SESSION OF 2002

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2794

As Amended by Senate Committee of the Whole

Brief*

HB 2794 pertains to motor vehicles and provides for a 72-hour transport permit. The bill would:

- Allow an auctioneer conducting auctions to obtain from the Division
 of Vehicles a 72-hour transport permit authorizing the purchaser of
 a vehicle at an auction conducted by such auctioneer to operate
 the vehicle for 72 hours.
- Require the purchaser of a motor vehicle to also have the bill of sale.
- Set the fee of \$3 for the transport permit.
- Allow an auctioneer who is a Kansas resident, whose primary place of business is in Kansas, and only for the purpose of conducting auctions in Kansas, to purchase 72-hour transport permits in multiples of three.
- Provide that only one permit could be used by the same purchaser on the same vehicle.
- Deny an auctioneer the authority to purchase 72-hour permits if the auctioneer is found to have issued more than one permit to the purchaser of a vehicle.
- Provide that all fees collected by the Division be remitted to the State Treasurer to the credit of the State Highway Fund.

^{*}Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at http://www.accesskansas.org/legislature/

 Require an auctioneer who purchases permits in multiples to complete the application and permit and mail a copy to the Division within 24 hours from the date of issuance of the permit.

HB 2794 also pertains to forms for the reassignment of certificates of titles. The bill would allow a dealer to attach one additional reassignment form on the reverse side of a certificate of title. Currently, two forms for reassignment are used. The additional reassignment form will be used by a dealer when selling the vehicle to another dealer or the ultimate owner of the vehicle only when the two reassignment forms have already been used. The fee for a reassignment form will be \$3.50. A dealer may purchase these forms in multiples of five. The bill provides that \$2.50 for each reassignment form will go to the Kansas Highway Patrol Motor Vehicle Fund and \$1 to the Vehicle Information Processing System/Computer Assisted Mass Appraisal (VIPS/CAMA).

Background

Representative Schwartz testified in support of the provisions pertaining to the transport permit. She said the bill was requested by an auctioneer and would allow a buyer of a vehicle at an auction to drive the vehicle home. The Manager of Titles and Registrations of the Division of Vehicles also presented information on the bill. He noted that auctions on the weekends do not afford purchasers access to a county motor vehicle office where they may obtain a 30-day permit to transport a vehicle purchased at a weekend auction. He further stated that the bill gives the Division sufficient latitude to design and implement a system that should be cost-effective and secure.

The House amendment limited the acquisition of 48-hour transport permits to auctioneers whose primary place of business is in Kansas.

The Senate Committee added the provisions relative to forms for reassignment of titles. A second Committee amendment provides for a 72-hour transport permit at a cost of \$3.

The Senate Committee of the Whole amendment further restricts the sale of the 72-hour transport permits to auctioneers who are Kansas residents. In addition, the permits are only for the purpose of auctions in Kansas. The other change was technical.

An updated fiscal note is forthcoming.