

Fifty-sixth
Legislative Assembly
of North Dakota

ENGROSSED HOUSE BILL NO. 1216

Introduced by

Representatives Grande, Bernstein, Koppelman

Senators Fischer, Flakoll, D. Mathern

1 A BILL for an Act to create and enact a new chapter to title 39 of the North Dakota Century
2 Code, relating to low-speed vehicles; to amend and reenact section 57-40.3-01 of the North
3 Dakota Century Code, relating to the motor vehicle excise tax; to provide a penalty; and to
4 declare an emergency.

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

6 **SECTION 1.** A new chapter to title 39 of the North Dakota Century Code is created and
7 enacted as follows:

8 **Definitions.** As used in this chapter, unless the context otherwise requires:

9 1. "Low-speed vehicle" means a four-wheeled vehicle that is able to attain a speed,
10 upon a paved surface, of twenty miles per hour [32 kilometers per hour] in one mile
11 [1.6 kilometers] and not more than twenty-five miles per hour [40 kilometers per
12 hour] in one mile [1.6 kilometers] and may not exceed one thousand five hundred
13 pounds [680.39 kilograms] in unloaded weight.

14 2. "Operate" means to ride in or on and control the operation of a low-speed vehicle.

15 3. "Register" means the act of assigning a registration number to a low-speed
16 vehicle.

17 **Applicability.** A low-speed vehicle is a motor vehicle under this title, except:

18 1. Chapter 39-22 does not apply to low-speed vehicles.

19 2. Registration of a low-speed vehicle is governed by this chapter.

20 3. A political subdivision may not require licensing or registration of low-speed
21 vehicles.

22 4. The governing body of a city may regulate, restrict, or prohibit the use of low-speed
23 vehicles operating in the city limits in areas under the jurisdiction of the city.

24 **Low-speed vehicle registration - Application - Issuance - Fees - Renewal.**

- 1 1. An individual may not operate a low-speed vehicle unless the vehicle has been
2 registered in accordance with this chapter.
- 3 2. The department shall design and furnish an application that must be used to
4 register a low-speed vehicle. The registration must state the name and address of
5 every owner of the low-speed vehicle and must be signed by at least one owner.
6 A copy of the application is evidence of registration for the first thirty days after the
7 date of application.
- 8 3. On receipt of an application and the appropriate fee, the department shall register
9 the low-speed vehicle and assign a registration number and a certificate of
10 registration. The certificate of registration must include information regarding the
11 make, year, serial number, and name and address of the owner.
- 12 4. The fee for registration of a low-speed vehicle is twenty dollars for each
13 registration cycle of two years ending on March thirty-first. The department may
14 prorate the initial registration fee. For a duplicate or replacement registration
15 number or registration card that is lost, mutilated, or becomes illegible, the
16 department may charge a fee of not more than five dollars.
- 17 5. To renew a registration, the owner of a low-speed vehicle shall follow the
18 procedure adopted by the department and pay the registration fee.
- 19 6. The department may adopt rules for the registration of low-speed vehicles and the
20 display of registration numbers.

21 **Low-speed vehicle dealers.** A low-speed vehicle dealer does not need a motor
22 vehicle dealer's license. Upon application and on payment of a twenty dollar fee, a low-speed
23 dealer is entitled to be issued registration numbers distinctively marked as dealer's registration
24 numbers. The dealer's numbers may be used only on low-speed vehicles owned by the
25 dealership.

26 **Exemption from registration - Exemption from fees.**

- 27 1. Registration and payment of fees is not required of:
 - 28 a. A low-speed vehicle owned and used by the United States or another state or
29 its political subdivisions.
 - 30 b. A low-speed vehicle registered in a foreign country and temporarily used in
31 this state.

- 1 c. A low-speed vehicle validly licensed in another state and which has not been
2 in this state for more than thirty consecutive days.
- 3 d. A low-speed vehicle used exclusively for work on private agricultural land or
4 on an industrial jobsite on private land.
- 5 2. A low-speed vehicle owned by this state or any of its political subdivisions are
6 exempt from registration fees for low-speed vehicles.

7 **Transfer or termination of low-speed vehicle ownership - Change of address of**
8 **owner.** Within fifteen days of a transfer of any ownership interest in a low-speed vehicle, other
9 than a security interest, the destruction or abandonment of any low-speed vehicle, or a change
10 of address of the owner as listed with the application for registration, written notice of the fact
11 must be given by the last registered owner to the director in the form the director requires.

12 **Rules of operation.** A person may not operate a low-speed vehicle on a highway on
13 which the speed limit exceeds thirty-five miles [56.33 kilometers] per hour. The operator of a
14 low-speed vehicle may make a direct crossing of a highway on which the speed limit exceeds
15 thirty-five miles [56.33 kilometers] per hour if the crossing is made so the operator can continue
16 on a highway on which the speed limit does not exceed thirty-five miles [56.33 kilometers] per
17 hour.

18 **Equipment.** A low-speed vehicle must be equipped with head lamps, front and rear
19 turn signal lamps, tail lamps, stop lamps, reflex reflectors on each side as far to the rear of the
20 vehicle as practicable and one red reflector on the rear, four-wheel hydraulic assist brakes, a
21 parking brake, a windshield, a vehicle identification number, a safety belt installed at each
22 designated seating position, an exterior mirror mounted on the operator's side of the vehicle,
23 and either an exterior mirror mounted on the passenger's side of the vehicle or an interior rear
24 view mirror.

25 **Penalty.** A violation of this chapter for which there is no civil or criminal penalty in this
26 title is a class B misdemeanor.

27 **SECTION 2. AMENDMENT.** Section 57-40.3-01 of the 1997 Supplement to the North
28 Dakota Century Code is amended and reenacted as follows:

29 **57-40.3-01. Definitions.** ~~The following words, terms, and phrases, when~~ As used in
30 this chapter, shall have the meaning ascribed to them in this section, except where the context
31 clearly indicates a different meaning:

- 1 1. "All-terrain vehicle" means any motorized off-highway vehicle fifty inches [1270
2 millimeters] or less in width, having a dry weight of six hundred pounds [272.15
3 kilograms] or less, traveling on three or more low-pressure tires, designed for
4 operator use only with no passengers, having a seat or saddle designed to be
5 straddled by the operator, and handlebars for steering control.
- 6 2. "Low-speed vehicle" means a four-wheeled vehicle that is able to attain a speed,
7 upon a paved surface, of twenty miles per hour [32 kilometers per hour] in one mile
8 [1.6 kilometers per hour] and not more than twenty-five miles per hour [40
9 kilometers per hour] in one mile [1.6 kilometers per hour] and may not exceed one
10 thousand five hundred pounds [680.39 kilograms] in unloaded weight.
- 11 3. "Motor vehicle" includes every vehicle ~~which~~ that is self-propelled and every
12 vehicle ~~which~~ that is propelled by electric power obtained from overhead trolley
13 wires, but not operated upon rails, every trailer, semitrailer, all-terrain vehicle,
14 snowmobile, low-speed vehicle, and travel trailer for which a certificate of title is
15 required to be obtained pursuant to ~~the provisions of~~ chapter 39-05, but not
16 including housetrailers, or mobile homes.
- 17 ~~3.~~ 4. "Person" includes any individual, firm, partnership, joint adventure, association,
18 corporation, limited liability company, estate, business trust, receiver, or any other
19 group or combination acting as a unit and the plural as well as the singular
20 number.
- 21 ~~4.~~ 5. "Purchase price" means the total amount paid for the motor vehicle whether
22 received in money or otherwise; provided, however, that when a motor vehicle or
23 other tangible personal property that will be subject to a sales or use tax imposed
24 by chapter 57-39.2 or 57-40.2 when sold or used is taken in trade as a credit or as
25 part payment on a motor vehicle taxable under this chapter, the credit or trade-in
26 value allowed by the person selling the motor vehicle shall be deducted from the
27 total selling price to establish the purchase price of the vehicle being sold and the
28 trade-in allowance allowed by the seller on a motor vehicle accepted as a trade-in
29 shall constitute the purchase price of a motor vehicle accepted as a trade-in. If a
30 motor vehicle is purchased by an owner who has had a motor vehicle stolen or
31 totally destroyed, a credit or trade-in credit shall be allowed in an amount not to

1 exceed the total amount the purchaser has been compensated by an insurance
2 company for said loss. The purchaser must provide the director of the department
3 of transportation with a notarized statement from the insurance company verifying
4 the fact that the original vehicle was a total loss and stating the amount
5 compensated by the insurance company for the loss. The statement from the
6 insurance company must accompany the purchaser's application for a certificate of
7 title for the replacement vehicle. In instances in which a licensed motor vehicle
8 dealer places into his service a new vehicle for the purpose of renting, leasing, or
9 dealership utility service, the reasonable value of the vehicle replaced shall be
10 included as trade-in value if the new vehicle is properly registered and licensed.
11 "Purchase price" in those instances where the motor vehicle is acquired by gift or
12 by any other transfer for a nominal or no monetary consideration also includes the
13 average value of similar motor vehicles, established by standards and guides as
14 determined by the director of the department of transportation. "Purchase price" in
15 those instances where a motor vehicle is manufactured by a person who registers
16 it under the laws of this state means the manufactured cost of such motor vehicle
17 and manufactured cost means the amount expended for materials, labor, and
18 other properly allocable costs of manufacture except that, in the absence of actual
19 expenditures for the manufacture of a part or all of the motor vehicle,
20 manufactured costs mean the reasonable value of the completed motor vehicle.

21 ~~5.~~ 6. "Purchaser" means any person owning or in possession of a motor vehicle who
22 makes application to the director of the department of transportation for registration
23 plates or a certificate of title for such vehicle.

24 ~~6.~~ 7. "Registrar" means the director of the department of transportation of this state as
25 provided by section 24-02-01.3, and who shall act as the agent of the state tax
26 commissioner in administering ~~the provisions of~~ this chapter.

27 ~~7.~~ 8. "Sale", "sells", "selling", "purchase", "purchased", or "acquired" includes any
28 transfer of title or ownership of a motor vehicle by way of gift, exchange or barter,
29 or by any other manner or by any other means whatsoever for or without
30 consideration.

