STATE OF WYOMING

HOUSE BILL NO. HB0166

Transfer of motor vehicle ownership-amendments.

Sponsored by: Representative(s) Johnson, W.

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.

6

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

8

- 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:

13

14 31-2-104. Transfer of ownership.

15

- 16 (a) Except as otherwise provided in this section, the
- 17 owner of a vehicle who sells or transfers his interest in a

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

13

14 In the event of a transfer by operation of law of 15 any interest in a vehicle as upon an order in bankruptcy or insolvency, execution sale, repossession upon default in 16 17 the performance of the terms of a lease or sales contract or otherwise than by voluntary act of the person whose 18 title or interest is transferred, the administrator, 19 20 sheriff, creditor trustee, or 21 representative or successor in interest of the person whose 22 interest is transferred shall forward to the county clerk an application for a certificate of title together with a 23 24 verified or certified statement of the transfer

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

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

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

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

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

5 34.1-9-504(a) and (b) 34.1-9-608.

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

8 section to deliver a certificate of title to a transferee

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

10 transferor if:

11

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

13 bank or other financial institution on the date the vehicle

14 is delivered. The transferor shall then deliver to the

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

16 of sale, in substantially the form specified in paragraph

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

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

19 the date of the sale; or

20

21 (ii) The transferor is an auctioneer of vehicles

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

23 an auctioneer of vehicles or through an auctioneer of

24 vehicles. The transferor or auctioneer shall then deliver

1	the certificate of title to the transferee within thirty
2	(30) days of the date of sale and shall deliver to the
3	transferee at the time the vehicle is delivered a signed,
4	notarized bill of sale in substantially the following form:
5	
6	VEHICLE BILL OF SALE
7	
8	I, (NAME OF TRANSFEROR OR AUCTIONEER), on (date), hereby
9	sell and convey all (my interest the interest of (name of
10	current owner)) in the following described vehicle: (COLOR,
11	YEAR, MAKE, MODEL, VEHICLE IDENTIFICATION NUMBER) to (NAME
12	OF TRANSFEREE) in exchange for: (sales price). I hereby
13	state that the certificate of title for the above described
14	vehicle is held by (NAME OF TRANSFEROR-VEHICLE AUCTIONEER,
15	BANK OR OTHER FINANCIAL INSTITUTION) and that within thirty
16	(30) days, (NAME OF TRANSFEREE) will be provided a properly
17	executed title free of all liens for the vehicle unless
18	otherwise specified in this bill of sale.
19	DATE:
20	
21	(TRANSFEROR'S OR AUCTIONEER'S SIGNATURE)
22	
23	(BILL OF SALE MUST BE NOTARIZED)
24	

31-2-201. Required applications; contents; weight 1 2 certificate; exemptions; certificate of title as 3 precondition. 4 5 (a) Every owner of a vehicle shall apply for registration of and license plates for the vehicle at the 6 7 following times: 8 9 (ii) Upon transfer of ownership of a vehicle: 10 11 (C) Within forty-five (45) days if 12 transferred under the provisions of W.S. 31-2-104(h). 13 Vehicles may be operated by the transferee during this 14 forty-five (45) day period when accompanied by a notarized 15 bill of sale. 16 17 (C) (D) Within ten (10) days for other transfer. Vehicles may be operated by the transferee during 18 this ten (10) day period when accompanied by a properly 19 20 executed title for the vehicle transferring interest in the 21 vehicle to the transferee or when accompanied by a 22 notarized bill of sale under W.S. $\frac{31-2-104}{(d)}$ $\frac{31-2-104}{(h)}$. if the transfer is subject to that subsection. 23

1 31-2-504. Transfer of ownership.

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3 In the event of a transfer by operation of law of in a mobile home as upon an order 4 any interest 5 bankruptcy or insolvency, execution sale, repossession upon default in the performance of the terms of a lease or sales 6 7 contract or otherwise than by voluntary act of the person whose title or interest is transferred, the administrator, 8 9 receiver, trustee, sheriff, creditor or other representative or successor in interest of the person whose 10 11 interest is transferred shall forward to the county clerk an application for a certificate of title together with a 12 13 verified or certified statement of the transfer 14 interest. The statement shall set forth the reason for the 15 involuntary transfer, the interest transferred, the name of 16 the transferee, the process or procedure effecting the 17 transfer and other information requested by the county clerk. Evidence and instruments otherwise required by law 18 19 to effect a transfer of legal or equitable title to or an 20 interest in a mobile home in such cases shall be furnished 21 with the statement. If a transfer of title to a creditor is accomplished in accordance with the provisions of this 22 subsection, a creditor retains the right to seek any 23 24 deficiency balance which may exist after sale, provided the

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

19

20 **Section 2.** W.S. 31-2-104(a)(i) through (iii) and (d)

21 is repealed.

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

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3 (END)

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