

By: Representative Moak

To: Transportation

HOUSE BILL NO. 560

1 AN ACT TO PROHIBIT ANY MOTOR VEHICLE FOR WHICH A SALVAGE OR
2 JUNK CERTIFICATE OF TITLE HAS BEEN ISSUED FROM BEING OPERATED ON
3 THE HIGHWAYS OF THIS STATE AND TO PROVIDE EXCEPTIONS THERETO; TO
4 PROVIDE THAT WHEN THE FRAME OR ENGINE IS REMOVED FROM A MOTOR
5 VEHICLE AND NOT IMMEDIATELY REPLACED BY ANOTHER FRAME OR ENGINE,
6 OR WHEN AN INSURANCE COMPANY HAS MADE A SETTLEMENT FOR A TOTAL
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
10 CERTIFICATE OF TITLE WITHIN 72 HOURS AFTER THE LOSS OCCURS; TO
11 PROVIDE THE TITLING PROCEDURE TO BE FOLLOWED BY AN INSURANCE
12 COMPANY IF IT OBTAINS A MOTOR VEHICLE IN SETTLEMENT OF AN
13 INSURANCE CLAIM AND THE VEHICLE IS NOT A TOTAL LOSS; TO PROVIDE
14 THAT A TOTAL LOSS OCCURS WHEN AN INSURANCE COMPANY OR ANY OTHER
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
17 OR EQUAL TO 75% OF THE FAIR RETAIL VALUE OF THE VEHICLE BEFORE
18 DAMAGE; TO PROVIDE THAT ANY PERSON ACQUIRING OWNERSHIP OF A
19 DAMAGED MOTOR VEHICLE THAT MEETS THE DEFINITION OF TOTAL LOSS AND
20 FOR WHICH A SALVAGE CERTIFICATE OR TITLE HAS NOT BEEN ISSUED SHALL
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
26 BEEN REMOVED AND TO PROVIDE EXCEPTIONS THERETO; TO MAKE IT
27 UNLAWFUL TO POSSESS, SELL OR EXCHANGE, OR GIVE AWAY A CERTIFICATE
28 OF TITLE, MANUFACTURER'S IDENTIFICATION NUMBER PLATE, OR MOTOR
29 VEHICLE LICENSE PLATE OF ANY MOTOR VEHICLE THAT HAS BEEN SCRAPPED,
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
34 CERTIFICATE OF TITLE TO ANY MOTOR VEHICLE FOR WHICH A SALVAGE
35 CERTIFICATE OF TITLE HAS BEEN ISSUED IF THE VEHICLE HAS BEEN
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
40 HAS BEEN RESTORED TO ITS OPERATING CONDITION WHICH EXISTED BEFORE
41 THE EVENT WHICH CAUSED THE SALVAGE CERTIFICATE OF TITLE TO ISSUE
42 SHALL BE ISSUED A CERTIFICATE OF TITLE WHICH SHALL CONTAIN THE
43 WORD "REBUILT"; TO PROVIDE THAT EACH SALVAGE VEHICLE THAT IS
44 REBUILT SHALL BE ISSUED A DECAL, PLATE OR OTHER EMBLEM AS
45 PRESCRIBED BY THE DEPARTMENT OF PUBLIC SAFETY TO REFLECT THAT THE
46 VEHICLE IS REBUILT; TO REQUIRE THAT ANY PERSON WHO SELLS OR
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.



BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

SECTION 1. (1) No motor vehicle for which a salvage or junk certificate of title has been issued by this state or any other state shall be driven or operated on the highways or other public places of this state. A vehicle which is in this state and for which a salvage certificate of title has been issued, and the vehicle is being restored to its operating condition that existed before the event which caused the salvage certificate of title to issue, may be moved to and from repair points as necessary by the rebuilder to complete the restoration or may be moved as permitted by the Department of Public Safety on the day the vehicle is scheduled for inspection or for any other purpose.

(2) When the frame or engine is removed from a motor vehicle and not immediately replaced by another frame or engine, or when an insurance company has paid money or made other monetary settlement as compensation for a total loss of any motor vehicle, the motor vehicle shall be considered to be salvage. The owner of every motor vehicle in which total loss or salvage has occurred shall, within seventy-two (72) hours after the total loss or salvage occurs, make application for a salvage certificate of title to a designated agent and forward to the State Tax Commission the certificate of title to the motor vehicle, whereupon the State Tax Commission shall process the certificate of title in a manner prescribed by law or regulation. An insurance company that pays money or makes other monetary settlement as compensation for total loss of a motor vehicle shall obtain, at the time of payment or monetary settlement, the vehicle's certificate of title and, within seventy-two (72) hours after receiving the certificate of title, shall forward such certificate along with an application for a salvage certificate of title, to the State Tax Commission for processing. In the event 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 to the State Tax Commission as soon as practicable after the
89 vehicle is recovered. When a stolen motor vehicle for which a
90 salvage certificate of title has been issued is later recovered,
91 the owner recorded on the salvage certificate shall assign that
92 certificate to the purchaser.

93 (3) If an insurance company acquires a motor vehicle in
94 settlement of an insurance claim and holds the vehicle for resale
95 and procures the properly assigned certificate of title from the
96 owner or lienholder within fifteen (15) days after delivery of the
97 vehicle to the insurance company, and if the vehicle was not a
98 total loss as defined by this section, the insurance company need
99 not send the certificate of title to the State Tax Commission but,
100 upon transferring the vehicle to another person other than by the
101 creation of a security interest, the insurance company shall
102 execute the space reserved on the reverse of the title for first
103 reassignment by licensed dealer naming therein the transferee and
104 complete an affidavit of acquisition and disposition of the motor
105 vehicle on a form prescribed by the State Tax Commission and
106 deliver the certificate of title, affidavit and any other
107 documents required by the State Tax Commission to the transferee
108 at the time of delivery of the motor vehicle.

109 (4) For the purposes of this section, a total loss occurs
110 when an insurance company or any other person pays or makes other
111 monetary settlement to a person when a vehicle is damaged and the
112 damage to the vehicle is equal to or greater than seventy-five
113 percent (75%) of the fair retail value of the vehicle prior to
114 damage as set forth in a current edition of a nationally
115 recognized compilation of retail values, including automated data
116 bases, as approved by the State Tax Commission. The compensation
117 for total loss as defined in this subsection does not include
118 payments by an insurer or other person for medical care, bodily



injury, vehicle rental, or for anything other than the amount paid for the actual damage to the motor vehicle. Actual damage includes the cost of both labor and parts. A vehicle that has sustained minor damage as a result of theft or vandalism shall not be considered a total loss. Any person acquiring ownership of a damaged motor vehicle that meets the definition of total loss for which a salvage certificate of title has not been issued, other than a scrap metal processor acquiring such vehicle for purposes of recycling into metallic scrap for remelting purposes only, shall apply for a salvage certificate of title. This application shall be made before the vehicle is further transferred but, in any event, within thirty (30) days after ownership is acquired.

(5) It is unlawful for the owner of any junkyard, salvage yard or motor vehicle dismantler and parts recycler or his or her agents or employees to have in his possession any motor vehicle that is junk or salvage or a total loss when the manufacturer's vehicle identification number plate or plates, authorized replacement vehicle identification number plate or plates, or serial plate or plates have been removed, unless previously required to be removed by a statute or law of this state or another jurisdiction.

(6) It is unlawful for a person, firm or corporation to possess, sell or exchange, offer to sell or exchange, or to give away any certificate of title, salvage certificate of title, manufacturer's identification number plate or plates, authorized replacement vehicle identification number plate or plates, serial plate or plates, or motor vehicle license plate or plates of any motor vehicle which has been scrapped, dismantled or sold as junk or salvage or as a total loss contrary to this section, and every officer, agent or employee of a person, firm or corporation, and every person who authorizes, directs, aids in or consents to the possession, sale or exchange, or offer to sell, exchange or give away such certificate of origin, certificate of title, salvage



certificate of title, manufacturer's vehicle identification number plate or plates, authorized replacement vehicle identification number plate or plates, serial plate or plates, or motor vehicle license plate or plates contrary to this section, upon conviction, is guilty of a misdemeanor and shall be punished as provided in Section 63-21-71.

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

(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 title or any other certificate of title that has been signed by the owner as assignor, without the name of the assignee and other information called for on the title document prescribed by the State Tax Commission. A person who violates this subsection, upon conviction, is guilty of a misdemeanor and shall be punished as 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



184 certificate of title or junk certificate or as the State Tax
185 Commission prescribes.

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

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

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

208 (b) Notarized bills of sale evidencing acquisition of
209 all major component parts (listing the manufacturer's vehicle
210 identification number of the vehicle from which the parts were
211 removed, if parts contain or should contain the manufacturer's
212 vehicle identification number) used to restore the vehicle and
213 bills of sale evidencing acquisition of all minor component parts.
214 Notarization is not required on bills of sale for minor component
215 parts; however, a notarized bill of sale that lists the
216 manufacturer's vehicle identification number of the vehicle from



217 which the parts were removed, if parts contain or should contain
218 the manufacturer's vehicle identification number. A notarized
219 bill of sale bearing the manufacturer's vehicle identification
220 number is required for a transmission.

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

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

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

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

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

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

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

245 (b) All applications for inspection fees received by
246 the Department of Public Safety shall be applied toward the
247 personnel and maintenance costs of the vehicle inspection program.
248 Persons seeking to have vehicles inspected as provided in this
249 section shall first contact the Department of Public Safety



substation for the purpose of reserving a specified time to present the vehicle for inspection. Upon receipt of the application for inspection and the Seventy-five Dollar (\$75.00) fee, the Department of Public Safety shall inspect the vehicle. Upon successfully passing inspection a completed inspection certificate shall be issued according to procedures of the Department of Public Safety. Following inspection, the applicant shall make his application for a new certificate of title to the State Tax Commission, as provided in Section 63-21-15, and shall attach the inspection certificate issued by the Department of Public Safety, the salvage certificate of title of the vehicle, affidavits, bills of sale and other documents that may be required by the State Tax Commission, and the designated agent shall cause such documents to be forwarded to the State Tax Commission, along with the required 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; that the vehicle information contained in the application for certificate of title and supporting documents is true and correct; and that there are no indications that the vehicle or any of its parts are stolen. The certification shall not attest to the roadworthiness or safety condition of the vehicle.

(13) Component parts are defined as:

(a) Passenger vehicles.

(i) Major components:

1. Motor or engine.
2. Trunk floor pan or rear section and roof.
3. Frame or any portion thereof (except frame horn), or, in the case of a unitized body, the supporting structure which serves as the frame, except when it is a part of the trunk floor pan, or rear section and roof.



283 4. Cowl, firewall, or any portion thereof.
284 5. Roof assembly.
285 (ii) Minor components:
286 1. Each door allowing entrance to or egress
287 from the passenger compartment.
288 2. Hood.
289 3. Each front fender or each rear fender when
290 used with a rear section and roof.
291 4. Deck lid, tailgate or hatchback (whichever
292 is present).
293 5. Each quarter panel.
294 6. Each bumper.
295 7. T-tops, moon roof, or whichever is
296 present.
297 8. Transmission or transaxle.
298 (b) Truck, truck type or bus type vehicles.
299 (i) Major components:
300 1. Motor or engine.
301 2. Transmission or transaxle.
302 3. Frame or any portion thereof (except frame
303 horn), or, in the case of a unitized body, the supporting
304 structure which serves as the frame.
305 4. Cab.
306 5. Cowl or firewall or any portion thereof.
307 6. Roof assembly.
308 7. Cargo compartment floor panel or passenger
309 compartment floor pan.
310 (ii) Minor components:
311 1. Each door.
312 2. Hood.
313 3. Grill, except on one-ton truck or smaller
314 trucks.
315 4. Each bumper.



- 316 5. Each front fender.
317 6. Roof panel and rear cab panel.
318 7. Each rear fender or side panel.
319 8. Pickup box.
320 9. Body or bed.

321 (c) Motorcycle: component parts.

- 322 (i) Engine or motor.
323 (ii) Transmission or transaxle.
324 (iii) Frame.
325 (iv) Front fork.
326 (v) Crankcase.

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

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

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

345 (16) Each person who sells, exchanges, delivers or otherwise
346 transfers any interest in any vehicle for which a title bearing
347 the designation "salvage" or "rebuilt" has been issued shall
348 disclose in writing the existence of this designation contained on



the title to the prospective purchaser, recipient in exchange, recipient by donation, or recipient by other act of transfer. The disclosure, which shall be made at the time of or prior to the completion of the sale, exchange, donation or other act of transfer shall contain the following information in no smaller than ten-point type: "This vehicle's title contains the designation 'salvage' or 'rebuilt.'"

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

SECTION 2. Section 63-21-15, Mississippi Code of 1972, is amended as follows:

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

(a) The name, current residence and mailing address of 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;

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



382 (d) In connection with the transfer of ownership of a
383 manufactured home or mobile home sold by a sheriff's bill of sale,
384 a copy of the sheriff's bill of sale;

385 (e) (i) An odometer disclosure statement made by the
386 transferor of a motor vehicle. The statement shall read:

387 "Federal and state law requires that you state the mileage in
388 connection with the transfer of ownership. Failure to complete or
389 providing a false statement may result in fine and/or
390 imprisonment.

391 I state that the odometer now reads _____ (no tenths)
392 miles and to the best of my knowledge that it reflects the actual
393 mileage of the vehicle described herein, unless one (1) of the
394 following statements is checked:

395 _____ (1) I hereby certify that to the best of my knowledge
396 the odometer reading reflects the amount of mileage in excess of
397 its mechanical limits.

398 _____ (2) I hereby certify that the odometer reading is not
399 the actual mileage. - WARNING - ODOMETER DISCREPANCY!"

400 (ii) In connection with the transfer of ownership
401 of a motor vehicle, each transferor shall disclose the mileage to
402 the transferee in writing on the title or on the document being
403 used to reassign the title, which form shall be prescribed and
404 furnished by the State Tax Commission. This written disclosure
405 must be signed by the transferor and transferee, including the
406 printed name of both parties.

407 Notwithstanding the requirements above, the following
408 exemptions as to odometer disclosure shall be in effect:

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

411 2. A vehicle that is not self-propelled.

412 3. A vehicle that is ten (10) years old or
413 older.



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

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

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

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

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

436 _____ (i) Has never been declared a total loss due to
437 flood damage, fire damage, wind damage or other damage; or

438 _____ (ii) Has previously been declared a total loss due
439 to:

- 440 _____ 1. Collision;
441 _____ 2. Flood;
442 _____ 3. Fire;
443 _____ 4. Wind;
444 _____ 5. Other (please describe): _____

445 _____."

446 (2) The application shall be accompanied by such evidence as

the State Tax Commission reasonably requires to identify the vehicle, manufactured home or mobile home and to enable the State Tax Commission to determine whether the owner is entitled to a certificate of title and the existence or nonexistence of security interests in the vehicle, manufactured home or mobile home and whether the applicant is liable for a use tax as provided by 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.

(5) Each application shall contain or be accompanied by the certificate of a designated agent that the vehicle, manufactured home or mobile home has been physically inspected by him and that the vehicle identification number and descriptive data shown on the application, pursuant to the requirements of subsection (1)(b) of this section, are correct, and also that he has identified the person signing the application and witnessed the signature. * * *

(6) If the application is for a first certificate of title on a vehicle, manufactured home or mobile home other than a new vehicle, manufactured home or mobile home, then the application shall conform with the requirements of this section except that in lieu of the manufacturer's statement of origin, the application shall be accompanied by a copy of the bill of sale of said motor vehicle, manufactured home or mobile home whereby the applicant 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 or in lieu thereof, in any case, such other information the State Tax Commission may reasonably require to identify the vehicle, manufactured home or mobile home and to enable the State Tax Commission to determine ownership of the vehicle, manufactured home or mobile home and the existence or nonexistence of security interest in it. If the application is for a vehicle, manufactured home or mobile home last previously registered in another state or country, the application shall also be accompanied by the certificate of title issued by the other state or country, if any, properly assigned.

(7) Every designated agent within this state shall, no later than the next business day after they are received by him, forward to the State Tax Commission by mail, postage prepaid, the originals of all applications received by him, together with such evidence of title as may have been delivered to him by the applicants.

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

SECTION 3. Section 63-21-33, Mississippi Code of 1972, is amended as follows:

63-21-33. If a dealer buys a vehicle, manufactured home or mobile home and holds it for resale and procures the certificate of title from the owner or the lienholder within ten (10) days after delivery to him of the vehicle, manufactured home or mobile home, he need not send the certificate to the State Tax Commission. However, upon transferring the vehicle, manufactured home or mobile home to another person other than by the creation of a security interest, he shall promptly execute the assignment and warranty of title by a dealer, showing the names and addresses of the transferee and of any lienholder holding a security interest created or reserved at the time of the resale and the



513 date of his security agreement, in the spaces provided therefor on
514 the certificate or as the State Tax Commission prescribes, and
515 deliver the certificate to a designated agent with the
516 transferee's application for a new certificate.

517 Every dealer shall maintain for five (5) years a record in
518 the form the State Tax Commission prescribes of every vehicle,
519 manufactured home or mobile home bought, sold or exchanged by him
520 or received by him for sale or exchange, which shall be open to
521 inspection by a representative of the State Tax Commission or
522 patrol or peace officer during reasonable business hours.

523 Any person found to be in possession of a vehicle,
524 manufactured home or mobile home with an improperly assigned title
525 which fails to identify the transferee shall immediately establish
526 ownership of the vehicle, manufactured home or mobile home,
527 register the vehicle, manufactured home or mobile home and pay the
528 required tax and penalty. The vehicle, manufactured home or
529 mobile home shall be impounded by state or local law enforcement
530 officials until such time as the person in possession can prove
531 ownership or until the rightful owner is located. In the event
532 the rightful owner cannot be established within thirty (30) days,
533 the vehicle, manufactured home or mobile home shall be deemed
534 abandoned and shall be disposed of as provided by law.

535 * * *

536 **SECTION 4.** Section 63-21-39, Mississippi Code of 1972, is
537 amended as follows:

538 63-21-39. * * * An owner who scraps, dismantles or destroys
539 a vehicle and a person who purchases a vehicle as scrap or to be
540 dismantled or destroyed shall indicate same on the back of the
541 certificate of title and shall immediately cause the certificate
542 of title and any other documents required by the State Tax
543 Commission to be mailed or delivered to the State Tax Commission
544 for cancellation. A certificate of title of the vehicle shall not
545 again be issued except upon application containing the information



546 the State Tax Commission requires, accompanied by a certificate of
547 inspection in the form and content specified in Section
548 63-21-15 * * *.

549 * * *

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

552 **SECTION 6.** This act shall take effect and be in force from
553 and after July 1, 2002.

