1		AN ACT relating to military surplus vehicles.
2	Be i	t enacted by the General Assembly of the Commonwealth of Kentucky:
3		→SECTION 1. A NEW SECTION OF KRS CHAPTER 186A IS CREATED TO
4	REA	AD AS FOLLOWS:
5	<u>(1)</u>	As used in this section, "military surplus vehicle" has the same meaning as in
6		Section 3 of this Act.
7	<u>(2)</u>	A person who has purchased a military surplus vehicle shall be issued a
8		certificate of title after complying with the provisions of this section.
9	<u>(3)</u>	An owner of a military surplus vehicle that does not have a vehicle identification
10		number shall, prior to applying for a certificate of title, apply to the
11		Transportation Cabinet for a vehicle identification number under KRS 186A.090.
12	<u>(4)</u>	When applying for a certificate of title for a military surplus vehicle, the owner
13		shall apply in the office of the county clerk of the county in which he or she
14		resides and provide the clerk with the following:
15		(a) Proof of insurance to comply with KRS 304.39-080;
16		(b) Proof that the military surplus vehicle has passed an inspection in
17		accordance with Section 2 of this Act; and
18		(c) Any other information that may be required by the Transportation Cabinet
19		in an administrative regulation promulgated under KRS Chapter 13A.
20	<u>(5)</u>	The Transportation Cabinet shall promulgate administrative regulations
21		pursuant to KRS Chapter 13A to implement this section.
22		Section 2. KRS 186A.115 is amended to read as follows:
23	(1)	(a) Except as otherwise provided in this section, the owner of every vehicle
24		brought into this state and required to be titled in this state shall, before
25		submitting his <i>or her</i> application for title to the county clerk, have the vehicle
26		together with his or her application for title and its supporting documents
27		inspected by a certified inspector in the county in which the application for

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1			title is to be submitted to the county clerk.
2		<u>(b)</u>	An owner of a military surplus vehicle seeking title in this state shall, before
3			submitting his or her application for title to the county clerk, have the
4			vehicle together with his or her application for title and its supporting
5			documents inspected by a certified inspector in the county in which the
6			application for title is to be submitted to the county clerk.
7	<u>(2)</u>	For	inspections under this section:
8		(a)	The certified inspector shall be certified through the Department of Vehicle
9			Regulation following requirements set forth by the department by regulation
10			and shall be designated by the county sheriff. The certified inspector will be
11			held responsible for all certifications required pursuant to this chapter and will
12			be liable for any and all penalties prescribed in this chapter, and shall be
13			available during regular office hours at any and all offices and branches that
14			issue applications for titles:
15		(b)	There shall be a five dollar (\$5) fee for this certification, payable to the
16			sheriff's office, upon completion of certification:
17		(c)	There shall be an additional fee of ten dollars (\$10) per trip when it becomes
18			necessary for the certified inspector to travel to the site of the vehicle rather
19			than bringing the vehicle to the sheriff's inspection area: and [.]
20		(d)	An inspection conducted in one (1) county within the Commonwealth of
21			Kentucky under this subsection, and the fees paid for that inspection under
22			this subsection, shall be honored by the certified inspector, sheriff, and county
23			clerk in all other counties within this state. A second inspection shall not be
24			required and additional fees shall not be required.
25	<u>(3)</u>	The	Transportation Cabinet may require that modifications be made to a military
26		surp	olus vehicle. Any modifications required by the cabinet under this section
27		<u>shal</u>	Il be made to the military surplus vehicle prior to its inspection.

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1	<u>(4) The</u>	Transportation Cabinet shall promulgate administrative regulations
2	<u>purs</u>	uant to KRS Chapter 13A to implement the provisions of subsections (1)(b)
3	and	(3) of this section, including but not limited to vehicle modification
4	<u>requ</u>	irements and the creation of a separate inspection form. The Transportation
5	Cabi	inet shall note that military vehicles were originally manufactured under the
6	feder	rally mandated requirements set forth in 49 C.F.R. sec. 571.7 and shall only
7	<u>requ</u>	ire these vehicles to meet applicable federal motor vehicle safety standards.
8	<u>(5)</u> [(2)]	The following vehicles are excluded from the requirement of inspection by a
9	certi	fied inspector prior to titling in this state:
10	(a)	New motor vehicles sold by a dealer licensed in this state;
11	(b)	Vehicles required to be registered in this state by reason of lack of a
12		reciprocity agreement with another state and for which a nonnegotiable
13		registration document is to be issued;
14	(c)	Motor vehicles operated by a motor carrier under a nonnegotiable certificate
15		or permit issued by the Department of Vehicle Regulation;
16	(d)	Motor vehicles owned by servicemen or servicewomen who are residents of
17		Kentucky stationed outside of Kentucky may be inspected by the post provost
18		or similar officer of the camp, post, or station. The post provost or similar
19		officer shall submit an affidavit stating the name of the owner, the
20		identification or serial number, the make, body style, current license or title
21		number, if any, and state in which currently registered or titled, if any, of the
22		motor vehicle;
23	(e)	Motor vehicles purchased in another state by persons who are residents of
24		Kentucky but are temporarily residing out of state for at least thirty (30) days,
25		but not longer than nine (9) months, may after the purchase of the vehicle be
26		inspected by the state police, a local law enforcement agency, or the vehicle
27		inspection program of another state. If an inspector in another state examines a

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1 vehicle under this paragraph, the purchaser may request the inspector to 2 complete an affidavit stating the name of the owner, the vehicle identification number, the vehicle make and body style, the current state of registration. if 3 4 any, and the current vehicle license or title number, if any. The Transportation Cabinet shall create an affidavit form containing at a minimum this 5 6 information and shall post the form on the cabinet's Internet Web site. A 7 person using an inspector in another state under this paragraph shall comply 8 with all requirements of that state's inspection program, including payment of 9 fees charged in that state. A person registering a motor vehicle for the first 10 time in Kentucky under this paragraph shall transmit the application for 11 registration, all supporting documentation, and payment for registration and 12 usage tax to the county clerk of the county in which the person resides, and 13 upon receipt of the appropriate documentation, the county clerk shall register 14 the vehicle; and

(f) Motor vehicles no longer located in Kentucky but which require inspection in
order to issue a corrected Kentucky title due to error in vehicle identification
or serial number may be inspected by an inspector authorized to inspect
vehicle identification or serial number by the laws of the state or foreign
country where application for a new title has been submitted.

<u>(6)</u>[(3)] When presented to a certified inspector for inspection or to a county clerk for
 processing, the owner's application for a first certificate of registration or title in his
 <u>or her</u> name shall be accompanied by proof of insurance in compliance with KRS
 304.39-080 and one (1) of the following documents as applicable:

- (a) If the vehicle is a new vehicle not previously registered in this state, the
 properly assigned manufacturer's statement of origin for the vehicle for which
 registration or title is sought;
- 27

(b) If the vehicle was last registered in this state, and is a vehicle for which a title

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- is not required in this state, a certificate of registration, or if the vehicle is one
 for which a certificate of title is required in this state, a properly assigned
 certificate of title;
- 4 (c) If the vehicle was last previously titled in another state, a properly assigned
 5 certificate of title;
- 6 (d) If the application refers to a vehicle previously registered in another country,
 7 the documents of that country establishing ownership of the vehicle;
- 8 (e) If the application refers to a vehicle last previously registered in another 9 country by a person on active duty in the Armed Forces of the United States, 10 the county clerk may accept on behalf of the Department of Vehicle 11 Regulation evidence of ownership provided the applicant by the United States 12 Department of Defense; and
- (f) Except as provided in KRS 186A.072(2)(c) governing custom-built
 motorcycles, if the application relates to a vehicle which has been specially
 constructed or reconstructed, that fact shall be stated in the application, and
 the application shall be accompanied by the documents specified by
 administrative regulations of the Department of Vehicle Regulation.
- 18 (7)[(4)] When requested to inspect a vehicle pursuant to this section, the certified
 19 inspector shall personally and physically inspect the vehicle, when registration or
 20 title is sought in this state, on the following points:
- 21 (a) He *or she* shall ensure that the application is legible and properly executed to
 22 the extent required at the time of execution;
- (b) He <u>or she</u> shall compare the vehicle identification number as appearing on
 both the vehicle identification number plate, and the federal safety standards
 label of the vehicle which is sought to be registered or titled, with the
 corresponding number inscribed on the application, and its supporting
 documentation, and ensure that the vehicle identification number appearing at

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each described location appears legitimate and that they are consistent with each other;

- 3 (c) He <u>or she</u> shall examine the primary odometer of the vehicle and legibly 4 record the reading in the space provided in the inspection section of the 5 application; and
- 6 After exercising due diligence in inspecting the vehicle, the application, and (d) 7 its supporting documentation, and finding that they appear to be in order, the 8 certified inspector shall execute the preprinted certificate of inspection 9 according to its terms by printing in the spaces provided his *or her* first name, 10 middle initial, and last name, and his *or her* title; the name of the county in 11 which he serves; and the telephone number including the telephone area code 12 of his or her agency, and sign in ink his or her signature in the space 13 provided, and print the month, day, and year in which his or her inspection 14 was made, certifying under penalty of forgery in the second degree the 15 character, accuracy, and date of his or her inspection.
- 16 (8)[(5)] The certified inspector shall refrain from executing the certificate of
 17 inspection if:
- 18 (a) He <u>or she</u> has not personally and physically inspected the vehicle in
 19 accordance with this section;
- 20 (b) He *or she* has reason to believe that the vehicle displays an unlawfully altered
 21 vehicle identification number;
- (c) The application and any of its copies are illegible or otherwise improperly
 executed, or contain information reasonably believed to be inaccurate or
 fraudulent;
- (d) The documentation required in support of any application is not present, or
 not consistent with the vehicle and the owner's application or appears
 fraudulent; or

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(e) He *or she* has probable cause to believe the vehicle is stolen.

2 (9)[(6)] (a) Inspections on motor vehicles that meet the definition of a "historic
3 vehicle" under KRS 186.043(2) and are brought into this state shall be limited
4 to verification of the vehicle identification number with supporting
5 documentation for purposes of titling.

6 (b) Inspections on motor vehicles that meet the definition of a classic motor 7 vehicle project as set forth in KRS 186A.510 shall be limited to verification of 8 the vehicle identification number with supporting documentation for purposes 9 of issuing a classic motor vehicle project certificate of title under KRS 10 186A.535(1).

11 → Section 3. KRS 186.010 is amended to read as follows:

(1) "Cabinet," as used in KRS 186.400 to 186.640, means the Transportation Cabinet;
except as specifically designated, "cabinet," as used in KRS 186.020 to 186.270,
means the Transportation Cabinet only with respect to motor vehicles, other than
commercial vehicles; "cabinet," as used in KRS 186.020 to 186.270, means the
Department of Vehicle Regulation when used with respect to commercial vehicles.

17 (2) "Highway" means every way or place of whatever nature when any part of it is open
18 to the use of the public, as a matter of right, license, or privilege, for the purpose of
19 vehicular traffic.

(3) "Manufacturer" means any person engaged in manufacturing motor vehicles who
will, under normal conditions during the year, manufacture or assemble at least ten
(10) new motor vehicles.

(4) "Motor vehicle" means in KRS 186.020 to 186.260, all vehicles, as defined in
paragraph (a) of subsection (8) of this section, which are propelled otherwise than
by muscular power. As used in KRS 186.400 to 186.640, it means all vehicles, as
defined in paragraph (b) of subsection (8) of this section, which are self-propelled.
"Motor vehicle" shall not include a moped as defined in this section, but shall

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1		inclu	ade low-speed vehicles and military surplus vehicles as defined in this section.
2	(5)	"Mo	ped" means either a motorized bicycle whose frame design may include one (1)
3		or m	ore horizontal crossbars supporting a fuel tank so long as it also has pedals, or a
4		mote	prized bicycle with a step-through type frame which may or may not have
5		peda	Is rated no more than two (2) brake horsepower, a cylinder capacity not
6		exce	beding fifty (50) cubic centimeters, an automatic transmission not requiring
7		clute	ching or shifting by the operator after the drive system is engaged, and capable
8		of a	maximum speed of not more than thirty (30) miles per hour.
9	(6)	"Op	erator" means any person in actual control of a motor vehicle upon a highway.
10	(7)	(a)	"Owner" means a person who holds the legal title of a vehicle or a person who
11			pursuant to a bona fide sale has received physical possession of the vehicle
12			subject to any applicable security interest.
13		(b)	A vehicle is the subject of an agreement for the conditional sale or lease, with
14			the vendee or lessee entitled to possession of the vehicle, upon performance of
15			the contract terms, for a period of three hundred sixty-five (365) days or more
16			and with the right of purchase upon performance of the conditions stated in
17			the agreement and with an immediate right of possession vested in the
18			conditional vendee or lessee, or if a mortgagor of a vehicle is entitled to
19			possession, the conditional vendee or lessee or mortgagor shall be deemed the
20			owner.
21		(c)	A licensed motor vehicle dealer who transfers physical possession of a motor
22			vehicle to a purchaser pursuant to a bona fide sale, and complies with the
23			requirements of KRS 186A.220, shall not be deemed the owner of that motor
24			vehicle solely due to an assignment to his dealership or a certificate of title in
25			the dealership's name. Rather, under these circumstances, ownership shall
26			transfer upon delivery of the vehicle to the purchaser, subject to any
27			applicable security interest.

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- 1 (8) "Vehicle," as used in KRS 186.020 to 186.260, includes all agencies for the (a) 2 transportation of persons or property over or upon the public highways of this 3 Commonwealth and all vehicles passing over or upon said highways, 4 excepting road rollers, road graders, farm tractors, vehicles on which power 5 shovels are mounted, such other construction equipment customarily used 6 only on the site of construction and which is not practical for the 7 transportation of persons or property upon the highways, such vehicles as 8 travel exclusively upon rails, and such vehicles as are propelled by electric 9 power obtained from overhead wires while being operated within any 10 municipality or where said vehicles do not travel more than five (5) miles 11 beyond the city limit of any municipality.
- (b) As used in KRS 186.400 to 186.640, "vehicle" means every device in, upon or
 by which any person or property is or may be transported or drawn upon a
 public highway, excepting devices moved by human and animal power or
 used exclusively upon stationary rails or tracks, or which derives its power
 from overhead wires.
- 17 (9) KRS 186.020 to 186.270 apply to motor vehicle licenses. KRS 186.400 to 186.640
 18 apply to operator's licenses.
- (10) "Dealer" means any person engaging in the business of buying or selling motorvehicles.
- (11) "Commercial vehicles" means all motor vehicles that are required to be registered
 under the terms of KRS 186.050, but not including vehicles primarily designed for
 carrying passengers and having provisions for not more than nine (9) passengers
 (including driver), motorcycles, sidecar attachments, pickup trucks and passenger
 vans which are not being used for commercial or business purposes, and motor
 vehicles registered under KRS 186.060.
- 27 (12) "Resident" means any person who has established Kentucky as his or her state of

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1	dor	nicile. Proof of residency shall include but not be limited to a deed or property
2	tax	bill, utility agreement or utility bill, or rental housing agreement. The possession
3	by	an operator of a vehicle of a valid Kentucky operator's license shall be prima-
4	faci	e evidence that the operator is a resident of Kentucky.
5	(13) "Sp	ecial status individual" means:
6	(a)	"Asylee" means any person lawfully present in the United States who
7		possesses an I-94 card issued by the United States Department of Justice,
8		Immigration and Naturalization Service, on which it states "asylum status
9		granted indefinitely pursuant to Section 208 of the Immigration & Nationality
10		Act";
11	(b)	"K-1 status" means the status of any person lawfully present in the United
12		States who has been granted permission by the United States Department of
13		Justice, Immigration and Naturalization Service to enter the United States for
14		the purpose of marrying a United States citizen within ninety (90) days from
15		the date of that entry;
16	(c)	"Refugee" means any person lawfully present in the United States who
17		possesses an I-94 card issued by the United States Department of Justice,
18		Immigration and Naturalization Service, on which it states "admitted as a
19		refugee pursuant to Section 207 of the Immigration & Nationality Act"; and
20	(d)	"Paroled in the Public Interest" means any person lawfully present in the
21		United States who possesses an I-94 card issued by the United States
22		Department of Justice, Immigration and Naturalization Service, on which it
23		states "paroled pursuant to Section 212 of the Immigration & Nationality Act
24		for an indefinite period of time."
25	(14) "Ins	struction permit" includes both motor vehicle instruction permits and motorcycle
26	inst	ruction permits.

27 (15) "Motorcycle" means any motor driven vehicle having a seat or saddle for the use of

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1		the operator and designed to travel on not more than three (3) wheels in contact
2		with the ground, including vehicles on which the operator and passengers ride in an
3		enclosed cab. "Motorcycle" shall include an alternative-speed motorcycle as defined
4		in this section, but shall not include a tractor or a moped as defined in this section.
5	(16)	"Low-speed vehicle" means a motor vehicle that:
6		(a) Is self-propelled using an electric motor, combustion-driven motor, or a
7		combination thereof;
8		(b) Is four (4) wheeled; and
9		(c) Is designed to operate at a speed not to exceed twenty-five (25) miles per hour
10		as certified by the manufacturer.
11	(17)	"Alternative-speed motorcycle" means a motorcycle that:
12		(a) Is self-propelled using an electric motor, combustion-driven motor, or a
13		combination thereof;
14		(b) Is three (3) wheeled;
15		(c) Has a fully enclosed cab and includes at least one (1) door for entry; and
16		(d) Is designed to operate at a speed not to exceed forty (40) miles per hour as
17		certified by the manufacturer.
18	(18)	"Multiple-vehicle driving range" means an enclosed area that is not part of a
19		highway or otherwise open to the public on which a number of motor vehicles may
20		be used simultaneously to provide driver training under the supervision of one (1) or
21		more driver training instructors.
22	<u>(19)</u>	''Military surplus vehicle'' means a multipurpose wheeled surplus military
23		vehicle that:
24		(a) Is not operated using continuous tracks;
25		(b) Was originally manufactured for and sold directly to the Armed Forces of
26		the United States; and
27		(c) Was originally manufactured under the federally mandated requirements

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1 <u>set forth in 49 C.F.R. sec. 571.7.</u>