

**SENATE BILL NO. 2111  
with House Amendments**

Sixtieth  
Legislative Assembly  
of North Dakota

**SENATE BILL NO. 2111**

Introduced by

Transportation Committee

(At the request of the Department of Transportation)

1 A BILL for an Act to amend and reenact section 39-22-17 of the North Dakota Century Code,  
2 relating to motor vehicle dealer plates.

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

4 **SECTION 1. AMENDMENT.** Section 39-22-17 of the North Dakota Century Code is  
5 amended and reenacted as follows:

6 **39-22-17. Additional dealer plates - In-transit plates - Demonstration plates - Fees**  
7 **- Use of dealer plates - Penalty.** Additional dealer number plates must be issued to the dealer  
8 upon payment of a fee of ~~twenty-five~~ twenty dollars each. ~~These~~ A dealer number ~~plates~~ plate  
9 may be used on any vehicle owned by the dealership and used in the direct functions of  
10 demonstrating, buying, or selling vehicles. Dealer plates may not be used on service vehicles  
11 or vehicles used in other functions of the business, sold units in the possession of the  
12 purchaser, by family members not residing at the dealer's residence, or by other persons not  
13 directly involved in the operation of the dealership. ~~The director may issue to any dealer an~~  
14 ~~in-transit license plate for a fee of five dollars per plate and a demonstration plate for a fee of~~  
15 ~~five dollars per plate. A dealer in-transit plate may be used on vehicles in lieu of dealer's plates~~  
16 ~~while a motor vehicle is in transit from its place of manufacture, or any other place, to the dealer~~  
17 ~~or in transit from the dealer, by a direct route, to another destination. A dealer demonstration~~  
18 ~~plate may be used only on a vehicle which is owned by the dealership and being demonstrated~~  
19 ~~to a customer. A dealer demonstration plate is valid for use only within a radius of one hundred~~  
20 ~~miles [160.93 kilometers] of the dealer's established place of business. Any dealer plate,~~  
21 ~~in-transit plate, or demonstration plate displayed on a vehicle must be~~ visibly displayed on the  
22 rear of the vehicle. Any person violating this section must be assessed a one hundred dollar  
23 fee by the department for a first violation and a two hundred dollar fee by the department for a  
24 second violation within two years of the first violation. The department shall suspend the

Sixtieth  
Legislative Assembly

- 1 license of a motor vehicle dealer licensed under this chapter if a third or subsequent violation of
- 2 this section occurs within five years of the first violation.