not, to the knowledge of the
owner, been removed, destroyed, falsified, altered or defaced.

(iv) That the salvage certificate of title or out-of-state title certificate attached to the application has not, to the knowledge of the owner, been forged, falsified, altered or counterfeited.

(v) That all information contained on the application and its attachments is true and correct to the knowledge of the owner.

(12) (a) The application fee for each inspection of a
restored vehicle shall be Seventy-five Dollars (\$75.00), payable
by certified funds to the Department of Public Safety, which shall
accompany the application for inspection.

246 (b) All application for inspection fees received by the 247 Department of Public Safety shall be applied toward the personnel and maintenance costs of the vehicle inspection program. 248 Persons 249 seeking to have vehicles inspected as provided in this section 250 shall first contact the Department of Public Safety substation for 251 the purpose of reserving a specified time to present the vehicle 252 for inspection. Upon receipt of the application for inspection 253 and the Seventy-five Dollar (\$75.00) fee, the Department of Public 254 Safety shall inspect the vehicle. Upon successfully passing inspection a completed inspection certificate shall be issued 255 256 according to procedures of the Department of Public Safety. Following inspection, the applicant shall make his application for 257 258 a new certificate of title to the State Tax Commission, as provided in Section 63-21-15, and shall attach the inspection 259 certificate issued by the Department of Public Safety, the salvage 260 261 certificate of title of the vehicle, affidavits, bills of sale and 262 other documents that may be required by the State Tax Commission, 263 and the designated agent shall cause such documents to be 264 forwarded to the State Tax Commission, along with the required 265 title fee.

(c) The inspection and certification shall include an examination of the vehicle and its parts to determine that the identification numbers of the vehicle or its parts have not been removed, falsified, altered, defaced, destroyed or tampered with;

270 that the vehicle information contained in the application for 271 certificate of title and supporting documents is true and correct; 272 and that there are no indications that the vehicle or any of its 273 parts are stolen. The certification shall not attest to the 274 roadworthiness or safety condition of the vehicle. 275 (13) Component parts are defined as: Passenger vehicles. 276 (a) 277 (i) Major components: 278 Motor or engine. 1. 279 2. Trunk floor pan or rear section and roof. 280 3. Frame or any portion thereof (except frame horn), or, in the case of a unitized body, the supporting 281 282 structure which serves as the frame, except when it is a part of 283 the trunk floor pan, or rear section and roof. 284 4. Cowl, firewall, or any portion thereof. 285 5. Roof assembly. 286 (ii) Minor components: 287 1. Each door allowing entrance to or egress 288 from the passenger compartment. 289 Hood. 2. 290 Each front fender or each rear fender when 3. 291 used with a rear section and roof. 292 4. Deck lid, tailgate or hatchback (whichever 293 is present). 294 5. Each quarter panel. 295 Each bumper. 6. 296 7. T-tops, moon roof, or whichever is 297 present.

298 8. Transmission or trans-axle. 299 (b) Truck, truck type or bus type vehicles. 300 (i) Major components: 301 1. Motor or engine. 302 2. Transmission or trans-axle. 303 3. Frame or any portion thereof (except frame 304 horn), or, in the case of a unitized body, the supporting 305 structure which serves as the frame. 306 4. Cab. 307 Cowl or firewall or any portion thereof. 5. 308 6. Roof assembly. 309 Cargo compartment floor panel or passenger 7. 310 compartment floor pan. 311 (ii) Minor components: 312 1. Each door. 313 2. Hood. 314 3. Grill, except on one-ton truck or smaller 315 trucks. 316 4. Each bumper. 317 5. Each front fender. 318 Roof panel and rear cab panel. б. 319 7. Each rear fender or side panel. Pickup box. 320 8. 321 9. Body or bed. 322 (C) Motorcycle: component parts. 323 (i) Engine or motor. (ii) Transmission or trans-axle. 324 325 (iii) Frame.

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(iv) Front fork.

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(v) Crankcase.

328 (14) A salvage vehicle that has been restored in this state 329 to its operating condition that existed before the event which 330 caused the salvage certificate of title to issue shall be issued a 331 certificate of title that contains the word "rebuilt."

332 (15) (a) Each salvage vehicle restored or rebuilt in this state that is required to be inspected by the Department of Public 333 334 Safety pursuant to subsection (12) of this section and for which a certificate of title may be issued pursuant to subsection (14) of 335 336 this section shall be issued a decal, plate or other emblem as 337 prescribed by the Department of Public Safety to reflect that the 338 vehicle is rebuilt. The decal, plate or other emblem shall be 339 attached to the vehicle in a place and in a manner prescribed by 340 the Department of Public Safety.

(b) A person who willfully removes, mutilates, tampers
with, obliterates or destroys a decal, plate or other emblem
issued and attached to a salvage vehicle pursuant to this
subsection is guilty of a misdemeanor and shall be punished as
provided in Section 63-21-71, Mississippi Code of 1972.

346 (16) Each person who sells, exchanges, delivers or otherwise 347 transfers any interest in any vehicle for which a title bearing 348 the designation "salvage" or "rebuilt" has been issued shall 349 disclose in writing the existence of this designation contained on 350 the title to the prospective purchaser, recipient in exchange, 351 recipient by donation, or recipient by other act of transfer. The 352 disclosure, which shall be made at the time of or prior to the 353 completion of the sale, exchange, donation or other act of

354 transfer shall contain the following information in no smaller 355 than ten-point type: "This vehicle's title contains the 356 designation 'salvage' or 'rebuilt.'"

357 (17) This section does not apply to any motor vehicle that 358 is ten (10) years old or older with a value of One Thousand Five 359 Hundred Dollars (\$1,500.00) or less.

360 SECTION 2. Section 63-21-15, Mississippi Code of 1972, is 361 amended as follows:[CSQ1]

362 63-21-15. (1) The application for the certificate of title 363 of a vehicle, manufactured home or mobile home in this state shall 364 be made by the owner to a designated agent, on the form the State 365 Tax Commission prescribes, and shall contain or be accompanied by 366 the following, if applicable:

367 (a) The name, current residence and mailing address of368 the owner;

(b) (i) If a vehicle, a description of the vehicle, including the following data: year, make, model, vehicle identification number, type of body, the number of cylinders, odometer reading at the time of application, and whether new or used; and

(ii) If a manufactured home or mobile home, a description of the manufactured home or mobile home, including the following data: year, make, model number, serial number and whether new or used;

378 (c) The date of purchase by applicant, the name and 379 address of the person from whom the vehicle, manufactured home or 380 mobile home was acquired, and the names and addresses of any 381 lienholders in the order of their priority and the dates of their

382 security agreements;

383 (d) In connection with the transfer of ownership of a 384 manufactured home or mobile home sold by a sheriff's bill of sale, 385 a copy of the sheriff's bill of sale; 386 (e) (i) An odometer disclosure statement made by the 387 transferor of a motor vehicle. The statement shall read: 388 "Federal and state law requires that you state the 389 mileage in connection with the transfer of ownership. Failure to 390 complete or providing a false statement may result in fine and/or 391 imprisonment. 392 I state that the odometer now reads __ (no tenths) 393 miles and to the best of my knowledge that it reflects the actual mileage of the vehicle described herein, unless one (1) of the 394 following statements is checked: 395 396 ___ (1) I hereby certify that to the best of my knowledge the odometer reading reflects the amount of mileage in 397 398 excess of its mechanical limits. 399 (2) I hereby certify that the odometer reading is not the actual mileage.-WARNING-ODOMETER DISCREPANCY!" 400 401 (ii) In connection with the transfer of ownership of a motor vehicle, each transferor shall disclose the mileage to 402 403 the transferee in writing on the title or on the document being 404 used to reassign the title, which form shall be prescribed and 405 furnished by the State Tax Commission. This written disclosure 406 must be signed by the transferor and transferee, including the 407 printed name of both parties. 408 Notwithstanding the requirements above, the

409 following exemptions as to odometer disclosure shall be in effect:

410 1. A vehicle having a gross vehicle weight411 rating of more than sixteen thousand (16,000) pounds.

A vehicle that is not self-propelled.

A vehicle that is ten (10) years old or

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414 older.

415 4. A vehicle sold directly by the
416 manufacturer to any agency of the United States in conformity with
417 contractual specifications.

418 5. A transferor of a new vehicle prior to its
419 first transfer for purposes other than resale need not disclose
420 the vehicle's odometer mileage.

421 (iii) Any person who knowingly gives a false 422 statement concerning the odometer reading on an odometer disclosure statement shall be guilty of a misdemeanor and, upon 423 424 conviction, shall be subject to a fine of up to One Thousand Dollars (\$1,000.00) or imprisonment of up to one (1) year, or 425 426 both, at the discretion of the court. These penalties shall be 427 cumulative, supplemental and in addition to the penalties provided by any other law; and 428

(f) For previously used manufactured homes and mobile homes that previously have not been titled in this state or any other state, a disclosure statement shall be made by the owner of the manufactured home or mobile home applying for the certificate of title. That statement shall read:

"I state that the previously used manufactured home or mobile home owned by me for which I am applying for a certificate of title, to the best of my knowledge:

437 (i) Has never been declared a total loss due

438 to flood damage, fire damage, wind damage or other damage; or 439 _____ (ii) Has previously been declared a total loss 440 due to: 441 _____ 1. Collision;

- 442 _____ 2. Flood;
- 443 _____ 3. Fire;
- 444 _____ 4. Wind;
- 445 _____ 5. Other (please describe):"

446 The application shall be accompanied by such evidence as (2) 447 the State Tax Commission reasonably requires to identify the 448 vehicle, manufactured home or mobile home and to enable the State 449 Tax Commission to determine whether the owner is entitled to a 450 certificate of title and the existence or nonexistence of security 451 interests in the vehicle, manufactured home or mobile home and 452 whether the applicant is liable for a use tax as provided by 453 Sections 27-67-1 through 27-67-33.

(3) If the application is for a vehicle, manufactured home or mobile home purchased from a dealer, it shall contain the name and address of any lienholder holding a security interest created or reserved at the time of the sale and the date of his security agreement and it shall be signed by the dealer as well as the owner. The designated agent shall promptly mail or deliver the application to the State Tax Commission.

(4) If the application is for a new vehicle, manufactured home or mobile home, it shall contain the certified manufacturer's statement of origin showing proper assignments to the applicant and a copy of each security interest document.

465 (5) Each application shall contain or be accompanied by the

466 certificate of a designated agent that the vehicle, manufactured 467 home or mobile home has been physically inspected by him and that 468 the vehicle identification number and descriptive data shown on 469 the application, pursuant to the requirements of subsection (1) 470 (b) of this section, are correct, and also that he has identified 471 the person signing the application and witnessed the 472 signature. * * *

473 (6) If the application is for a first certificate of title 474 on a vehicle, manufactured home or mobile home other than a new 475 vehicle, manufactured home or mobile home, then the application 476 shall conform with the requirements of this section except that in 477 lieu of the manufacturer's statement of origin, the application shall be accompanied by a copy of the bill of sale of said motor 478 479 vehicle, manufactured home or mobile home whereby the applicant 480 claims title or in lieu thereof, in the case of a motor vehicle, certified copies of the last two (2) years' tag and tax receipts 481 482 or in lieu thereof, in any case, such other information the State 483 Tax Commission may reasonably require to identify the vehicle, manufactured home or mobile home and to enable the State Tax 484 485 Commission to determine ownership of the vehicle, manufactured 486 home or mobile home and the existence or nonexistence of security 487 interest in it. If the application is for a vehicle, manufactured 488 home or mobile home last previously registered in another state or 489 country, the application shall also be accompanied by the 490 certificate of title issued by the other state or country, if any, 491 properly assigned.

492 (7) Every designated agent within this state shall, no later493 than the next business day after they are received by him, forward

494 to the State Tax Commission by mail, postage prepaid, the 495 originals of all applications received by him, together with such 496 evidence of title as may have been delivered to him by the 497 applicants.

498 (8) An application for certificate of title and information
499 to be placed on an application for certificate of title may be
500 transferred electronically as provided in Section 63-21-16.

501 SECTION 3. Section 63-21-33, Mississippi Code of 1972, is 502 amended as follows:[CSQ2]

503 63-21-33. If a dealer buys a vehicle, manufactured home or 504 mobile home and holds it for resale and procures the certificate 505 of title from the owner or the lienholder within ten (10) days 506 after delivery to him of the vehicle, manufactured home or mobile 507 home, he need not send the certificate to the State Tax 508 Commission. However, upon transferring the vehicle, manufactured home or mobile home to another person other than by the creation 509 510 of a security interest, he shall promptly execute the assignment 511 and warranty of title by a dealer, showing the names and addresses of the transferee and of any lienholder holding a security 512 513 interest created or reserved at the time of the resale and the 514 date of his security agreement, in the spaces provided therefor on 515 the certificate or as the State Tax Commission prescribes, and 516 deliver the certificate to a designated agent with the 517 transferee's application for a new certificate.

518 Every dealer shall maintain for five (5) years a record in 519 the form the State Tax Commission prescribes of every vehicle, 520 manufactured home or mobile home bought, sold or exchanged by him 521 or received by him for sale or exchange, which shall be open to

522 inspection by a representative of the State Tax Commission or 523 patrol or peace officer during reasonable business hours.

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525 SECTION 4. Section 63-21-39, Mississippi Code of 1972, is 526 amended as follows:

63-21-39. * * * An owner who scraps, dismantles or destroys 527 528 a vehicle and a person who purchases a vehicle as scrap or to be 529 dismantled or destroyed shall indicate same on the back of the 530 certificate of title and shall immediately cause the certificate of title and any other documents required by the State Tax 531 532 Commission to be mailed or delivered to the State Tax Commission for cancellation. A certificate of title of the vehicle shall not 533 534 again be issued except upon application containing the information 535 the State Tax Commission requires, accompanied by a certificate of 536 inspection in the form and content specified in Section 537 63-21-15 * * *.

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539 SECTION 5. Section 1 of this act shall be codified in 540 Chapter 21 of Title 63, Mississippi Code of 1972.

541 SECTION 6. This act shall take effect and be in force from 542 and after July 1, 2000.