

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2017

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SENATE BILL 326  
House Committee Substitute Favorable 5/23/17

Short Title: Clarify HUT & Improve Vehicle Titling Process.

(Public)

Sponsors:

Referred to:

March 22, 2017

A BILL TO BE ENTITLED

AN ACT TO CLARIFY THE APPLICATION OF THE HIGHWAY USE TAX TO  
OUT-OF-STATE VEHICLES TITLED IN THIS STATE AND TO IMPROVE THE  
VEHICLE TITLING PROCESS BY ELIMINATING DUPLICATIVE REQUIREMENTS.

The General Assembly of North Carolina enacts:

**SECTION 1.** G.S. 105-187.6 is amended by adding a new subsection to read:

"(d) Exemption Limitation. – The full exemptions set out in subsection (a) of this section, except for those set out in subdivisions (1), (2), (9), and (10) of subsection (a) of this section, do not apply to a certificate of title issued for a motor vehicle titled in another state at the time of the transfer. The partial exemptions set out in subsection (b) of this section do not apply to a certificate of title issued for a motor vehicle titled in another state at the time of the transfer."

**SECTION 2.(a)** Subdivisions (4), (5), and (6) of subsection (a) of G.S. 20-52 are repealed.

**SECTION 2.(b)** G.S. 20-52(a) is amended by adding a new subdivision to read:

"(7) A statement that the owner has proof of financial responsibility, as required by Article 9A or Article 13 of this Chapter."

**SECTION 2.(c)** G.S. 58-2-164(b) reads as rewritten:

"(b) It shall be a Class 3 misdemeanor for any person who, with the intent to deceive an insurer, does any of the following:

- (1) Presents or causes to be presented a written or oral statement in support of an application for issuance of or amendment to a policy of auto ~~insurance or for vehicle registration pursuant to G.S. 20-52(a)(4) and (a)(5), insurance,~~ knowing that the application contains false or misleading information that states the applicant is an eligible risk when the applicant is not an eligible risk.
- (2) Assists, abets, solicits, or conspires with another person to prepare or make any written or oral statement that is intended to be presented to an insurer in connection with or in support of an application for issuance of or amendment to a policy of auto ~~insurance or for vehicle registration pursuant to G.S. 20-52(a)(4) and (a)(5), insurance,~~ if the person knows that the statement contains false or misleading information that states the applicant is an eligible risk when the applicant is not an eligible risk.

In addition to any other penalties authorized by law, a violation of this subsection may be punishable by a fine of not more than one thousand dollars (\$1,000) for each violation."



1                   **SECTION 3.** Section 2 of this act becomes effective July 1, 2017. The remainder  
2 of this act is effective when it becomes law.