Sixty-eighth Legislative Assembly of North Dakota

## **SENATE BILL NO. 2118**

Introduced by

Energy and Natural Resources Committee

(At the request of the Department of Environmental Quality)

- 1 A BILL for an Act to amend and reenact sections 23.1-15-01, 23.1-15-03, and 23.1-15-04,
- 2 subsection 1 of section 23.1-15-05, subsection 1 of section 23.1-15-07, and sections 23.1-15-08
- 3 and 23.1-15-09 of the North Dakota Century Code, relating to abandoned motor vehicles; and
- 4 to declare an emergency.

## 5 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

6 SECTION 1. AMENDMENT. Section 23.1-15-01 of the North Dakota Century Code is
7 amended and reenacted as follows:

## 8 **23.1-15-01. Definitions.**

9 For purposes of this chapter, unless the context otherwise requires:

- 10 1. "Abandoned motor vehicle" means a motor vehicle, as defined in section 39-01-01,
- 11 that has remained for a period of more than forty-eight hours on public property
- 12 illegally or lacking vital component parts that are essential to the mechanical
- 13 <u>functioning of the vehicle, including the motor, drive train, or wheels</u>, or is located on
- 14 private property without consent of the person in control of the property or in an
- 15 inoperable condition such that it has no substantial potential further use consistent
- 16 with its usual functions, unless it is kept in an enclosed garage or storage building. It
- 17 also means a motor vehicle voluntarily surrendered by its owner to a person duly
- 18 licensed under section 23.1-15-09permitted scrap iron processor. An antique
- 19automobile, as defined in section 39-04-10.4, and other motor vehicles to include parts20car and special interest vehicles, may not be considered an abandoned motor vehicle
- 21 within the meaning of this chapter.
- 22 2. "Collector" means the owner of one or more special interest vehicles that collects,
  23 purchases, acquires, trades, or disposes of special interest vehicles or parts of special

1		interest vehicles for the person's own use in order to restore, preserve, and maintain a
2		special interest vehicle or antique vehicle.
3	3.	"Commercial towing service" means a registered business in North Dakota that tows
4		motor vehicles.
5	4.	"Department" means the department of environmental quality.
6	5.	"Emergency towing" means the towing of a vehicle due to a motor vehicle accident,
7		mechanical breakdown on public roadway, or other emergency-related incident
8		necessitating vehicle removal for public safety with or without the owner's consent.
9	6.	"Parts car" means a motor vehicle generally in nonoperable condition which is owned
10		by the collector to furnish parts to restore, preserve, and maintain a special interest
11		vehicle or antique vehicle.
12	7.	"Permitted scrap iron processer" means a scrap iron processor holding a valid permit
13		issued by the department under chapter 23.1-08.
14	<u>8.</u>	"Scrap tire" means a tire that is no longer suitable for its original intended purpose
15		because of wear, damage, or defect.
16	<u>9.</u>	"Special interest vehicle" means a motor vehicle that is at least twenty years old and
17		has not been altered or modified from original manufacturer's specifications and,
18		because of its historic interest, is being preserved by hobbyists.
19	<del>8.<u>10.</u></del>	"Submerged vehicle" means a motor vehicle or a recreational vehicle as defined in
20		section 39-01-01 or a trailer that is submerged in a body of water.
21	<u>11.</u>	"Unit of government" includes a state department or agency, a county, city, township,
22		or other political subdivision.
23	<del>9.</del>	"Vital component parts" means those parts of a motor vehicle that are essential to the
24		mechanical functioning of the vehicle, including, but not limited to, the motor, drive-
25		train, and wheels.
26	SEC	TION 2. AMENDMENT. Section 23.1-15-03 of the North Dakota Century Code is
27	amende	d and reenacted as follows:
28	23.1-15-03. Custody of abandoned motor vehicle.	
29	Units of government may take into custody and impound or request and authorize a	
30	commercial towing service to take into custody an abandoned motor vehicle. If requested by an	

- 1 owner, lessee, tenant, or occupant of private property, a commercial towing service may remove
- 2 and take into custody an abandoned motor vehicle located on the private property.
- 3 SECTION 3. AMENDMENT. Section 23.1-15-04 of the North Dakota Century Code is
   4 amended and reenacted as follows:
- 5 23.1-15-04. Conditions under which an abandoned motor vehicle may be sold
- 6 immediatelyis eligible for immediate disposal.
- 7 When an<u>An</u> abandoned motor vehicle for which the value as determined by the party with
- 8 <u>custody</u> is <u>no</u> more than seven model years of age, is lacking vital component parts, and does-
- 9 not display a license plate currently valid in North Dakota or any other state or foreign country,
- 10 itone thousand dollars and for which the owner, lienholders, or secured parties cannot be
- 11 identified with reasonable certainty after a search of the department of transportation records is
- 12 immediately eligible for disposition and must be disposed of toby a permitted scrap iron
- 13 processor licensed under section 23.1-15-09, and is not subject to the notification, reclamation,
- 14 or title provisions of this chapter. Any license plate displayed on an abandoned <u>motor</u> vehicle
- 15 must be removed and destroyed prior to the purchaser taking possession of the vehicle. <u>An</u>
- 16 abandoned motor vehicle qualifying for immediate disposal is not eligible for reimbursement of
- 17 storage costs under section 23.1-15-09.
- 18 SECTION 4. AMENDMENT. Subsection 1 of section 23.1-15-05 of the North Dakota
  19 Century Code is amended and reenacted as follows:
- 20 When an abandoned motor vehicle does not fall within the provisions of section 1. 21 23.1-15-04, the unit of government or commercial towing service taking it into custody 22 shall give notice of the taking within ten days or within ten days after communications 23 from the owner, lienholder, or secured parties of the abandoned motor vehicle have 24 ceased. The notice must set forth the date and place of the taking, the year, make, 25 model, and serial number of the abandoned motor vehicle, and the place where the 26 vehicle is being held, must inform the owner and any lienholders or secured parties of 27 their right to reclaim the vehicle under section 23.1-15-06, must state that failure of the 28 owner, lienholders, or secured parties to exercise their right to reclaim the vehicle 29 within thirty days is deemed a waiver by the owner, lienholders, or secured parties of 30 all right, title, and interest in the vehicle and a consent to the disposal of the vehicle

1	pursuant to section 23.1-15-07, and must state the end date of the thirty-day period
2	during which the owner may reclaim the abandoned motor vehicle.
3	SECTION 5. AMENDMENT. Subsection 1 of section 23.1-15-07 of the North Dakota
4	Century Code is amended and reenacted as follows:
5	1. An <u>For any</u> abandoned motor vehicle not <u>valued at</u> more than seven model years of
6	ageone thousand dollars taken into custody by a unit of government and not reclaimed
7	under section 23.1-15-06 must be sold to the highest bidder at public auction or sale,
8	following reasonable published notice. The purchaser must be given a receipt in a
9	form prescribed by the department of transportation which is sufficient title to dispose
10	of the vehicle. The receipt also entitles the purchaser to register the vehicle and
11	receive a certificate of title, free and clear of all liens and claims of ownership. The, the
12	license plates displayed on anthe abandoned motor vehicle must be removed and
13	destroyed prior to the purchaser taking possession of the vehicleand thereafter the
14	unit of government may:
15	a. Sell the abandoned motor vehicle to the highest bidder at public auction or sale,
16	following reasonable published notice. The purchaser must be given a receipt in
17	a form prescribed by the department of transportation which entitles the
18	purchaser to register the vehicle and receive a certificate of title, free and clear of
19	all liens and claims of ownership; or
20	b. Obtain a release from the department of transportation which is sufficient title to
21	dispose of the vehicle by a permitted scrap iron processor.
22	SECTION 6. AMENDMENT. Section 23.1-15-08 of the North Dakota Century Code is
23	amended and reenacted as follows:
24	23.1-15-08. Disposal of <u>abandoned motor</u> vehicles not sold.
25	When no bid has been received for an abandoned motor vehicle, the unit of government or
26	a commercial towing service that is a licensedpermitted scrap iron processor may dispose of it-
27	the abandoned motor vehicle pursuant to contract under section 23.1-15-09.
28	SECTION 7. AMENDMENT. Section 23.1-15-09 of the North Dakota Century Code is
29	amended and reenacted as follows:

1	23.1	-15-09. <del>Contracts for disposal<u>Disposal services</u> - Issuance of <del>licenses</del>permits by</del>
2	by depa	rtment <del>of environmental quality</del> - Reimbursement of units of government and
3	commer	cial towing services for costs.
4	1.	The department may issue a permit to any qualified scrap iron processor desiring to
5		provide its services under this section if the scrap iron processor meets the
6		requirements of this chapter and chapter 23.1-08.
7	<u>2.</u>	A unit of government may <del>contract with<u>use the services of</u> any <del>qualified</del></del>
8		licensedpermitted scrap iron processor for collection, storage, incineration, volume
9		reduction, transportation, or other services necessary to prepare abandoned motor
10		vehicles <u>, scrap tires,</u> and <del>other</del> scrap metal for recycling or other methods of disposal.
11		The contractA unit of government may authorize the contractinga permitted scrap iron
12		processor to pay to the owner of any abandoned motor vehicle an incentive payment
13		for the abandoned motor vehicle if it is voluntarily surrendered and delivered to the
14		permitted scrap iron processor. A unit of government may authorize a permitted scrap
15		iron processor to provide an incentive payment for scrap tires delivered to the
16		permitted scrap iron processor. For purposes of this section, an owner of an
17		abandoned motor vehicle <del>includes only a<u>is the</u> person that <del>has</del> owned and operated</del>
18		the vehicle for the person's personal or business use.
19	<del>2.</del>	The department may issue a license to any qualified scrap iron processor desiring to-
20		participate in a contract under this section which meets the requirements for solid
21		waste disposers established by the department.
22	3.	Before If a unit of government enters a contract with uses the services of a permitted
23		scrap iron processor duly licensed by the department, the department may review the
24		contract to determine whether it conforms to the department's plan for solid waste-
25		disposal. A contract that does conform may be approved by the department. When a
26		contract has been approved, the department may reimburse the unit of government for
27		the costs incurred under the contract, including incentive payments authorized and
28		made under the contract, subject to the limitations of legislative appropriations.
29	4.	Before a commercial towing service that is a scrap iron processor duly licensed by the
30		department enters a contract with the department, the department may review the
31		contract to determine whether it conforms to the department's plan for solid waste-

1		disposal. A contract that does conform may be approved by the department. When a
2		contract has been approved, the <u>The</u> department may reimburse the <u>a</u> commercial
3		towing service for the costs incurred under the contract that is a permitted scrap iron
4		processor in an amount determined by the department for towing and, up to thirty days
5		of storage charges resulting from taking an abandoned motor vehicle into custody,
6		subject to the limitations of legislative appropriations, and disposal of an abandoned
7		motor vehicle if the owner, lienholders, or secured parties of the abandoned motor
8		vehicle cannot be identified with reasonable certainty after a search of the department
9		of transportation records and publication as provided in subsection 2 of section
10		<u>23.1-15-05</u> .
11	5.	The department may remove any submerged vehicle:
12		a. Immediately, if the owner, lienholders, or secured parties cannot be identified.
13		The department may use a commercial towing service that is a permitted scrap
14		iron processor to extract, tow, and dispose of a submerged vehicle.
15		b. Upon the owner's stated refusal to remove the submerged vehicle or after thirty
16		days from the submerged vehicle entering the water or being discovered in the
17		water if the owner, lienholders, or secured parties are identified after a search of
18		the department of transportation records. The department may use a commercial
19		towing service that is a permitted scrap iron processor for extracting, towing, and
20		disposal of a submerged vehicle. The department may seek reimbursement from
21		the owner for any costs related to extracting, towing, and disposal of the
22		submerged vehicle.
23	<u>6.</u>	The department may demand that a unit of government or a commercial towing
24		service that is a licensedpermitted scrap iron processor contract for the
25		disposaldispose of abandoned motor vehicles, scrap tires, and other scrap metal
26		under the department's plan for solid waste disposal. When <u>If</u> the unit of government or
27		the commercial towing service fails to <del>contract</del> <u>dispose of the abandoned motor</u>
28		vehicles, scrap tires, or scrap metal within one hundred eighty days of the demand,
29		the department, on behalf of the unit of government, may contract withuse the services
30		of any permitted scrap iron processor duly licensed by the department for such
31		disposal.

- 1 <u>7.</u> <u>A reimbursement request must be made on a form available from the department and</u>
- 2 <u>is subject to the limitations of legislative appropriations and the department's</u>
- 3 <u>discretion.</u>
- 4 **SECTION 8. EMERGENCY.** This Act is declared to be an emergency measure.