## GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2009

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## HOUSE BILL 861 PROPOSED COMMITTEE SUBSTITUTE H861-PCS50660-SU-25

| Short Title: Create New Titling Categories.   | (Public)               |  |  |
|---|------------------------|--|--|
| Sponsors:   |                        |  |  |
| Referred to:  |                        |  |  |
| March 30, 2009  |                        |  |  |
|   |                        |  |  |
| A BILL TO BE ENTITLED   |                        |  |  |
| AN ACT TO CREATE NEW MOTOR VEHICLE TITLING AND REGISTRATION   |                        |  |  |
| CATEGORIES FOR MOTOR VEHICLES CLASSIFIED AS REPLICA VEHICLES,   |                        |  |  |
| STREET RODS, AND CUSTOM VEHICLES AND TO MAKE CORRESPONDING  |                        |  |  |
| CHANGES.  |                        |  |  |
| The General Assembly of North Carolina enacts:  |                        |  |  |
| <b>SECTION 1.</b> G.S. 20-4.01(43) reads as rewritten:  |                        |  |  |
| "(43) Specially Constructed Vehicles. – <del>Vehicles of a ty</del>   |                        |  |  |
| registered hereunder not originally constructed under   |                        |  |  |
| make, model, or type by a generally recognized manu   |                        |  |  |
| and not materially altered from their original constructions and an expension of their original constructions are also as a second or their original constructions. |                        |  |  |
| excluding motorcycles, that may be registered under this within one of the following categories:  | s Chapter and that the |  |  |
| <u>a. Replica vehicle. – A vehicle originally solo</u>  | d unassembled and      |  |  |
| manufactured from a kit, which when assembled   |                        |  |  |
| year, make, and model vehicle.  | repriedes un earner    |  |  |
| b. Street rod vehicle. – A vehicle manufactured p   | prior to 1949, which   |  |  |
| has been modernized from the manufacturer's ori   |                        |  |  |
| body constructed from nonoriginal materials and   | -                      |  |  |
| seeks a street rod registration classification.   |                        |  |  |
| <u>c.</u> <u>Custom vehicle. – A vehicle manufactured on or</u>   | r after 1949 and that  |  |  |
| is 25 years old or older, which has been m  | odernized from the     |  |  |
| manufacturer's original design or has a body  | y constructed from     |  |  |
| nonoriginal materials and for which the own   | ner seeks a custom     |  |  |
| vehicle registration classification.  |                        |  |  |
| Unless the presence of specific equipment was require   | _                      |  |  |
| condition of sale in the model year listed on the certificate of title, the   |                        |  |  |
| presence of the equipment is not required for the operation of a specially  |                        |  |  |
| constructed vehicle. Specially constructed vehicles are exempt from any   |                        |  |  |
| provision of State law that requires periodic vehicle inspections or the use  |                        |  |  |
| and inspection of emission controls." <b>SECTION 2.</b> Part 3 of Article 3 of Chapter 20 of the General Statutesis amended   |                        |  |  |
| by adding a new section to read:  |                        |  |  |



"§ 20-53.1. Specially constructed vehicle certificate of title and registration.

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| 1                          |            | structed vehicles shall be titled in the following manner:   |
|----------------------------|------------|--|
| 2                          | <u>(1)</u> | Replica vehicles shall be titled as the year, make, and model of the vehicle   |
| 3                          |            | intended to be replicated. A label of "Replica" shall be applied to the title  |
| 4                          |            | and registration card. All replica vehicle titles shall be branded "Specially  |
| 5                          |            | Constructed Vehicle."  |
| 6                          | <u>(2)</u> | The model year of a street rod vehicle shall continue to be recognized as the  |
| 7                          |            | manufacturer's assigned model year. The manufacturer's name shall continue   |
| 8                          |            | to be used as the make with a label of "Street Rod" applied to the title and   |
| 9                          |            | registration card. All street rod vehicle titles shall be branded "Specially   |
| 0                          |            | Constructed Vehicle."  |
| 1                          | <u>(3)</u> | The model year of a custom vehicle shall continue to be recognized as the  |
| 12                         |            | manufacturer's assigned model year. The manufacturer's name shall continue   |
| 13                         |            | to be used as the make with the label of "Custom" applied to the title and   |
| 4                          |            | registration card. All custom vehicle titles shall be branded "Specially   |
| 15                         |            | Constructed Vehicle."  |
| 6                          | SECT       | FION 3. G.S. 20-54 reads as rewritten:   |
| 7                          |            | rity for refusing registration or certificate of title.  |
| 18                         |            | Division shall refuse registration or issuance of a certificate of title or any  |
| 9                          |            | ration upon any of the following grounds:  |
| 20                         | (1)        | The application contains a false or fraudulent statement, the applicant has  |
|                            | (1)        | failed to furnish required information or reasonable additional information  |
| 22                         |            | requested by the Division, or the applicant is not entitled to the issuance of a   |
| 23                         |            | certificate of title or registration of the vehicle under this Article.  |
| 24                         | (2)        | The vehicle is mechanically unfit or unsafe to be operated or moved upon   |
| 21<br>22<br>23<br>24<br>25 | (2)        | the highways.  |
|                            | (3)        | The Division has reasonable ground to believe that the vehicle is a stolen or  |
| 26<br>27                   | (3)        | embezzled vehicle, or that the granting of registration or the issuance of a   |
| 28                         |            | certificate of title would constitute a fraud against the rightful owner or  |
| 29                         |            | another person who has a valid lien against the vehicle.   |
| 30                         | (4)        | The registration of the vehicle stands suspended or revoked for any reason as  |
| 31                         | (4)        | provided in the motor vehicle laws of this State, except in such cases to  |
| 32                         |            | abide by the ignition interlock installation requirements of G.S. 20-17.8.   |
| 33                         | (5)        | The required fee has not been paid, including any additional registration fees   |
| 34                         | (5)        | or taxes due pursuant to G.S. 20-91(c).  |
| 35                         | (6)        | The vehicle is not in compliance with the emissions inspection requirements  |
| 36                         | (6)        | of Part 2 of Article 3A of this Chapter or a civil penalty assessed as a result  |
| 37                         |            |  |
|                            | (7)        | of the failure of the vehicle to comply with that Part has not been paid.  |
| 38<br>39                   | (7)        | The Division has been notified that the motor vehicle has been seized by a law enforcement officer and is subject to forfaiture pursuant to C.S. 20.28.2 |
|                            |            | law enforcement officer and is subject to forfeiture pursuant to G.S. 20-28.2  |
| 10                         |            | et seq., or any other statute. However, the Division shall not prevent the   |
| 11                         | (0)        | renewal of existing registration prior to an order of forfeiture.  |
| 12                         | (8)        | The vehicle is a golf cart or utility vehicle.   |
| 13                         | (9)        | The applicant motor carrier is subject to an order issued by the Federal   |
| 14                         |            | Motor Carrier Safety Administration or the Division to cease all operations  |
| 15                         |            | based on a finding that the continued operations of the motor carrier pose ar  |
| 16                         | /10        | "imminent hazard" as defined in 49 C.F.R. § 386.72(b)(1).  |
| 17                         | (10)       | (Effective January 1, 2011) The North Carolina Turnpike Authority has  |
| 18                         |            | notified the Division that the owner of the vehicle has not paid the amount of   |
| 19                         |            | tolls, fees, and civil penalties the owner owes the Authority for use of a   |
| 50                         |            | Turnpike project.  |

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For specially constructed vehicles or vehicles originally built by a generally (b) recognized manufacturer, certificates of title and registration shall not be denied or delayed on the grounds that the originating title is from out-of-state, the vehicle is of a certain age, or the vehicle has not been first inspected by a representative of the Division unless there is some probable cause to believe an individual vehicle has some issue particular to it that justifies an inspection before title and registration are issued."

**SECTION 4.** G.S. 20-70 is amended by adding a new subsection to read:

- The notification and registration requirements contained in subsections (a) and (b) of this section regarding an engine change shall only be required if the motor vehicle into which a new engine is installed uses an engine number as the sole means to identify the vehicle."
- **SECTION 5.** Sections 1 and 2 of this act become effective October 1, 2009, and apply to applications received by the Division of Motor Vehicles on or after that date. The remainder of this act is effective when it becomes law.