LEGISLATURE OF NEBRASKA

ONE HUNDRED SIXTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 719

FINAL READING

Introduced by Hughes, 44.

Read first time January 23, 2019

Committee: Transportation and Telecommunications

A BILL FOR AN ACT relating to the Motor Vehicles Certificate of Title
 Act; to amend section 60-169, Revised Statutes Cumulative
 Supplement, 2018; to require the reporting of certain information
 related to certificates of title; to harmonize provisions; and to
 repeal the original section.

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

Section 1. Section 60-169, Revised Statutes Cumulative Supplement,
 2018, is amended to read:

60-169 (1)(a) Except as otherwise provided in subdivision (c) (b) 3 4 this subsection, each owner of a vehicle and each person mentioned as 5 owner in the last certificate of title, when the vehicle is dismantled, destroyed, or changed in such a manner that it loses its character as a 6 7 vehicle or changed in such a manner that it is not the vehicle described in the certificate of title, shall surrender his or her certificate of 8 9 title to any county treasurer or to the department. If the certificate of 10 title is surrendered to a county treasurer, he or she shall, with the consent of any holders of any liens noted thereon, enter a cancellation 11 upon the records and shall notify the department of such cancellation. 12 13 Beginning on the implementation date designated by the director pursuant to subsection (3) of section 60-1508, a wrecker or salvage dealer shall 14 report electronically to the department using the electronic reporting 15 system. If the certificate is surrendered to the department, it shall, 16 17 with the consent of any holder of any lien noted thereon, enter a 18 cancellation upon its records.

(b) This subdivision applies to all licensed wrecker or salvage 19 dealers and, except as otherwise provided in this subdivision, to each 20 vehicle located on the premises of such dealer. For each vehicle required 21 to be reported under 28 C.F.R. 25.56, as such regulation existed on 22 23 January 1, 2019, the information obtained by the department under this 24 section may be reported to the National Motor Vehicle Title Information 25 System in a format that will satisfy the requirement for reporting under 28 C.F.R. 25.56, as such regulation existed on January 1, 2019. Such 26 report shall include: 27

(i) The name, address, and contact information for the reporting
 entity;

30 (ii) The vehicle identification number;

31 (iii) The date the reporting entity obtained such motor vehicle;

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1 (iv) The name of the person from whom such motor vehicle was obtained, for use only by a law enforcement or other appropriate 2 3 government agency; 4 (v) A statement of whether the motor vehicle was or will be crushed, 5 disposed of, offered for sale, or used for another purpose; and (vi) Whether the motor vehicle is intended for export outside of the 6 7 United States. The department may set and collect a fee, not to exceed the cost of 8 9 reporting to the National Motor Vehicle Title Information System, from 10 wrecker or salvage dealers for electronic reporting to the National Motor Vehicle Title Information System, which shall be remitted to the State 11 Treasurer for credit to the Department of Motor Vehicles Cash Fund. This 12 subdivision does not apply to any vehicle reported by a wrecker or 13 salvage dealer to the National Motor Vehicle Title Information System as 14

15 <u>required under 28 C.F.R. 25.56, as such regulation existed on January 1,</u> 16 <u>2019.</u>

17 (c)(i) (b)(i) In the case of a mobile home or manufactured home for which a certificate of title has been issued, if such mobile home or 18 manufactured home is affixed to real property in which each owner of the 19 mobile home or manufactured home has any ownership interest, the 20 certificate of title may be surrendered for cancellation to the county 21 treasurer of the county where such mobile home or manufactured home is 22 23 affixed to real property if at the time of surrender the owner submits to 24 the county treasurer an affidavit of affixture on a form provided by the 25 department that contains all of the following, as applicable:

26 (A) The names and addresses of all of the owners of record of the
 27 mobile home or manufactured home;

(B) A description of the mobile home or manufactured home that
includes the name of the manufacturer, the year of manufacture, the
model, and the manufacturer's serial number;

31 (C) The legal description of the real property upon which the mobile

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1 home or manufactured home is affixed and the names of all of the owners 2 of record of the real property;

3 (D) A statement that the mobile home or manufactured home is affixed
4 to the real property;

5 (E) The written consent of each holder of a lien duly noted on the 6 certificate of title to the release of such lien and the cancellation of 7 the certificate of title;

8 (F) A copy of the certificate of title surrendered for cancellation;9 and

10 (G) The name and address of an owner, a financial institution, or 11 another entity to which notice of cancellation of the certificate of 12 title may be delivered.

13 (ii) The person submitting an affidavit of affixture pursuant to 14 subdivision (c)(i) (b)(i) of this subsection shall swear or affirm that 15 all statements in the affidavit are true and material and further 16 acknowledge that any false statement in the affidavit may subject the 17 person to penalties relating to perjury under section 28-915.

(2) If a certificate of title of a mobile home or manufactured home 18 is surrendered to the county treasurer, along with the affidavit required 19 by subdivision (1)(c) (1)(b) of this section, he or she shall enter a 20 cancellation upon his or her records, notify the department of such 21 22 cancellation, forward a duplicate original of the affidavit to the department, and deliver a duplicate original of the executed affidavit 23 24 under subdivision (1)(c) (1)(b) of this section to the register of deeds 25 for the county in which the real property is located to be filed by the register of deeds. The county treasurer shall be entitled to collect fees 26 from the person submitting the affidavit in accordance with section 27 28 33-109 to cover the costs of filing such affidavit. Following the cancellation of a certificate of title for a mobile home or manufactured 29 home, the county treasurer or designated county official shall not issue 30 a certificate of title for such mobile home or manufactured home, except 31

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1 as provided in subsection (5) of this section.

2 (3) If a mobile home or manufactured home is affixed to real estate 3 before June 1, 2006, a person who is the holder of a lien or security 4 interest in both the mobile home or manufactured home and the real estate 5 to which it is affixed on such date may enforce its liens or security 6 interests by accepting a deed in lieu of foreclosure or in the manner 7 provided by law for enforcing liens on the real estate.

(4) A mobile home or manufactured home for which the certificate of 8 9 title has been canceled and for which an affidavit of affixture has been 10 duly recorded pursuant to subsection (2) of this section shall be treated as part of the real estate upon which such mobile home or manufactured 11 home is located. Any lien thereon shall be perfected and enforced in the 12 13 same manner as a lien on real estate. The owner of such mobile home or manufactured home may convey ownership of the mobile home or manufactured 14 home only as a part of the real estate to which it is affixed. 15

(5)(a) If each owner of both the mobile home or manufactured home 16 17 and the real estate described in subdivision (1)(c) (1)(b) of this section intends to detach the mobile home or manufactured home from the 18 real estate, the owner shall do both of the following: (i) Before 19 detaching the mobile home or manufactured home, record an affidavit of 20 detachment in the office of the register of deeds in the county in which 21 22 the affidavit is recorded under subdivision (1)(c) (1)(b) of this section; and (ii) apply for a certificate of title for the mobile home or 23 24 manufactured home pursuant to section 60-147.

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(b) The affidavit of detachment shall contain all of the following:

26 (i) The names and addresses of all of the owners of record of the27 mobile home or manufactured home;

(ii) A description of the mobile home or manufactured home that
includes the name of the manufacturer, the year of manufacture, the
model, and the manufacturer's serial number;

31 (iii) The legal description of the real estate from which the mobile

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home or manufactured home is to be detached and the names of all of the 1 2 owners of record of the real estate;

(iv) A statement that the mobile home or manufactured home is to be 3 detached from the real property; 4

(v) A statement that the certificate of title of the mobile home or 5 manufactured home has previously been canceled; 6

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(vi) The name of each holder of a lien of record against the real estate from which the mobile home or manufactured home is to be detached, 8 9 with the written consent of each holder to the detachment; and

10 (vii) The name and address of an owner, a financial institution, or another entity to which the certificate of title may be delivered. 11

(6) An owner of an affixed mobile home or manufactured home for 12 13 which the certificate of title has previously been canceled pursuant to subsection (2) of this section shall not detach the mobile home or 14 manufactured home from the real estate before a certificate of title for 15 the mobile home or manufactured home is issued by the county treasurer or 16 17 department. If a certificate of title is issued by the county treasurer or department, the mobile home or manufactured home is no longer 18 considered part of the real property. Any lien thereon shall be perfected 19 pursuant to section 60-164. The owner of such mobile home or manufactured 20 home may convey ownership of the mobile home or manufactured home only by 21 22 way of a certificate of title.

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(7) For purposes of this section:

(a) A mobile home or manufactured home is affixed to real estate if 24 25 the wheels, towing hitches, and running gear are removed and it is permanently attached to a foundation or other support system; and 26

(b) Ownership interest means the fee simple interest in real estate 27 or an interest as the lessee under a lease of the real property that has 28 a term that continues for at least twenty years after the recording of 29 the affidavit under subsection (2) of this section. 30

(8) Upon cancellation of a certificate of title in the manner 31

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prescribed by this section, the county treasurer and the department may
 cancel and destroy all certificates and all memorandum certificates in
 that chain of title.
 Sec. 2. Original section 60-169, Revised Statutes Cumulative

5 Supplement, 2018, is repealed.