HOUSE BILL NO. HB0166

Transfer of motor vehicle ownership-amendments.

Sponsored by: Representative(s) Johnson, W. and Walsh and Senator(s) Cathcart

A BILL

for

- 1 AN ACT relating to motor vehicles; providing for the
- 2 delivery of vehicle certificates of title; amending time
- 3 periods for applying for a new certificate of title;
- 4 repealing conflicting and redundant provisions; correcting
- 5 statutory citations; and providing for an effective date.

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7 Be It Enacted by the Legislature of the State of Wyoming:

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- 9 **Section 1.** W.S. 31-2-104(a)(intro), (c) and by
- 10 creating a new subsection (h), 31-2-201(a)(ii) by creating
- 11 a new subparagraph (C) and amending and renumbering (C) as
- 12 (D) and 31-2-504 (c) are amended to read:

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14 31-2-104. Transfer of ownership.

1 (a) Except as otherwise provided in this section, the owner of a vehicle who sells or transfers his interest in a 2 3 vehicle for which a certificate of title has been issued 4 shall endorse an assignment and warranty of title upon the 5 certificate for the vehicle with a statement of all liens and encumbrances thereon, which assignment, warranty and 6 statement shall be subscribed by the owner before a notary 7 public and acknowledged thereby in the manner provided by 8 9 law, to be dated and delivered to the transferee at the 10 time of delivering the vehicle. Except as provided in 11 subsection (b) of this section, the transferee shall present the certificate to a county clerk and apply for a 12 new certificate of title for the vehicle within: within the 13 14 same time periods as required by W.S. 31-2-201(a)(ii).

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In the event of a transfer by operation of law of any interest in a vehicle as upon an order in bankruptcy or insolvency, execution sale, repossession upon default in the performance of the terms of a lease or sales contract or otherwise than by voluntary act of the person whose title or interest is transferred, the administrator, receiver, trustee, sheriff, creditor or other representative or successor in interest of the person whose interest is transferred shall forward to the county clerk

1 an application for a certificate of title together with a 2 verified or certified statement of the transfer 3 interest. The statement shall set forth the reason for the 4 involuntary transfer, the interest transferred, the name of 5 the transferee, the process or procedure effecting the transfer and other information requested by the county 6 clerk. Evidence and instruments otherwise required by law 7 to effect a transfer of legal or equitable title to or an 8 9 interest in a vehicle in such cases shall be furnished with 10 the statement. If a transfer of title to a creditor is 11 accomplished in accordance with the provisions of this 12 subsection, a creditor retains the right to seek any 13 deficiency balance which may exist after sale, provided the 14 creditor has complied with all applicable law, and the transfer by itself shall not be considered a strict 15 16 foreclosure or an election to retain the collateral in satisfaction of an obligation as 17 provided by W.S. 34.1-9-505 (b) 34.1-9-620 and does not affect the debtor's 18 right to redeem the collateral under W.S. $\frac{34.1-9-506}{}$ 19 20 34.1-9-623. If from the records of the county clerk there 21 appears to be any lien on the vehicle which was recorded 22 prior to the lien of the creditor applying for title and which has not been released, the certificate of title shall 23 24 contain a statement of the lien. The creditor repossessing

1 and applying for title to the vehicle shall notify all

2 persons holding liens on the vehicle by certified mail

3 return receipt requested at least fifteen (15) days prior

4 to filing the application for title. Any proceeds from the

5 sale, lease or other disposition of the vehicle shall be

distributed in accordance with the provisions of W.S. 6

7 34.1-9-504(a) and (b) 34.1-9-608.

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9 (h) The requirement under subsection (a) of this

section to deliver a certificate of title to a transferee 10

at the time the vehicle is delivered does not apply to a 11

12 transferor if:

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14 (i) The certificate of title is being held by a

15 bank or other financial institution on the date the vehicle

is delivered. The transferor shall then deliver to the 16

17 transferee a dealer's invoice or a signed, notarized bill

of sale, in substantially the form specified in paragraph 18

19 (ii) of this subsection, and the certificate of title shall

be delivered to the transferee within thirty (30) days from 20

21 the date of the sale; or

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23 (ii) The transferor is an auctioneer of vehicles

24 and transfers the vehicle in the course of his business as

1	an auctioneer of vehicles or through an auctioneer of
2	vehicles. The transferor or auctioneer shall then deliver
3	the certificate of title to the transferee within thirty
4	(30) days of the date of sale and shall deliver to the
5	transferee at the time the vehicle is delivered a signed,
6	notarized bill of sale in substantially the following form:
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8	VEHICLE BILL OF SALE
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10	I, (NAME OF TRANSFEROR OR AUCTIONEER), on (date), hereby
11	sell and convey all (my interest the interest of (name of
12	current owner)) in the following described vehicle: (COLOR,
13	YEAR, MAKE, MODEL, VEHICLE IDENTIFICATION NUMBER) to (NAME
14	OF TRANSFEREE) in exchange for: (sales price). I hereby
15	state that the certificate of title for the above described
16	vehicle is held by (NAME OF TRANSFEROR-VEHICLE AUCTIONEER,
17	BANK OR OTHER FINANCIAL INSTITUTION) and that within thirty
18	(30) days, (NAME OF TRANSFEREE) will be provided a properly
19	executed title free of all liens for the vehicle unless
20	otherwise specified in this bill of sale.
21	DATE:
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23	(TRANSFEROR'S OR AUCTIONEER'S SIGNATURE)

1 (BILL OF SALE MUST BE NOTARIZED) 2 31-2-201. Required applications; contents; weight 3 4 certificate; exemptions; certificate of title as 5 precondition. 6 7 (a) Every owner of a vehicle shall apply for registration of and license plates for the vehicle at the 8 9 following times: 10 11 (ii) Upon transfer of ownership of a vehicle: 12 13 (C) Within forty-five (45) days if 14 transferred under the provisions of W.S. 31-2-104(h). Vehicles may be operated by the transferee during this 15 16 forty-five (45) day period when accompanied by a notarized 17 bill of sale. 18 19 (C) (D) Within ten (10) days for other 20 transfer. Vehicles may be operated by the transferee during 21 this ten (10) day period when accompanied by a properly 22 executed title for the vehicle transferring interest in the

vehicle to the transferee. or when accompanied by a

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1 notarized bill of sale under W.S. 31-2-104(d) if the

2 transfer is subject to that subsection.

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4 31-2-504. Transfer of ownership.

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In the event of a transfer by operation of law of 6 7 interest in a mobile home as upon an order bankruptcy or insolvency, execution sale, repossession upon 8 9 default in the performance of the terms of a lease or sales 10 contract or otherwise than by voluntary act of the person 11 whose title or interest is transferred, the administrator, receiver, trustee, sheriff, creditor 12 or other 13 representative or successor in interest of the person whose 14 interest is transferred shall forward to the county clerk an application for a certificate of title together with a 15 16 verified or certified statement of the transfer interest. The statement shall set forth the reason for the 17 18 involuntary transfer, the interest transferred, the name of 19 the transferee, the process or procedure effecting the 20 transfer and other information requested by the county 21 clerk. Evidence and instruments otherwise required by law 22 to effect a transfer of legal or equitable title to or an interest in a mobile home in such cases shall be furnished 23 24 with the statement. If a transfer of title to a creditor is

1 accomplished in accordance with the provisions of this 2 subsection, a creditor retains the right to seek any 3 deficiency balance which may exist after sale, provided the 4 creditor has complied with applicable law, and the transfer 5 by itself shall not be considered a strict foreclosure or an election to retain the collateral in satisfaction of an 6 obligation as provided by W.S. $\frac{34.1-9-505}{(b)}$ 7 does not affect the debtor's right to redeem the collateral 8 9 under W.S. $\frac{34.1-9-506}{34.1-9-623}$. If from the records of 10 the county clerk there appears to be any lien on the mobile 11 home which was recorded prior to the lien of the creditor 12 applying for title and which has not been released, the 13 certificate of title shall contain a statement of the lien. 14 The creditor repossessing and applying for title to the mobile home shall notify all persons holding liens on the 15 16 mobile home by certified mail return receipt requested at 17 least fifteen (15) days prior to filing the application for 18 title. Any proceeds from the sale, lease or other 19 disposition of the mobile home shall be distributed in 20 accordance with the provisions of W.S. $\frac{34.1-9-504}{a}$ and 21 (b) 34.1-9-608.

- **Section 2.** W.S. 31-2-104(a)(i) through (iii) and (d) 23
- 24 is repealed.

Section 3. This act is effective July 1, 2003.

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4 (END)

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