As Introduced

127th General Assembly Regular Session 2007-2008

S. B. No. 307

Senator Padgett

Cosponsors: Senators Fedor, Carey, Wilson, Seitz, Mumper, Roberts, Sawyer

A BILL

То	amend sections 325.33, 1548.06, 1548.10, 2303.20,	1
	4503.033, 4505.032, 4505.06, 4505.09, 4505.11,	2
	4519.55, 4519.59, and 4519.61 of the Revised Code	3
	to increase the fees charged by the Clerk of the	4
	Court of Common Pleas for services related to	5
	certificates of title and taking affidavits, and	6
	to make other changes pertaining to the Clerk's	7
	titling responsibilities.	8

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 325.33, 1548.06, 1548.10, 2303.20,	9
4503.033, 4505.032, 4505.06, 4505.09, 4505.11, 4519.55, 4519.59,	10
and 4519.61 of the Revised Code be amended to read as follows:	11
Sec. 325.33. Notwithstanding sections 325.27 and 325.31 of	12
the Revised Code, all fees retained by the clerk of courts under	13
Chapters 1548., 4505., and 4519. of the Revised Code and all fees	14
the clerk of courts receives in the capacity of deputy registrar	15
under section 4503.03 of the Revised Code shall be paid into the	16
county treasury to the credit of the certificate of title	17
administration fund, which is hereby created. Except as otherwise	18

provided in this section, fees credited to the fund shall be used 19 only to pay the <u>direct</u> costs incurred by the clerk of courts in 20 processing titles under those chapters and in performing the 21 duties of a deputy registrar if the clerk of courts is appointed a 22 deputy registrar. However, if the board of county commissioners 23 and the clerk of courts agree that the money in the fund exceeds 24 what is needed to pay those direct costs, the excess may be 25 transferred to the county general fund and used for other county 26 purposes. If the board of county commissioners and the clerk of 27 courts are unable to agree on the amount of any such excess, the 28 county budget commission shall determine the amount that will be 29 transferred to the county general fund. 30

Sec. 1548.06. (A)(1) Application for a certificate of title 31 for a watercraft or outboard motor shall be made upon a form 32 prescribed by the chief of the division of watercraft and shall be 33 sworn to before a notary public or other officer empowered to 34 administer oaths. The application shall be filed with the clerk of 35 any court of common pleas. An application for a certificate of 36 title may be filed electronically by any electronic means approved 37 by the chief in any county with the clerk of the court of common 38 pleas of that county. The application shall be accompanied by the 39 fee prescribed in section 1548.10 of the Revised Code. The fee 40 shall be retained by the clerk who issues the certificate of title 41 and shall be distributed in accordance with that section. If a 42 clerk of a court of common pleas, other than the clerk of the 43 court of common pleas of an applicant's county of residence, 44 issues a certificate of title to the applicant, the clerk shall 45 transmit data related to the transaction to the automated title 46 processing system. 47

(2) If a certificate of title previously has been issued for the watercraft or outboard motor, the application for a 49 certificate of title also shall be accompanied by the certificate 50

of title duly assigned unless otherwise provided in this chapter. 51 If a certificate of title previously has not been issued for the 52 watercraft or outboard motor in this state, the application, 53 unless otherwise provided in this chapter, shall be accompanied by 54 a manufacturer's or importer's certificate; by a sworn statement 55 of ownership if the watercraft or outboard motor was purchased by 56 the applicant on or before October 9, 1963, or if the watercraft 57 is less than fourteen feet long with a permanently affixed 58 mechanical means of propulsion and was purchased by the applicant 59 on or before January 1, 2000; or by a certificate of title, bill 60 of sale, or other evidence of ownership required by the law of 61 another state from which the watercraft or outboard motor was 62 brought into this state. Evidence of ownership of a watercraft or 63 outboard motor for which an Ohio certificate of title previously 64 has not been issued and which watercraft or outboard motor does 65 not have permanently affixed to it a manufacturer's serial number 66 shall be accompanied by the certificate of assignment of a hull 67 identification number assigned by the chief as provided in section 68 1548.07 of the Revised Code. 69

(3) The clerk shall retain the evidence of title presented by 70 the applicant and on which the certificate of title is issued, 71 except that, if an application for a certificate of title is filed 72 electronically, by a vendor on behalf of a purchaser of a 73 watercraft or outboard motor, the clerk shall retain the completed 74 electronic record to which the vendor converted the certificate of 75 title application and other required documents. The chief, after 76 consultation with the attorney general, shall adopt rules that 77 govern the location at which, and the manner in which, are stored 78 the actual application and all other documents relating to the 79 sale of a watercraft or outboard motor when a vendor files the 80 application for a certificate of title electronically on behalf of 81 a purchaser. 82

- (B) The clerk shall use reasonable diligence in ascertaining whether the facts in the application are true by checking the application and documents accompanying it or the electronic record to which a vendor converted the application and accompanying documents with the records of watercraft and outboard motors in the clerk's office. If the clerk is satisfied that the applicant is the owner of the watercraft or outboard motor and that the application is in the proper form, the clerk shall issue a physical certificate of title over the clerk's signature and sealed with the clerk's seal unless the applicant specifically requests the clerk not to issue a physical certificate of title and instead to issue an electronic certificate of title. However, if the evidence indicates and an investigation shows that one or more Ohio titles already exist for the watercraft or outboard motor, the chief may cause the redundant title or titles to be canceled.
- (C) In the case of the sale of a watercraft or outboard motor by a vendor to a general purchaser or user, the certificate of title shall be obtained in the name of the purchaser by the vendor upon application signed by the purchaser. In all other cases, the certificate shall be obtained by the purchaser. In all cases of transfer of watercraft or outboard motors, the application for certificate of title shall be filed within thirty days after the later of the date of purchase or assignment of ownership of the watercraft or outboard motor. If the application for certificate of title is not filed within thirty days after the later of the date of purchase or assignment of ownership of the watercraft or outboard motor, the clerk shall charge a late penalty fee of five ten dollars in addition to the fee prescribed by section 1548.10 of the Revised Code. The clerk shall retain the entire amount of each late penalty fee.
 - (D) The clerk shall refuse to accept an application for

certificate of title unless the applicant either tenders with the	115
application payment of all taxes levied by or pursuant to Chapter	116
5739. or 5741. of the Revised Code based on the applicant's county	117
of residence less, in the case of a sale by a vendor, any discount	118
to which the vendor is entitled under section 5739.12 of the	119
Revised Code, or submits any of the following:	120
(1) A receipt issued by the tax commissioner or a clerk of	121
courts showing payment of the tax;	122
(2) A copy of the unit certificate of exemption completed by	123
the purchaser at the time of sale as provided in section 5739.03	124
of the Revised Code;	125
(3) An exemption certificate, in a form prescribed by the tax	126
commissioner, that specifies why the purchase is not subject to	127
the tax imposed by Chapter 5739. or 5741. of the Revised Code.	128
Payment of the tax shall be in accordance with rules issued	129
by the tax commissioner, and the clerk shall issue a receipt in	130
the form prescribed by the tax commissioner to any applicant who	131
tenders payment of the tax with the application for the	132
certificate of title.	133
(E)(1) For receiving and disbursing the taxes paid to the	134
clerk by a resident of the clerk's county, the clerk may retain a	135
poundage fee of one and one one-hundredth per cent of the taxes	136
collected, which shall be paid into the certificate of title	137
administration fund created by section 325.33 of the Revised Code.	138
The clerk shall not retain a poundage fee from payments of taxes	139
by persons who do not reside in the clerk's county.	140
(2) A clerk, however, may retain from the taxes paid to the	141
clerk an amount equal to the poundage fees associated with	142
certificates of title issued by other clerks of courts of common	143

pleas to applicants who reside in the first clerk's county. The

chief of the division of watercraft, in consultation with the tax

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commissioner and the clerks of the courts of common pleas, shall

develop a report from the automated title processing system that

informs each clerk of the amount of the poundage fees that the

clerk is permitted to retain from those taxes because of

certificates of title issued by the clerks of other counties to

applicants who reside in the first clerk's county.

- (F) In the case of casual sales of watercraft or outboard 152 motors that are subject to the tax imposed by Chapter 5739. or 153 5741. of the Revised Code, the purchase price for the purpose of 154 determining the tax shall be the purchase price on an affidavit 155 executed and filed with the clerk by the vendor on a form to be 156 prescribed by the chief, which shall be prima-facie evidence of 157 the price for the determination of the tax. In addition to the 158 information required by section 1548.08 of the Revised Code, each 159 certificate of title shall contain in bold lettering the following 160 notification and statements: "WARNING TO TRANSFEROR AND TRANSFEREE 161 (SELLER AND BUYER). You are required by law to state the true 162 selling price. A false statement is a violation of section 2921.13 163 of the Revised Code and is punishable by six months imprisonment 164 or a fine of up to one thousand dollars, or both. All transfers 165 are audited by the department of taxation. The seller and buyer 166 must provide any information requested by the department of 167 taxation. The buyer may be assessed any additional tax found to be 168 due." 169
- (G) Each county clerk of courts shall forward to the 170 treasurer of state all sales and use tax collections resulting 171 from sales of titled watercraft and outboard motors during a 172 calendar week on or before the Friday following the close of that 173 week. If, on any Friday, the offices of the clerk of courts or the 174 state are not open for business, the tax shall be forwarded to the 175 treasurer of state on or before the next day on which the offices 176 are open. Every remittance of tax under this division shall be 177

accompanied by a remittance report in such form as the tax	178
commissioner prescribes. Upon receipt of a tax remittance and	179
remittance report, the treasurer of state shall date stamp the	180
report and forward it to the tax commissioner. If the tax due for	181
any week is not remitted by a clerk of courts as required under	182
this division, the clerk shall forfeit the poundage fees for the	183
sales made during that week. The treasurer of state may require	184
the clerks of courts to transmit tax collections and remittance	185
reports electronically.	186
(H) For purposes of a transfer of a certificate of title, if	187
the clerk is satisfied that a secured party has discharged a lien	188
but has not canceled the lien notation with a clerk, the clerk may	189
cancel the lien notation on the automated title processing system	190
and notify the clerk of the county of origin.	191
(I) Every clerk shall have the capability to transact by	192
electronic means all procedures and transactions relating to the	193
issuance of watercraft or outboard motor certificates of title	194
that are described in the Revised Code as being accomplished by	195
electronic means.	196
Sec. 1548.10. (A) The clerk of the court of common pleas	197
shall charge a fee of five and retain fees as follows:	198
(1) Fifteen dollars for each memorandum certificate of title,	199
each non negotiable evidence of ownership, and each duplicate copy	200
of a certificate of title. The fees shall be retained by the clerk	201
shall retain that entire fee.	202
In addition to those fees, the clerk shall charge a fee of	203
five	204
(2) Fifteen dollars for each certificate of title and for	205
each, which shall include any notation or indication of any lien	206
or security interest on a certificate of title and any memorandum	207

certificate of title or non-negotiable evidence of ownership	208
requested at the time the certificate of title is issued. The	209
clerk shall retain two <u>ten</u> dollars <u>and fifty cents</u> of the <u>that</u> fee	210
charged for each certificate of title, and three dollars and fifty	211
cents of the fee charged for each notation or indication of any	212
lien or security interest.	213
(3) Five dollars for each certificate of title with no	214
security interest noted that is issued to a licensed watercraft	215
dealer for resale purposes. The clerk shall retain two dollars of	216
that fee.	217
(4) Five dollars for each memorandum certificate of title or	218
non-negotiable evidence of ownership that is applied for	219
separately. The clerk shall retain that entire fee.	220
(B) The remaining fees charged for a certificate of title and	221
the notation or indication of any lien or security interest on a	222
certificate of title that are not retained by the clerk shall be	223
paid to the chief of the division of watercraft by monthly	224
returns, which shall be forwarded to the chief not later than the	225
fifth day of the month next succeeding that in which the	226
certificate is forwarded, or that in which the chief is notified	227
of a lien or security interest or cancellation of a lien or	228
security interest.	229
The chief shall deposit one dollar of the amount the chief	230
receives for each certificate of title in the automated title	231
processing fund created in section 4505.09 of the Revised Code.	232
Moneys deposited in that fund under this section shall be used for	233
the purpose specified in division (B)(3)(b) of that section.	234
Sec. 2303.20. Under the circumstances described in sections	235
2969.21 to 2969.27 of the Revised Code, the clerk of the court of	236
common pleas shall charge the fees and perform the other duties	237

specified in those sections. In all other cases, the clerk shall

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charge the following fees and no more:	239
(A) Twenty-five dollars for each cause of action which shall	240
include the following:	241
(1) Docketing in all dockets;	242
(2) Filing necessary documents, noting the filing of the documents, except subpoena, on the dockets;	243 244
(3) Issuing certificate of deposit in foreign writs;	245
(4) Indexing pending suits and living judgments;	246
(5) Noting on appearance docket all papers mailed;	247
(6) Certificate for attorney's fee;	248
(7) Certificate for stenographer's fee;	249
(8) Preparing cost bill;	250
(9) Entering on indictment any plea;	251
(10) Entering costs on docket and cash book.	252
(B) Two dollars for taking each undertaking, bond, or recognizance;	253 254
(C) Two dollars for issuing each writ, order, or notice,	255
except subpoena;	256
(D) Two dollars for each name for issuing subpoena, swearing	257
witness, entering attendance, and certifying fees;	258
(E) Twenty-five dollars for calling a jury in each cause;	259
(F) Two dollars for each page, for entering on journal,	260
indexing, and posting on any docket;	261
(G) Three dollars for each execution or transcript of judgment, including indexing;	262 263
(H) One dollar for each page, for making complete record, including indexing;	264 265

(I) Five dollars for certifying a plat recorded in the county	266
recorder's office;	267
(J) Five dollars for issuing certificate to receiver or order	268
of reference with oath;	269
(K) Five dollars for entering satisfaction or partial	270
satisfaction of each lien on record in the county recorder's	271
office, and the clerk of courts' office;	272
(L) One dollar for each certificate of fact under seal of the	273
court, to be paid by the party demanding it;	274
(M) One dollar and fifty cents for taking each affidavit,	275
including certificate and seal;	276
(N) Two dollars for acknowledging all instruments in writing;	277
(O) Five dollars for making certificate of judgment;	278
(P) Ten dollars for filing, docketing, and endorsing a	279
certificate of judgment, including the indexing and noting the	280
return of the certificate;	281
(Q) Twenty-five dollars for each cause of action for each	282
judgment by confession, including all docketing, indexing, and	283
entries on the journal;	284
(R) Five dollars for recording commission of mayor or notary	285
<pre>public;</pre>	286
(S) One dollar for issuing any license except the licenses	287
issued pursuant to sections 1533.101, 1533.11, 1533.13, and	288
1533.32 of the Revised Code;	289
(T) Fifteen dollars for docketing and indexing each aid in	290
execution or petition to vacate, revive, or modify judgment,	291
including the filing and noting of all necessary documents;	292
(U) Twenty-five dollars for docketing and indexing each	293
appeal, including the filing and noting of all necessary	294

documents;	295
(V) A commission of two per cent on the first ten thousand	296
dollars and one per cent on all exceeding ten thousand dollars for	297
receiving and disbursing money, other than costs and fees, paid to	298
or deposited with the clerk of courts in pursuance of an order of	299
court or on judgments, including moneys invested by order of the	300
court and interest earned on them;	301
(W) Five dollars for numbering, docketing, indexing, and	302
filing each authenticated or certified copy of the record, or any	303
portion of an authenticated or certified copy of the record, of an	304
extra county action or proceeding;	305
(X) Two dollars for each certificate of divorce, annulment,	306
or dissolution of marriage to the bureau of vital statistics;	307
(Y) Two dollars for each electronic transmission of a	308
document, plus one dollar for each page of that document. These	309
fees are to be paid by the party requesting the electronic	310
transmission.	311
(Z) One dollar for each page, for copies of pleadings,	312
process, record, or files, including certificate and seal.	313
Sec. 4503.033. (A) Annually, on or before the thirty-first	314
day of January, every deputy registrar who is not a clerk of a	315
court of common pleas or a county auditor shall file with the	316
registrar of motor vehicles on a form prescribed by the registrar,	317
a statement disclosing all of the following:	318
(1) The name of the person filing the statement, and, if	319
applicable, of his spouse and of members of his immediate family;	320
(2) Any contribution made within the previous calendar year	321
by the person and, if applicable, by his spouse and by members of	322
his immediate family to each of the following:	323
(a) Any political party;	324

(b) Any candidate for the office of governor, attorney	325
general, secretary of state, treasurer of state, auditor of state,	326
member of the senate or house of representatives of the general	327
assembly, or to the campaign committee of any such candidate.	328
(3) The month, day, and year in which the contribution was	329
made;	330
(4) The full name and address of each person, political	331
party, or campaign committee to which a contribution was made;	332
(5) The value in dollars and cents of the contribution.	333
(B) No person shall knowingly fail to file, on or before the	334
filing deadline under this section, a statement that is required	335
by division (A) of this section.	336
(C) No person shall knowingly make a false statement in a	337
statement that is required to be filed under division (A) of this	338
section.	339
(D) On and after March 2, 1994, the statement required by	340
division (A) of this section shall be accompanied by a filing fee	341
of twenty-five dollars. If the statement required by division (A)	342
of this section is not filed by the date on which it is required	343
to be filed, the registrar of motor vehicles shall assess a late	344
filing fee as prescribed in division (F) of section 102.02 of the	345
Revised Code. The registrar shall deposit all fees he receives	346
under this division into the general revenue fund of the state.	347
(E) Not later than the date a deputy registrar is required to	348
file a statement under division (A) of this section, the deputy	349
registrar shall file a copy of the statement with the office of	350
the secretary of state. The secretary of state shall keep the	351
copies of all statements filed with his office under this division	352
only for the purpose of making them available for public	353
inspection.	354

(F) Whoever violates division (B) of this section shall be 355 fined one thousand dollars. Whoever violates division (C) of this 356 section shall be fined ten thousand dollars. 357

Sec. 4505.032. (A)(1) If a person who is not an electronic 358 motor vehicle dealer owns a motor vehicle for which a physical 359 certificate of title has not been issued by a clerk of a court of 360 common pleas and the person sells the motor vehicle to a motor 361 vehicle dealer licensed under Chapter 4517. of the Revised Code, 362 the person is not required to obtain a physical certificate of 363 title to the motor vehicle in order to transfer ownership to the 364 dealer. The person shall present the dealer, in a manner approved 365 by the registrar of motor vehicles, with sufficient proof of the 366 person's identity and complete and sign a form prescribed by the 367 registrar attesting to the person's identity and assigning the 368 motor vehicle to the dealer. Except as otherwise provided in this 369 section, the motor vehicle dealer shall present the assignment 370 form to any clerk of a court of common pleas together with an 371 application for a certificate of title and payment of the fees 372 prescribed by section 4505.09 of the Revised Code. 373

In a case in which an electronic certificate of title has 374 been issued and either the buyer or seller of the motor vehicle is 375 an electronic motor vehicle dealer, the electronic motor vehicle 376 dealer instead may inform a clerk of a court of common pleas via 377 electronic means of the sale of the motor vehicle and assignment 378 of ownership of the vehicle. The clerk shall enter the information 379 relating to the assignment, including, but not limited to, the 380 odometer disclosure statement required by section 4505.06 of the 381 Revised Code, into the automated title processing system, and 382 ownership of the vehicle passes to the applicant when the clerk 383 enters this information into the system. The dealer is not 384 required to obtain a physical certificate of title to the vehicle 385 in the dealer's name. 386

(2) A (a) Except as provided in division (A)(2)(b) of this	387
section, a clerk shall charge and collect from a dealer a fee of	388
five fifteen dollars for each motor vehicle assignment sent by the	389
dealer to the clerk under division (A)(1) of this section.	390
(b) A clerk shall charge and collect from the dealer a fee of	391
five dollars for each motor vehicle assignment sent by the dealer	392
to the clerk for resale purposes.	393
(3) The fee fees shall be distributed in accordance with	394
section 4505.09 of the Revised Code.	395
(B) If a person who is not an electronic motor vehicle dealer	396
owns a motor vehicle for which a physical certificate of title has	397
not been issued by a clerk of a court of common pleas and the	398
person sells the motor vehicle to a person who is not a motor	399
vehicle dealer licensed under Chapter 4517. of the Revised Code,	400
the person shall obtain a physical certificate of title to the	401
motor vehicle in order to transfer ownership of the vehicle to	402
that person.	403
Sec. 4505.06. (A)(1) Application for a certificate of title	404
shall be made in a form prescribed by the registrar of motor	405
vehicles and shall be sworn to before a notary public or other	406
officer empowered to administer oaths. The application shall be	407
filed with the clerk of any court of common pleas. An application	408
for a certificate of title may be filed electronically by any	409
electronic means approved by the registrar in any county with the	410
clerk of the court of common pleas of that county. Any payments	411
required by this chapter shall be considered as accompanying any	412
electronically transmitted application when payment actually is	413
received by the clerk. Payment of any fee or taxes may be made by	414
electronic transfer of funds.	415
(2) The application for a certificate of title shall be	416

accompanied by the fee prescribed in section 4505.09 of the

Revised Code. The fee shall be retained by the clerk who issues

the certificate of title and shall be distributed in accordance

with that section. If a clerk of a court of common pleas, other

than the clerk of the court of common pleas of an applicant's

county of residence, issues a certificate of title to the

applicant, the clerk shall transmit data related to the

transaction to the automated title processing system.

(3) If a certificate of title previously has been issued for 425 a motor vehicle in this state, the application for a certificate 426 of title also shall be accompanied by that certificate of title 427 duly assigned, unless otherwise provided in this chapter. If a 428 certificate of title previously has not been issued for the motor 429 vehicle in this state, the application, unless otherwise provided 430 in this chapter, shall be accompanied by a manufacturer's or 431 importer's certificate or by a certificate of title of another 432 state from which the motor vehicle was brought into this state. If 433 the application refers to a motor vehicle last previously 434 registered in another state, the application also shall be 435 accompanied by the physical inspection certificate required by 436 section 4505.061 of the Revised Code. If the application is made 437 by two persons regarding a motor vehicle in which they wish to 438 establish joint ownership with right of survivorship, they may do 439 so as provided in section 2131.12 of the Revised Code. If the 440 applicant requests a designation of the motor vehicle in 441 beneficiary form so that upon the death of the owner of the motor 442 vehicle, ownership of the motor vehicle will pass to a designated 443 transfer-on-death beneficiary or beneficiaries, the applicant may 444 do so as provided in section 2131.13 of the Revised Code. A person 445 who establishes ownership of a motor vehicle that is transferable 446 on death in accordance with section 2131.13 of the Revised Code 447 may terminate that type of ownership or change the designation of 448 the transfer-on-death beneficiary or beneficiaries by applying for 449 a certificate of title pursuant to this section. The clerk shall 450

retain the evidence of title presented by the applicant and on	451
which the certificate of title is issued, except that, if an	452
application for a certificate of title is filed electronically by	453
an electronic motor vehicle dealer on behalf of the purchaser of a	454
motor vehicle, the clerk shall retain the completed electronic	455
record to which the dealer converted the certificate of title	456
application and other required documents. The registrar, after	457
consultation with the attorney general, shall adopt rules that	458
govern the location at which, and the manner in which, are stored	459
the actual application and all other documents relating to the	460
sale of a motor vehicle when an electronic motor vehicle dealer	461
files the application for a certificate of title electronically on	462
behalf of the purchaser.	463

The clerk shall use reasonable diligence in ascertaining 464 whether or not the facts in the application for a certificate of 465 title are true by checking the application and documents 466 accompanying it or the electronic record to which a dealer 467 converted the application and accompanying documents with the 468 records of motor vehicles in the clerk's office. If the clerk is 469 satisfied that the applicant is the owner of the motor vehicle and 470 that the application is in the proper form, the clerk, within five 471 business days after the application is filed and except as 472 provided in section 4505.021 of the Revised Code, shall issue a 473 physical certificate of title over the clerk's signature and 474 sealed with the clerk's seal, unless the applicant specifically 475 requests the clerk not to issue a physical certificate of title 476 and instead to issue an electronic certificate of title. For 477 purposes of the transfer of a certificate of title, if the clerk 478 is satisfied that the secured party has duly discharged a lien 479 notation but has not canceled the lien notation with a clerk, the 480 clerk may cancel the lien notation on the automated title 481 processing system and notify the clerk of the county of origin. 482

(4) In the case of the sale of a motor vehicle to a general	483
buyer or user by a dealer, by a motor vehicle leasing dealer	484
selling the motor vehicle to the lessee or, in a case in which the	485
leasing dealer subleased the motor vehicle, the sublessee, at the	486
end of the lease agreement or sublease agreement, or by a	487
manufactured home broker, the certificate of title shall be	488
obtained in the name of the buyer by the dealer, leasing dealer,	489
or manufactured home broker, as the case may be, upon application	490
signed by the buyer. The certificate of title shall be issued, or	491
the process of entering the certificate of title application	492
information into the automated title processing system if a	493
physical certificate of title is not to be issued shall be	494
completed, within five business days after the application for	495
title is filed with the clerk. If the buyer of the motor vehicle	496
previously leased the motor vehicle and is buying the motor	497
vehicle at the end of the lease pursuant to that lease, the	498
certificate of title shall be obtained in the name of the buyer by	499
the motor vehicle leasing dealer who previously leased the motor	500
vehicle to the buyer or by the motor vehicle leasing dealer who	501
subleased the motor vehicle to the buyer under a sublease	502
agreement.	503

In all other cases, except as provided in section 4505.032 504 and division (D)(2) of section 4505.11 of the Revised Code, such certificates shall be obtained by the buyer. 506

(5)(a)(i) If the certificate of title is being obtained in 507 the name of the buyer by a motor vehicle dealer or motor vehicle 508 leasing dealer and there is a security interest to be noted on the 509 certificate of title, the dealer or leasing dealer shall submit 510 the application for the certificate of title and payment of the 511 applicable tax to a clerk within seven business days after the 512 later of the delivery of the motor vehicle to the buyer or the 513 date the dealer or leasing dealer obtains the manufacturer's or 514

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importer's certificate, or certificate of title issued in the name of the dealer or leasing dealer, for the motor vehicle. Submission of the application for the certificate of title and payment of the applicable tax within the required seven business days may be indicated by postmark or receipt by a clerk within that period.

- (ii) Upon receipt of the certificate of title with the 520 security interest noted on its face, the dealer or leasing dealer 521 shall forward the certificate of title to the secured party at the 522 location noted in the financing documents or otherwise specified 523 by the secured party. 524
- (iii) A motor vehicle dealer or motor vehicle leasing dealer 525 is liable to a secured party for a late fee of ten dollars per day 526 for each certificate of title application and payment of the 527 applicable tax that is submitted to a clerk more than seven 528 business days but less than twenty-one days after the later of the 529 delivery of the motor vehicle to the buyer or the date the dealer 530 or leasing dealer obtains the manufacturer's or importer's 531 certificate, or certificate of title issued in the name of the 532 dealer or leasing dealer, for the motor vehicle and, from then on, 533 twenty-five dollars per day until the application and applicable 534 tax are submitted to a clerk. 535
- (b) In all cases of transfer of a motor vehicle, the 536 application for certificate of title shall be filed within thirty 537 days after the assignment or delivery of the motor vehicle. If an 538 application for a certificate of title is not filed within the 539 period specified in division (A)(5)(b) of this section, the clerk 540 shall collect a fee of five ten dollars for the issuance of the 541 certificate, except that no such fee shall be required from a 542 motor vehicle salvage dealer, as defined in division (A) of 543 section 4738.01 of the Revised Code, who immediately surrenders 544 the certificate of title for cancellation. The fee shall be in 545 addition to all other fees established by this chapter, and shall 546

be retained by the clerk. The registrar shall provide, on the	547
certificate of title form prescribed by section 4505.07 of the	548
Revised Code, language necessary to give evidence of the date on	549
which the assignment or delivery of the motor vehicle was made.	550

- (6) As used in division (A) of this section, "lease 551 agreement," "lessee," and "sublease agreement" have the same 552 meanings as in section 4505.04 of the Revised Code. 553
- (B)(1) The clerk, except as provided in this section, shall 554 refuse to accept for filing any application for a certificate of 555 title and shall refuse to issue a certificate of title unless the 556 dealer or manufactured home broker or the applicant, in cases in 557 which the certificate shall be obtained by the buyer, submits with 558 the application payment of the tax levied by or pursuant to 559 Chapters 5739. and 5741. of the Revised Code based on the 560 purchaser's county of residence. Upon payment of the tax in 561 accordance with division (E) of this section, the clerk shall 562 issue a receipt prescribed by the registrar and agreed upon by the 563 tax commissioner showing payment of the tax or a receipt issued by 564 the commissioner showing the payment of the tax. When submitting 565 payment of the tax to the clerk, a dealer shall retain any 566 discount to which the dealer is entitled under section 5739.12 of 567 the Revised Code. 568
- (2) For receiving and disbursing such taxes paid to the clerk 569 by a resident of the clerk's county, the clerk may retain a 570 poundage fee of one and one one-hundredth per cent, and the clerk 571 shall pay the poundage fee into the certificate of title 572 administration fund created by section 325.33 of the Revised Code. 573 The clerk shall not retain a poundage fee from payments of taxes 574 by persons who do not reside in the clerk's county. 575

A clerk, however, may retain from the taxes paid to the clerk 576 an amount equal to the poundage fees associated with certificates 577 of title issued by other clerks of courts of common pleas to 578

applicants who reside in the first clerk's county. The registrar, 579 in consultation with the tax commissioner and the clerks of the 580 courts of common pleas, shall develop a report from the automated 581 title processing system that informs each clerk of the amount of 582 the poundage fees that the clerk is permitted to retain from those 583 taxes because of certificates of title issued by the clerks of 584 other counties to applicants who reside in the first clerk's 585 county. 586

- (3) In the case of casual sales of motor vehicles, as defined
 in section 4517.01 of the Revised Code, the price for the purpose
 of determining the tax shall be the purchase price on the assigned
 certificate of title executed by the seller and filed with the
 clerk by the buyer on a form to be prescribed by the registrar,
 which shall be prima-facie evidence of the amount for the
 determination of the tax.

 593
- (4) Each county clerk shall forward to the treasurer of state 594 all sales and use tax collections resulting from sales of motor 595 vehicles, off-highway motorcycles, and all-purpose vehicles during 596 a calendar week on or before the Friday following the close of 597 that week. If, on any Friday, the offices of the clerk of courts 598 or the state are not open for business, the tax shall be forwarded 599 to the treasurer of state on or before the next day on which the 600 offices are open. Every remittance of tax under division (B)(4) of 601 this section shall be accompanied by a remittance report in such 602 form as the tax commissioner prescribes. Upon receipt of a tax 603 remittance and remittance report, the treasurer of state shall 604 date stamp the report and forward it to the tax commissioner. If 605 the tax due for any week is not remitted by a clerk of courts as 606 required under division (B)(4) of this section, the commissioner 607 may require the clerk to forfeit the poundage fees for the sales 608 made during that week. The treasurer of state may require the 609 clerks of courts to transmit tax collections and remittance 610

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(C)(1) If the transferor indicates on the certificate of 612 title that the odometer reflects mileage in excess of the designed 613 mechanical limit of the odometer, the clerk shall enter the phrase 614 "exceeds mechanical limits" following the mileage designation. If 615 the transferor indicates on the certificate of title that the 616 odometer reading is not the actual mileage, the clerk shall enter 617 the phrase "nonactual: warning - odometer discrepancy" following 618 the mileage designation. The clerk shall use reasonable care in 619 transferring the information supplied by the transferor, but is 620 not liable for any errors or omissions of the clerk or those of 621 the clerk's deputies in the performance of the clerk's duties 622 created by this chapter. 623

The registrar shall prescribe an affidavit in which the 624 transferor shall swear to the true selling price and, except as 625 provided in this division, the true odometer reading of the motor 626 vehicle. The registrar may prescribe an affidavit in which the 627 seller and buyer provide information pertaining to the odometer 628 reading of the motor vehicle in addition to that required by this 629 section, as such information may be required by the United States 630 secretary of transportation by rule prescribed under authority of 631 subchapter IV of the "Motor Vehicle Information and Cost Savings 632 Act," 86 Stat. 961 (1972), 15 U.S.C. 1981. 633

(2) Division (C)(1) of this section does not require the 634 giving of information concerning the odometer and odometer reading 635 of a motor vehicle when ownership of a motor vehicle is being 636 transferred as a result of a bequest, under the laws of intestate 637 succession, to a survivor pursuant to section 2106.18, 2131.12, or 638 4505.10 of the Revised Code, to a transfer-on-death beneficiary or 639 beneficiaries pursuant to section 2131.13 of the Revised Code, in 640 connection with the creation of a security interest or for a 641 vehicle with a gross vehicle weight rating of more than sixteen 642

thousand pounds.	643
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(D) When the transfer to the applicant was made in some other 644 state or in interstate commerce, the clerk, except as provided in 645 this section, shall refuse to issue any certificate of title 646 unless the tax imposed by or pursuant to Chapter 5741. of the 647 Revised Code based on the purchaser's county of residence has been 648 paid as evidenced by a receipt issued by the tax commissioner, or 649 unless the applicant submits with the application payment of the 650 tax. Upon payment of the tax in accordance with division (E) of 651 this section, the clerk shall issue a receipt prescribed by the 652 registrar and agreed upon by the tax commissioner, showing payment 653 of the tax. 654

For receiving and disbursing such taxes paid to the clerk by 655 a resident of the clerk's county, the clerk may retain a poundage 656 fee of one and one one-hundredth per cent. The clerk shall not 657 retain a poundage fee from payments of taxes by persons who do not 658 reside in the clerk's county.

A clerk, however, may retain from the taxes paid to the clerk 660 an amount equal to the poundage fees associated with certificates 661 of title issued by other clerks of courts of common pleas to 662 applicants who reside in the first clerk's county. The registrar, 663 in consultation with the tax commissioner and the clerks of the 664 courts of common pleas, shall develop a report from the automated 665 title processing system that informs each clerk of the amount of 666 the poundage fees that the clerk is permitted to retain from those 667 taxes because of certificates of title issued by the clerks of 668 other counties to applicants who reside in the first clerk's 669 county. 670

When the vendor is not regularly engaged in the business of 671 selling motor vehicles, the vendor shall not be required to 672 purchase a vendor's license or make reports concerning those 673 sales. 674

(E) The clerk shall accept any payment of a tax in cash, or	675
by cashier's check, certified check, draft, money order, or teller	676
check issued by any insured financial institution payable to the	677
clerk and submitted with an application for a certificate of title	678
under division (B) or (D) of this section. The clerk also may	679
accept payment of the tax by corporate, business, or personal	680
check, credit card, electronic transfer or wire transfer, debit	681
card, or any other accepted form of payment made payable to the	682
clerk. The clerk may require bonds, guarantees, or letters of	683
credit to ensure the collection of corporate, business, or	684
personal checks. Any service fee charged by a third party to a	685
clerk for the use of any form of payment may be paid by the clerk	686
from the certificate of title administration fund created in	687
section 325.33 of the Revised Code, or may be assessed by the	688
clerk upon the applicant as an additional fee. Upon collection,	689
the additional fees shall be paid by the clerk into that	690
certificate of title administration fund.	691

The clerk shall make a good faith effort to collect any 692 payment of taxes due but not made because the payment was returned 693 or dishonored, but the clerk is not personally liable for the 694 payment of uncollected taxes or uncollected fees. The clerk shall 695 notify the tax commissioner of any such payment of taxes that is 696 due but not made and shall furnish the information to the 697 commissioner that the commissioner requires. The clerk shall 698 deduct the amount of taxes due but not paid from the clerk's 699 periodic remittance of tax payments, in accordance with procedures 700 agreed upon by the tax commissioner. The commissioner may collect 701 taxes due by assessment in the manner provided in section 5739.13 702 of the Revised Code. 703

Any person who presents payment that is returned or 704 dishonored for any reason is liable to the clerk for payment of a 705 penalty over and above the amount of the taxes due. The clerk 706

shall determine the amount of the penalty, and the penalty shall	707
be no greater than that amount necessary to compensate the clerk	708
for banking charges, legal fees, or other expenses incurred by the	709
clerk in collecting the returned or dishonored payment. The	710
remedies and procedures provided in this section are in addition	711
to any other available civil or criminal remedies. Subsequently	712
collected penalties, poundage fees, and title fees, less any title	713
fee due the state, from returned or dishonored payments collected	714
by the clerk shall be paid into the certificate of title	715
administration fund. Subsequently collected taxes, less poundage	716
fees, shall be sent by the clerk to the treasurer of state at the	717
next scheduled periodic remittance of tax payments, with	718
information as the commissioner may require. The clerk may abate	719
all or any part of any penalty assessed under this division.	720
(F) In the following cases, the clerk shall accept for filing	721
an application and shall issue a certificate of title without	722
requiring payment or evidence of payment of the tax:	723
(1) When the purchaser is this state or any of its political	724
subdivisions, a church, or an organization whose purchases are	725
exempted by section 5739.02 of the Revised Code;	726
(2) When the transaction in this state is not a retail sale	727
as defined by section 5739.01 of the Revised Code;	728
(3) When the purchase is outside this state or in interstate	729
commerce and the purpose of the purchaser is not to use, store, or	730
consume within the meaning of section 5741.01 of the Revised Code;	731
(4) When the purchaser is the federal government;	732
(5) When the motor vehicle was purchased outside this state	733
for use outside this state;	734
(6) When the motor vehicle is purchased by a nonresident	735

under the circumstances described in division (B)(1) of section

5739.029 of the Revised Code, and upon presentation of a copy of

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the affidavit provided by that section, and a copy of the	738
exemption certificate provided by section 5739.03 of the Revised	739
Code.	740

- (G) An application, as prescribed by the registrar and agreed 741 to by the tax commissioner, shall be filled out and sworn to by 742 the buyer of a motor vehicle in a casual sale. The application 743 shall contain the following notice in bold lettering: "WARNING TO 744 TRANSFEROR AND TRANSFEREE (SELLER AND BUYER): You are required by 745 law to state the true selling price. A false statement is in 746 violation of section 2921.13 of the Revised Code and is punishable 747 by six months' imprisonment or a fine of up to one thousand 748 dollars, or both. All transfers are audited by the department of 749 taxation. The seller and buyer must provide any information 750 requested by the department of taxation. The buyer may be assessed 751 any additional tax found to be due." 752
- (H) For sales of manufactured homes or mobile homes occurring 753 on or after January 1, 2000, the clerk shall accept for filing, 754 pursuant to Chapter 5739. of the Revised Code, an application for 755 a certificate of title for a manufactured home or mobile home 756 without requiring payment of any tax pursuant to section 5739.02, 757 5741.021, 5741.022, or 5741.023 of the Revised Code, or a receipt 758 issued by the tax commissioner showing payment of the tax. For 759 sales of manufactured homes or mobile homes occurring on or after 760 January 1, 2000, the applicant shall pay to the clerk an 761 additional fee of five ten dollars for each certificate of title 762 issued by the clerk for a manufactured or mobile home pursuant to 763 division (H) of section 4505.11 of the Revised Code and for each 764 certificate of title issued upon transfer of ownership of the 765 home. The clerk shall credit the fee to the county certificate of 766 title administration fund, and the fee shall be used to pay the 767 expenses of archiving those certificates pursuant to division (A) 768 of section 4505.08 and division (H)(3) of section 4505.11 of the 769

Revised Code. The tax commissioner shall administer any tax on a	770
manufactured or mobile home pursuant to Chapters 5739. and 5741.	771
of the Revised Code.	772
(I) Every clerk shall have the capability to transact by	773
electronic means all procedures and transactions relating to the	774
issuance of motor vehicle certificates of title that are described	775
in the Revised Code as being accomplished by electronic means.	776
Sec. 4505.09. (A)(1) The clerk of a court of common pleas	777
shall charge a fee of five and retain fees as follows:	778
(a) Fifteen dollars for each certificate of title that is not	779
applied for within thirty days after the later of the assignment	780
or delivery of the motor vehicle described in it. The fees entire	781
<u>fee</u> shall be retained by the clerk.	782
In addition to those fees, the clerk shall charge a fee of	783
five (b) Fifteen dollars for each certificate of title, or	784
duplicate certificate of title- including the issuance of a	785
memorandum certificate of title, or authorization to print a	786
non-negotiable evidence of ownership described in division (G) of	787
section 4505.08 of the Revised Code, non-negotiable evidence of	788
ownership printed by the clerk under division (H) of that section,	789
and notation of any lien on a certificate of title that is applied	790
for at the same time as the certificate of title. The clerk shall	791
retain two <u>eleven</u> dollars and twenty five <u>fifty</u> cents of the <u>that</u>	792
fee charged for each certificate of title, four dollars and	793
seventy-five cents of the fee charged for each duplicate	794
certificate of title, all of the fees charged for each memorandum	795
certificate, authorization to print a non-negotiable evidence of	796
ownership, or non-negotiable evidence of ownership printed by the	797
clerk, and four dollars and twenty-five cents of the fee charged	798
for each notation of a lien.	799

(c) Five dollars for each certificate of title with no

security interest noted that is issued to a licensed motor vehicle	801
dealer for resale purposes. The clerk shall retain two dollars and	802
twenty-five cents of that fee.	803
(d) Five dollars for each memorandum certificate of title or	804
non-negotiable evidence of ownership that is applied for	805
separately. The clerk shall retain that entire fee.	806
(2) The remaining two dollars and seventy-five cents charged	807
for the certificate of title, the remaining twenty-five cents	808
charged for the duplicate certificate of title, and the remaining	809
seventy five cents charged for the notation of any lien on a	810
certificate of title fees that are not retained by the clerk shall	811
be paid to the registrar of motor vehicles by monthly returns,	812
which shall be forwarded to the registrar not later than the fifth	813
day of the month next succeeding that in which the certificate is	814
issued or that in which the registrar is notified of a lien or	815
cancellation of a lien.	816
(B)(1) The registrar shall pay twenty-five cents of the	817
amount received for each certificate of title and all of the	818
amounts received for each notation of any lien and each duplicate	819
certificate issued to a motor vehicle dealer for resale and one	820
dollar for all other certificates of title issued into the state	821
bureau of motor vehicles fund established in section 4501.25 of	822
the Revised Code.	823
(2) Fifty cents of the amount received for each certificate	824
of title shall be paid by the registrar as follows:	825
(a) Four cents shall be paid into the state treasury to the	826
credit of the motor vehicle dealers board fund, which is hereby	827
created. All investment earnings of the fund shall be credited to	828
the fund. The moneys in the motor vehicle dealers board fund shall	829
be used by the motor vehicle dealers board created under section	830
4517.30 of the Revised Code, together with other moneys	831

appropriated to it, in the exercise of its powers and the	832
performance of its duties under Chapter 4517. of the Revised Code,	833
except that the director of budget and management may transfer	834
excess money from the motor vehicle dealers board fund to the	835
bureau of motor vehicles fund if the registrar determines that the	836
amount of money in the motor vehicle dealers board fund, together	837
with other moneys appropriated to the board, exceeds the amount	838
required for the exercise of its powers and the performance of its	839
duties under Chapter 4517. of the Revised Code and requests the	840
director to make the transfer.	841

- (b) Twenty-one cents shall be paid into the highway operating 842 fund.
- (c) Twenty-five cents shall be paid into the state treasury 844 to the credit of the motor vehicle sales audit fund, which is 845 hereby created. The moneys in the fund shall be used by the tax 846 commissioner together with other funds available to the 847 commissioner to conduct a continuing investigation of sales and 848 use tax returns filed for motor vehicles in order to determine if 849 sales and use tax liability has been satisfied. The commissioner 850 shall refer cases of apparent violations of section 2921.13 of the 851 Revised Code made in connection with the titling or sale of a 852 motor vehicle and cases of any other apparent violations of the 853 sales or use tax law to the appropriate county prosecutor whenever 854 the commissioner considers it advisable. 855
- (3) Two dollars of the amount received by the registrar for 856 each certificate of title shall be paid into the state treasury to 857 the credit of the automated title processing fund, which is hereby 858 created and which shall consist of moneys collected under division 859 (B)(3) of this section and under sections 1548.10 and 4519.59 of 860 the Revised Code. All investment earnings of the fund shall be 861 credited to the fund. The moneys in the fund shall be used as 862 follows: 863

(a) Except for moneys collected under section 1548.10 of the	864
Revised Code and as provided in division (B)(3)(c) of this	865
section, moneys collected under division (B)(3) of this section	866
shall be used to implement and maintain an automated title	867
processing system for the issuance of motor vehicle, off-highway	868
motorcycle, and all-purpose vehicle certificates of title in the	869
offices of the clerks of the courts of common pleas.	870

- (b) Moneys collected under section 1548.10 of the Revised 871 Code shall be used to issue marine certificates of title in the 872 offices of the clerks of the courts of common pleas as provided in 873 Chapter 1548. of the Revised Code. 874
- (c) Moneys collected under division (B)(3) of this section 875 shall be used in accordance with section 4505.25 of the Revised 876 Code to implement Sub. S.B. 59 of the 124th general assembly. 877
- (C)(1) The automated title processing board is hereby created 878 consisting of the registrar or the registrar's representative, a 879 person selected by the registrar, the president of the Ohio clerks 880 of court association or the president's representative, and two 881 clerks of courts of common pleas appointed by the governor. The 882 director of budget and management or the director's designee, the 883 chief of the division of watercraft in the department of natural 884 resources or the chief's designee, and the tax commissioner or the 885 commissioner's designee shall be nonvoting members of the board. 886 The purpose of the board is to facilitate the operation and 887 maintenance of an automated title processing system and approve 888 the procurement of automated title processing system equipment. 889 Voting members of the board, excluding the registrar or the 890 registrar's representative, shall serve without compensation, but 891 shall be reimbursed for travel and other necessary expenses 892 incurred in the conduct of their official duties. The registrar or 893 the registrar's representative shall receive neither compensation 894 nor reimbursement as a board member. 895

(2) The automated title processing board shall determine each	896
of the following:	897
(a) The automated title processing equipment and certificates	898
of title requirements for each county;	899
(b) The payment of expenses that may be incurred by the	900
counties in implementing an automated title processing $\operatorname{system} \div$	901
(c) The repayment to the counties for existing title	902
processing equipment, including all related maintenance, security,	903
automated communications, and related supplies.	904
(3) The registrar shall purchase, lease, or otherwise acquire	905
any automated title processing equipment and certificates of title	906
that the board determines are necessary from moneys in the	907
automated title processing fund established by division (B)(3) of	908
this section.	909
(D) All counties shall conform to the requirements of the	910
registrar regarding the operation of their automated title	911
processing system for motor vehicle titles, certificates of title	912
for off-highway motorcycles and all-purpose vehicles, and	913
certificates of title for watercraft and outboard motors.	914
Sec. 4505.11. (A) Each owner of a motor vehicle and each	915
person mentioned as owner in the last certificate of title, when	916
the motor vehicle is dismantled, destroyed, or changed in such	917
manner that it loses its character as a motor vehicle, or changed	918
in such manner that it is not the motor vehicle described in the	919
certificate of title, shall surrender the certificate of title to	920
that motor vehicle to a clerk of a court of common pleas, and the	921
clerk, with the consent of any holders of any liens noted on the	922
certificate of title, then shall enter a cancellation upon the	923
clerk's records and shall notify the registrar of motor vehicles	924
of the cancellation.	925

Upon the cancellation of a certificate of title in the manner 926 prescribed by this section, any clerk and the registrar of motor 927 vehicles may cancel and destroy all certificates and all 928 memorandum certificates in that chain of title. 929

- (B) If an Ohio certificate of title or salvage certificate of 930 title to a motor vehicle is assigned to a salvage dealer, the 931 dealer is not required to obtain an Ohio certificate of title or a 932 salvage certificate of title to the motor vehicle in the dealer's 933 own name if the dealer dismantles or destroys the motor vehicle, 934 indicates the number of the dealer's motor vehicle salvage 935 dealer's license on it, marks "FOR DESTRUCTION" across the face of 936 the certificate of title or salvage certificate of title, and 937 surrenders the certificate of title or salvage certificate of 938 title to a clerk of a court of common pleas as provided in 939 division (A) of this section. If the salvage dealer retains the 940 motor vehicle for resale, the dealer shall make application for a 941 salvage certificate of title to the motor vehicle in the dealer's 942 own name as provided in division (C)(1) of this section. 943
- (C)(1) When an insurance company declares it economically 944 impractical to repair such a motor vehicle and has paid an agreed 945 price for the purchase of the motor vehicle to any insured or 946 claimant owner, the insurance company shall receive the 947 certificate of title and the motor vehicle and proceed as follows. 948 Within thirty days, the insurance company shall deliver the 949 certificate of title to a clerk of a court of common pleas and 950 shall make application for a salvage certificate of title. The 951 clerk shall issue the salvage certificate of title on a form, 952 prescribed by the registrar, that shall be easily distinguishable 953 from the original certificate of title and shall bear the same 954 information as the original certificate of title except that it 955 may bear a different number than that of the original certificate 956 of title. Except as provided in division (C)(2) of this section, 957

the salvage certificate of title shall be assigned by the

insurance company to a salvage dealer or any other person for use

sevidence of ownership upon the sale or other disposition of the

motor vehicle, and the salvage certificate of title shall be

transferrable transferable to any other person. The clerk shall

charge a fee of four five dollars for the cost of processing each

salvage certificate of title.

- (2) If an insurance company considers a motor vehicle as 965 described in division (C)(1) of this section to be impossible to 966 restore for highway operation, the insurance company may assign 967 the certificate of title to the motor vehicle to a salvage dealer 968 or scrap metal processing facility and send the assigned 969 certificate of title to the clerk of the court of common pleas of 970 any county. The insurance company shall mark the face of the 971 certificate of title "FOR DESTRUCTION" and shall deliver a 972 photocopy of the certificate of title to the salvage dealer or 973 scrap metal processing facility for its records. 974
- (3) If an insurance company declares it economically 975 impractical to repair a motor vehicle, agrees to pay to the 976 insured or claimant owner an amount in settlement of a claim 977 against a policy of motor vehicle insurance covering the motor 978 vehicle, and agrees to permit the insured or claimant owner to 979 retain possession of the motor vehicle, the insurance company 980 shall not pay the insured or claimant owner any amount in 981 settlement of the insurance claim until the owner obtains a 982 salvage certificate of title to the vehicle and furnishes a copy 983 of the salvage certificate of title to the insurance company. 984
- (D) When a self-insured organization, rental or leasing 985 company, or secured creditor becomes the owner of a motor vehicle 986 that is burned, damaged, or dismantled and is determined to be 987 economically impractical to repair, the self-insured organization, 988 rental or leasing company, or secured creditor shall do one of the 989

following:

(1) Mark the face of the certificate of title to the motor 991 vehicle "FOR DESTRUCTION" and surrender the certificate of title 992 to a clerk of a court of common pleas for cancellation as 993 described in division (A) of this section. The self-insured 994 organization, rental or leasing company, or secured creditor then 995 shall deliver the motor vehicle, together with a photocopy of the 996 certificate of title, to a salvage dealer or scrap metal 997 processing facility and shall cause the motor vehicle to be 998 dismantled, flattened, crushed, or destroyed. 999

- (2) Obtain a salvage certificate of title to the motor 1000 vehicle in the name of the self-insured organization, rental or 1001 leasing company, or secured creditor, as provided in division 1002 (C)(1) of this section, and then sell or otherwise dispose of the 1003 motor vehicle. If the motor vehicle is sold, the self-insured 1004 organization, rental or leasing company, or secured creditor shall 1005 obtain a salvage certificate of title to the motor vehicle in the 1006 name of the purchaser from a clerk of a court of common pleas. 1007
- (E) If a motor vehicle titled with a salvage certificate of 1008 title is restored for operation upon the highways, application 1009 shall be made to a clerk of a court of common pleas for a 1010 certificate of title. Upon inspection by the state highway patrol, 1011 which shall include establishing proof of ownership and an 1012 inspection of the motor number and vehicle identification number 1013 of the motor vehicle and of documentation or receipts for the 1014 materials used in restoration by the owner of the motor vehicle 1015 being inspected, which documentation or receipts shall be 1016 presented at the time of inspection, the clerk, upon surrender of 1017 the salvage certificate of title, shall issue a certificate of 1018 title for a fee prescribed by the registrar. The certificate of 1019 title shall be in the same form as the original certificate of 1020 title and shall bear the words "REBUILT SALVAGE" in black boldface 1021

letters on its face. Every subsequent certificate of title,	1022
memorandum certificate of title, or duplicate certificate of title	1023
issued for the motor vehicle also shall bear the words "REBUILT	1024
SALVAGE" in black boldface letters on its face. The exact location	1025
on the face of the certificate of title of the words "REBUILT	1026
SALVAGE" shall be determined by the registrar, who shall develop	1027
an automated procedure within the automated title processing	1028
system to comply with this division. The clerk shall use	1029
reasonable care in performing the duties imposed on the clerk by	1030
this division in issuing a certificate of title pursuant to this	1031
division, but the clerk is not liable for any of the clerk's	1032
errors or omissions or those of the clerk's deputies, or the	1033
automated title processing system in the performance of those	1034
duties. A fee of fifty dollars shall be assessed by the state	1035
highway patrol for each inspection made pursuant to this division	1036
and shall be deposited into the state highway safety fund	1037
established by section 4501.06 of the Revised Code.	1038

- (F) No person shall operate upon the highways in this state a 1039 motor vehicle, title to which is evidenced by a salvage 1040 certificate of title, except to deliver the motor vehicle pursuant 1041 to an appointment for an inspection under this section. 1042
- (G) No motor vehicle the certificate of title to which has 1043 been marked "FOR DESTRUCTION" and surrendered to a clerk of a 1044 court of common pleas shall be used for anything except parts and 1045 scrap metal.
- (H)(1) Except as otherwise provided in this division, an 1047 owner of a manufactured or mobile home that will be taxed as real 1048 property pursuant to division (B) of section 4503.06 of the 1049 Revised Code shall surrender the certificate of title to the 1050 auditor of the county containing the taxing district in which the 1051 home is located. An owner whose home qualifies for real property 1052 taxation under divisions (B)(1)(a) and (b) of section 4503.06 of 1053

the Revised Code shall surrender the certificate within fifteen	1054
days after the home meets the conditions specified in those	1055
divisions. The auditor shall deliver the certificate of title to	1056
the clerk of the court of common pleas who issued it.	1057
(2) If the certificate of title for a manufactured or mobile	1058
home that is to be taxed as real property is held by a lienholder,	1059
the lienholder shall surrender the certificate of title to the	1060
auditor of the county containing the taxing district in which the	1061
home is located, and the auditor shall deliver the certificate of	1062
title to the clerk of the court of common pleas who issued it. The	1063
lienholder shall surrender the certificate within thirty days	1064
after both of the following have occurred:	1065
(a) The homeowner has provided written notice to the	1066
lienholder requesting that the certificate of title be surrendered	1067
to the auditor of the county containing the taxing district in	1068
which the home is located.	1069
(b) The homeowner has either paid the lienholder the	1070
remaining balance owed to the lienholder, or, with the	1071
lienholder's consent, executed and delivered to the lienholder a	1072
mortgage on the home and land on which the home is sited in the	1073
amount of the remaining balance owed to the lienholder.	1074
(3) Upon the delivery of a certificate of title by the county	1075
auditor to the clerk, the clerk shall inactivate it and maintain	1076
it in the automated title processing system for a period of thirty	1077
years.	1078
(4) Upon application by the owner of a manufactured or mobile	1079

home that is taxed as real property pursuant to division (B) of

section 4503.06 of the Revised Code and that no longer satisfies

divisions (B)(1)(a) and (b) or divisions (B)(2)(a) and (b) of that

section, the clerk shall reactivate the record of the certificate

of title that was inactivated under division (H)(3) of this

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section and shall issue a new certificate of title, but only if	1085
the application contains or has attached to it all of the	1086
following:	1087
(a) An endorsement of the county treasurer that all real	1088
property taxes charged against the home under Title LVII of the	1089
Revised Code and division (B) of section 4503.06 of the Revised	1090
Code for all preceding tax years have been paid;	1091
(b) An endorsement of the county auditor that the home will	1092
be removed from the real property tax list;	1093
(c) Proof that there are no outstanding mortgages or other	1094
liens on the home or, if there are such mortgages or other liens,	1095
that the mortgagee or lienholder has consented to the reactivation	1096
of the certificate of title.	1097
(I)(1) Whoever violates division (F) of this section shall be	1098
fined not more than two thousand dollars, imprisoned not more than	1099
one year, or both.	1100
(2) Whoever violates division (G) of this section shall be	1101
fined not more than one thousand dollars, imprisoned not more than	1102
six months, or both.	1103
Sec. 4519.55. Application for a certificate of title for an	1104
off-highway motorcycle or all-purpose vehicle shall be made upon a	1105
form prescribed by the registrar of motor vehicles and shall be	1106
sworn to before a notary public or other officer empowered to	1107
administer oaths. The application shall be filed with the clerk of	1108
any court of common pleas. An application for a certificate of	1109
title may be filed electronically by any electronic means approved	1110
by the registrar in any county with the clerk of the court of	1111
common pleas of that county.	1112
If an application for a certificate of title is filed	1113

electronically by an electronic dealer on behalf of the purchaser

of an off-highway motorcycle or all-purpose vehicle, the clerk	1115
shall retain the completed electronic record to which the dealer	1116
converted the certificate of title application and other required	1117
documents. The registrar, after consultation with the attorney	1118
general, shall adopt rules that govern the location at which, and	1119
the manner in which, are stored the actual application and all	1120
other documents relating to the sale of an off-highway motorcycle	1121
or all-purpose vehicle when an electronic dealer files the	1122
application for a certificate of title electronically on behalf of	1123
the purchaser.	1124

The application shall be accompanied by the fee prescribed in 1125 section 4519.59 of the Revised Code. The fee shall be retained by 1126 the clerk who issues the certificate of title and shall be 1127 distributed in accordance with that section. If a clerk of a court 1128 of common pleas, other than the clerk of the court of common pleas 1129 of an applicant's county of residence, issues a certificate of 1130 title to the applicant, the clerk shall transmit data related to 1131 the transaction to the automated title processing system. 1132

If a certificate of title previously has been issued for an 1133 off-highway motorcycle or all-purpose vehicle, the application 1134 also shall be accompanied by the certificate of title duly 1135 assigned, unless otherwise provided in this chapter. If a 1136 certificate of title previously has not been issued for the 1137 off-highway motorcycle or all-purpose vehicle, the application, 1138 unless otherwise provided in this chapter, shall be accompanied by 1139 a manufacturer's or importer's certificate; by a sworn statement 1140 of ownership; or by a certificate of title, bill of sale, or other 1141 evidence of ownership required by law of another state from which 1142 the off-highway motorcycle or all-purpose vehicle was brought into 1143 this state. The registrar, in accordance with Chapter 119. of the 1144 Revised Code, shall prescribe the types of additional 1145 documentation sufficient to establish proof of ownership, 1146

including,	but	not	limited	to,	receipts	from	the	purchase	of	parts	1147
or componer	nts,	phot	ographs,	and	affidavi	its of	oth	ner person	ns.		1148

For purposes of the transfer of a certificate of title, if 1149 the clerk is satisfied that a secured party has duly discharged a 1150 lien notation but has not canceled the lien notation with a clerk, 1151 the clerk may cancel the lien notation on the automated title 1152 processing system and notify the clerk of the county of origin. 1153

In the case of the sale of an off-highway motorcycle or 1154 all-purpose vehicle by a dealer to a general purchaser or user, 1155 the certificate of title shall be obtained in the name of the 1156 purchaser by the dealer upon application signed by the purchaser. 1157 In all other cases, the certificate shall be obtained by the 1158 purchaser. In all cases of transfer of an off-highway motorcycle 1159 or all-purpose vehicle, the application for certificate of title 1160 shall be filed within thirty days after the later of the date of 1161 purchase or assignment of ownership of the off-highway motorcycle 1162 or all-purpose vehicle. If the application for certificate of 1163 title is not filed within thirty days after the later of the date 1164 of purchase or assignment of ownership of the off-highway 1165 motorcycle or all-purpose vehicle, the clerk shall charge a late 1166 filing fee of five ten dollars in addition to the fee prescribed 1167 by section 4519.59 of the Revised Code. The clerk shall retain the 1168 entire amount of each late filing fee. 1169

Except in the case of an off-highway motorcycle or

all-purpose vehicle purchased prior to July 1, 1999, the clerk

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shall refuse to accept an application for certificate of title

unless the applicant either tenders with the application payment

of all taxes levied by or pursuant to Chapter 5739. or 5741. of

the Revised Code based on the purchaser's county of residence, or

submits either of the following:

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(A) A receipt issued by the tax commissioner or a clerk of 1177 courts showing payment of the tax; 1178

	(B) Ai	n exemption	certificate, in any form prescribed by the	1179
tax	commis	sioner, tha	specifies why the purchase is not subject	1180
to t	the tax	imposed by	Chapter 5739. or 5741. of the Revised Code.	1181

Payment of the tax shall be made in accordance with division 1182 (E) of section 4505.06 of the Revised Code and any rules issued by 1183 the tax commissioner. When a dealer submits payment of the tax to 1184 the clerk, the dealer shall retain any discount to which the 1185 dealer is entitled under section 5739.12 of the Revised Code. The 1186 clerk shall issue a receipt in the form prescribed by the tax 1187 commissioner to any applicant who tenders payment of the tax with 1188 the application for a certificate of title. If the application for 1189 a certificate of title is for an off-highway motorcycle or 1190 all-purpose vehicle purchased prior to July 1, 1999, the clerk 1191 shall accept the application without payment of the taxes levied 1192 by or pursuant to Chapter 5739. or 5741. of the Revised Code or 1193 presentation of either of the items listed in division (A) or (B) 1194 of this section. 1195

For receiving and disbursing such taxes paid to the clerk by

a resident of the clerk's county, the clerk may retain a poundage

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fee of one and one-hundredth per cent of the taxes collected,

which shall be paid into the certificate of title administration

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fund created by section 325.33 of the Revised Code. The clerk

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shall not retain a poundage fee from payments of taxes by persons

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who do not reside in the clerk's county.

A clerk, however, may retain from the taxes paid to the clerk 1203 an amount equal to the poundage fees associated with certificates 1204 of title issued by other clerks of courts of common pleas to 1205 applicants who reside in the first clerk's county. The registrar, 1206 in consultation with the tax commissioner and the clerks of the 1207 courts of common pleas, shall develop a report from the automated 1208 title processing system that informs each clerk of the amount of 1209 the poundage fees that the clerk is permitted to retain from those 1210

all-purpose vehicles that are described in the Revised Code as 1239 being accomplished by electronic means. 1240

shall charge a fee of five and retain fees as follows:	1242
(a) Fifteen dollars for each certificate of title, or	1243
duplicate certificate of title, including the issuance of a	1244
memorandum certificate of title, authorization to print a	1245
non-negotiable evidence of ownership described in division (D) of	1246
section 4519.58 of the Revised Code, non-negotiable evidence of	1247
ownership printed by the clerk under division (E) of that section,	1248
and notation of any lien on a certificate of title that is applied	1249
for at the same time as the certificate of title. The clerk shall	1250
retain two eleven dollars and twenty five fifty cents of the that	1251
fee charged for each certificate of title, four dollars and	1252
seventy-five cents of the fee charged for each duplicate	1253
certificate of title, all of the fees charged for each memorandum	1254
certificate, authorization to print a non-negotiable evidence of	1255
ownership, or non negotiable evidence of ownership printed by the	1256
clerk, and four dollars and twenty-five cents of the fee charged	1257
for each notation of a lien.	1258
(b) Five dollars for each certificate of title with no	1259
security interest noted that is issued to a licensed motor vehicle	1260
dealer for resale purposes. The clerk shall retain two dollars and	1261
twenty-five cents of that fee.	1262
(c) Five dollars for each memorandum certificate of title or	1263
non-negotiable evidence of ownership that is applied for	1264
separately. The clerk shall retain that entire fee.	1265
(2) The remaining two dollars and seventy-five cents charged	1266
for the certificate of title, the remaining twenty-five cents	1267
charged for the duplicate certificate of title, and the remaining	1268
seventy five cents charged for the notation of any lien on a	1269
certificate of title fees that are not retained by the clerk shall	1270
be paid to the registrar of motor vehicles by monthly returns,	1271
which shall be forwarded to the registrar not later than the fifth	1272
day of the month next succeeding that in which the certificate is	1273
day of the month next bacceding that in which the certificate is	12/3

manner that it loses its character as an off-highway motorcycle or	1304
all-purpose vehicle, or changed in such manner that it is not the	1305
off-highway motorcycle or all-purpose vehicle described in the	1306
certificate of title, shall surrender the certificate of title to	1307
a clerk of a court of common pleas, and the clerk, with the	1308
consent of the holders of any liens noted on the certificate of	1309
title, then shall enter a cancellation upon the clerk's records	1310
and shall notify the registrar of motor vehicles of the	1311
cancellation.	1312

Upon the cancellation of a certificate of title in the manner 1313 prescribed by this section, any clerk and the registrar may cancel 1314 and destroy all certificates and all memorandum certificates in 1315 that chain of title.

(B) If an Ohio certificate of title or salvage certificate of 1317 title to an off-highway motorcycle or all-purpose vehicle is 1318 assigned to a salvage dealer, the dealer shall not be required to 1319 obtain an Ohio certificate of title or a salvage certificate of 1320 title to the off-highway motorcycle or all-purpose vehicle in the 1321 dealer's own name if the dealer dismantles or destroys the 1322 off-highway motorcycle or all-purpose vehicle, completes the 1323 assignment on the certificate of title or salvage certificate of 1324 title, indicates the number of the dealer's motor vehicle salvage 1325 dealer's license on it, marks "FOR DESTRUCTION" across the face of 1326 the certificate of title or salvage certificate of title, and 1327 surrenders the certificate of title or salvage certificate of 1328 title to a clerk of a court of common pleas as provided in 1329 division (A) of this section. If the salvage dealer retains the 1330 off-highway motorcycle or all-purpose vehicle for resale, the 1331 salvage dealer shall make application for a salvage certificate of 1332 title to the off-highway motorcycle or all-purpose vehicle in the 1333 salvage dealer's own name as provided in division (C)(1) of this 1334 section. 1335

(C)(1) When an insurance company declares it economically	1336
impractical to repair the off-highway motorcycle or all-purpose	1337
vehicle and has paid an agreed price for the purchase of the	1338
off-highway motorcycle or all-purpose vehicle to any insured or	1339
claimant owner, the insurance company shall receive the	1340
certificate of title and off-highway motorcycle or all-purpose	1341
vehicle and proceed as follows. Within thirty days, the insurance	1342
company shall deliver the certificate of title to a clerk of a	1343
court of common pleas and shall make application for a salvage	1344
certificate of title. The clerk shall issue the salvage	1345
certificate of title on a form, prescribed by the registrar, that	1346
shall be easily distinguishable from the original certificate of	1347
title and shall bear the same information as the original	1348
certificate of title except that it may bear a different number	1349
from that of the original certificate of title. Except as provided	1350
in division (C)(2) of this section, the salvage certificate of	1351
title shall be assigned by the insurance company to a salvage	1352
dealer or any other person for use as evidence of ownership upon	1353
the sale or other disposition of the off-highway motorcycle or	1354
all-purpose vehicle, and the salvage certificate of title shall be	1355
transferable to any other person. The clerk of the court of common	1356
pleas shall charge a fee of four <u>five</u> dollars for the cost of	1357
processing each salvage certificate of title.	1358

(2) If an insurance company considers an off-highway 1359 motorcycle or all-purpose vehicle as described in division (C)(1)1360 of this section to be impossible to restore to normal operation, 1361 the insurance company may assign the certificate of title to the 1362 off-highway motorcycle or all-purpose vehicle to a salvage dealer 1363 or scrap metal processing facility and send the assigned 1364 certificate of title to the clerk of the court of common pleas of 1365 any county. The insurance company shall mark the face of the 1366 certificate of title "FOR DESTRUCTION" and shall deliver a 1367 photocopy of the certificate of title to the salvage dealer or 1368 scrap metal processing facility for its records. 1369

- (3) If an insurance company declares it economically 1370 impractical to repair an off-highway motorcycle or all-purpose 1371 vehicle, agrees to pay to the insured or claimant owner an amount 1372 in settlement of a claim against a policy of motor vehicle 1373 insurance covering the off-highway motorcycle or all-purpose 1374 vehicle, and agrees to permit the insured or claimant owner to 1375 retain possession of the off-highway motorcycle or all-purpose 1376 vehicle, the insurance company shall not pay the insured or 1377 claimant owner any amount in settlement of the insurance claim 1378 until the owner obtains a salvage certificate of title to the 1379 vehicle and furnishes a copy of the salvage certificate of title 1380 to the insurance company. 1381
- (D) When a self-insured organization, rental or leasing 1382 company, or secured creditor becomes the owner of an off-highway 1383 motorcycle or all-purpose vehicle that is burned, damaged, or 1384 dismantled and is determined to be economically impractical to 1385 repair, the self-insured organization, rental or leasing company, 1386 or secured creditor shall do one of the following: 1387
- (1) Mark the face of the certificate of title to the 1388 off-highway motorcycle or all-purpose vehicle "FOR DESTRUCTION" 1389 and surrender the certificate of title to a clerk of a court of 1390 common pleas for cancellation as described in division (A) of this 1391 section. The self-insured organization, rental or leasing company, 1392 or secured creditor then shall deliver the off-highway motorcycle 1393 or all-purpose vehicle, together with a photocopy of the 1394 certificate of title, to a salvage dealer or scrap metal 1395 processing facility and shall cause the off-highway motorcycle or 1396 all-purpose vehicle to be dismantled, flattened, crushed, or 1397 destroyed. 1398
- (2) Obtain a salvage certificate of title to the off-highway 1399 motorcycle or all-purpose vehicle in the name of the self-insured 1400

organization, rental or leasing company, or secured creditor, as 1401 provided in division (C)(1) of this section, and then sell or 1402 otherwise dispose of the off-highway motorcycle or all-purpose 1403 vehicle. If the off-highway motorcycle or all-purpose vehicle is 1404 sold, the self-insured organization, rental or leasing company, or 1405 secured creditor shall obtain a salvage certificate of title to 1406 the off-highway motorcycle or all-purpose vehicle in the name of 1407 the purchaser from a clerk of a court of common pleas. 1408

(E) If an off-highway motorcycle or all-purpose vehicle 1409 titled with a salvage certificate of title is restored for 1410 operation, application shall be made to a clerk of a court of 1411 common pleas for a certificate of title after inspection by the 1412 state highway patrol. The inspection shall include establishing 1413 proof of ownership and an inspection of the motor number and 1414 vehicle identification number of the off-highway motorcycle or 1415 all-purpose vehicle and of documentation or receipts for the 1416 materials used in restoration by the owner of the off-highway 1417 motorcycle or all-purpose vehicle being inspected, which 1418 documentation or receipts shall be presented at the time of 1419 inspection. Upon successful completion of the inspection, the 1420 state highway patrol shall issue to the owner a completed 1421 inspection form. The clerk, upon submission of the completed 1422 inspection form and surrender of the salvage certificate of title, 1423 shall issue a certificate of title for a fee prescribed by the 1424 registrar. The certificate of title shall be in the same form as 1425 the original certificate of title and shall bear the words 1426 "REBUILT SALVAGE" in black boldface letters on its face. Every 1427 subsequent certificate of title, memorandum certificate of title, 1428 or certified copy of a certificate of title or memorandum 1429 certificate of title issued for the off-highway motorcycle or 1430 all-purpose vehicle also shall bear the words "REBUILT SALVAGE" in 1431 black boldface letters on its face. The exact location on the face 1432 of the certificate of title of the words "REBUILT SALVAGE" shall 1433

be determined by the registrar, who shall develop an automated	1434
procedure within the automated title processing system to comply	1435
with this division. The clerk shall use reasonable care in	1436
performing the duties imposed on the clerk by this division in	1437
issuing a certificate of title pursuant to this division, but the	1438
clerk is not liable for errors or omissions of the clerk of	1439
courts, the clerk's deputies, or the automated title processing	1440
system in the performance of such duties. A fee of fifty dollars	1441
shall be assessed by the state highway patrol for each inspection	1442
made pursuant to this division.	1443
(F) No off-highway motorcycle or all-purpose vehicle the	1444
certificate of title to which has been marked "FOR DESTRUCTION"	1445
and surrendered to a clerk of a court of common pleas shall be	1446
used for anything except parts and scrap metal.	1447
Section 2. That existing sections 325.33, 1548.06, 1548.10,	1448
2303.20, 4503.033, 4505.032, 4505.06, 4505.09, 4505.11, 4519.55,	1449

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4519.59, and 4519.61 of the Revised Code are hereby repealed.