# GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2005 

SENATE DRS15180-MAf-44 (3/15)

Short Title: Allow Personalized Dealer Plates.
(Public)
Sponsors: Senator Hoyle.
Referred to:

## A BILL TO BE ENTITLED

AN ACT TO ALLOW THE DIVISION OF MOTOR VEHICLES TO PRODUCE PERSONALIZED DEALER PLATES.
The General Assembly of North Carolina enacts:
SECTION 1. G.S. 20-79 reads as rewritten:
"(a) How to Get a Dealer Plate. - A dealer licensed under Article 12 of this Chapter may obtain a dealer license plateor a personalized dealer license plate by filing an application with the Division and paying the required fee. An application must be filed on a form provided by the Division. The required fee is the amount set by G.S. 20-87(7).
(b) Number of Plates. - A dealer who was licensed under Article 12 of this Chapter for the previous 12-month period ending December 31 may obtain the number of dealer or personalized dealer license plates allowed by the following table; the number allowed is based on the number of motor vehicles the dealer sold during the relevant 12 -month period and the average number of qualifying sales representatives the dealer employed during that same 12-month period:
Vehicles Sold In Relevant
12-Month Period
Fewer than 12
Maximum Number of Plates

At least 12 but less than 25
At least 25 but less than 37
At least 37 but less than 49
49 or more

1
4
5
6
At least 6, but no more than 4 times the average number of qualifying sales representatives employed by the dealer during the relevant 12-month period.

A dealer who was not licensed under Article 12 of this Chapter for part or all of the previous 12-month period ending December 31 may obtain the number of dealerlicense plates that equals four times the number of qualifying sales representatives employed by the dealer on the date the dealer files the application. A "qualifying sales representative" is a sales representative who works for the dealer at least 25 hours a week on a regular basis and is compensated by the dealer for this work.

A dealer who sold fewer than 49 motor vehicles the previous 12-month period ending December 31 but has sold at least that number since January 1 may apply for additional deater-license plates at any time. The maximum number of dealer-license plates the dealer may obtain is the number the dealer could have obtained if the dealer had sold at least 49 motor vehicles in the previous 12-month period ending December 31.

A dealer who applies for a dealer or personalized dealer license plate must certify to the Division the number of motor vehicles the dealer sold in the relevant period. Making a material misstatement in an application for a dealer license plate is grounds for the denial, suspension, or revocation of a dealer's license under G.S. 20-294.

A dealer engaged in the alteration and sale of specialty vehicles may apply for up to two dealer license plates in addition to the number of dealer-license plates that the dealer would otherwise be entitled to under this section.

A penalty imposed under subdivision (1) of this subsection is payable to the county where the infraction occurred, as required by G.S. 14-3.1. A civil penalty imposed under subdivision (2) of this subsection shall be credited to the Highway Fund as nontax revenue-Civil Fines and Forfeitures Fund pursuant to G.S. 115C-457.1.
(c) Form and Duration. - A dealer license plate is subject to G.S. 20-63, except for the requirement that the plate display the registration number of a motor vehicle and the requirement that the plate be a "First in Flight" plate. In addition, a dealer license plate must have a distinguishing symbol identifying the plate as a dealer license plate. A personalized dealer license plate is subject to all the provisions of G.S. 20-63 and G.S. 20-79.4(b)(32).

A dealer license plateor personalized dealer license plate is issued for a period of one year. The Division shall vary the expiration dates of dealer registration renewals so that an approximately equal number expires at the end of each month, quarter, or other period consisting of one or more months. A dealer may transfer a dealer license plateor personalized dealer license plate from one vehicle to another. When the Division issues a dealer plate, or personalized dealer license plate, it may issue a registration that expires at the end of any monthly interval. When one of the following occurs, a dealer must surrender to the Division all dealer license platesor personalized dealer license plates issued to the dealer:
(1) The dealer surrenders the license issued to the dealer under Article 12 of this Chapter.
(2) The Division suspends or revokes the license issued to the dealer under Article 12 of this Chapter.
(3) The Division rescinds the dealer or personalized dealer license plates because of a violation of the restrictions on the use of a dealer-the license plate.
To obtain a dealer license plateor personalized dealer license plate after it has been surrendered, the dealer must file a new application for a-dealer license-the appropriate plate and pay the required fee for the plate.
(d) Restrictions on Use. - A dealer license plateor personalized dealer license plate may be displayed only on a motor vehicle that meets all of the following requirements:
(1) Is part of the inventory of the dealer.
(2) Is not consigned to the dealer.
(3) Is covered by liability insurance that meets the requirements of Article 9A of this Chapter.
(4) Is not used by the dealer in another business in which the dealer is engaged.
(5) Is driven on a highway by a person who carries a copy of the registration card for the dealer plates issued to the dealer while driving the motor vehicle and who meets one of the following descriptions:
a. Has a demonstration permit to test-drive the motor vehicle and carries the demonstration permit while driving the motor vehicle.
b. Is an officer or sales representative of the dealer and is driving the vehicle for a business purpose of the dealer.
c. Is an employee of the dealer and is driving the vehicle in the course of employment.
A dealer may issue a demonstration permit for a motor vehicle to a person licensed to drive that type of motor vehicle. A demonstration permit authorizes each person named in the permit to drive the motor vehicle described in the permit for up to 96 hours after the time the permit is issued. A dealer may, for good cause, renew a demonstration permit for one additional 96-hour period.

A dealer may not lend, rent, lease, or otherwise place a dealer license plateor personalized dealer license plate at the disposal of a person except as authorized by this subsection.
(e) Sanctions. - The following sanctions apply when a motor vehicle displaying a dealer license plateor personalized dealer license plate is driven in violation of the restrictions on the use of the plate:
(1) The individual driving the motor vehicle is responsible for an infraction and is subject to a penalty of fifty dollars (\$50.00).
(2) The dealer to whom the plate is issued is subject to a civil penalty imposed by the Division of two hundred dollars (\$200.00).
(3) The Division may rescind all dealer or personalized dealer license plates issued to the dealer whose plate was displayed on the motor vehicle.

A penalty imposed under subdivision (1) of this subsection is payable to the county where the infraction occurred, as required by G.S. 14-3.1. A civil penalty imposed under subdivision (2) of this subsection shall be credited to the Highway Fund as nontax revente-Civil Penalty and Forfeiture Fund pursuant to G.S. 115C-457.1.
(f) Transfer of Dealer Registration. - No change in the name of a firm, partnership or corporation, nor the taking in of a new partner, nor the withdrawal of one or more of the firm, shall be considered a new business; but if any one or more of the partners remain in the firm, or if there is change in ownership of less than a majority of the stock, if a corporation, the business shall be regarded as continuing and the dealers' plates originally issued may continue to be used."

SECTION 2. G.S. 20-79.7(a) reads as rewritten:
"(a) Fees. - Upon request, the Division shall provide and issue free of charge one registration plate to a recipient of the Congressional Medal of Honor, a $100 \%$ disabled veteran, and an ex-prisoner of war. All other special registration plates, including additional Congressional Medal of Honor, 100\% Disabled Veteran, and Ex-Prisoner of War plates, are subject to the regular motor vehicle registration fee in G.S. 20-87 or G.S. 20-88 plus an additional fee in the following amount:

Special Plate $\quad$ Additional Fee Amount
Crystal Coast
\$30.00
El Pueblo \$30.00
Historical Attraction \$30.00
HOMES4NC \$30.00
In God We Trust \$30.00
North Carolina 4-H Development Fund \$30.00
Personalized $\$ 30.00$
Personalized Dealer $\quad \$ 30.00$
State Attraction \$30.00
Buffalo Soldiers \$25.00
Collegiate Insignia $\$ 25.00$
Goodness Grows \$25.00
High School Insignia $\$ 25.00$
Kids First \$25.00
Olympic Games $\quad \$ 25.00$
NC Agribusiness \$25.00
NC Coastal Federation \$25.00
Nurses \$25.00
(Effective until June 30, 2006) Rocky Mountain
Elk Foundation
\$25.00
Special Olympics \$25.00
Surveyor Plate $\$ 25.00$
The V Foundation for Cancer Research Division \$25.00
University Health Systems of Eastern Carolina \$25.00
Animal Lovers \$20.00
Audubon North Carolina \$20.00

| Be Active NC | $\$ 20.00$ |
| :--- | :---: |
| Daughters of the American Revolution | $\$ 20.00$ |
| Ducks Unlimited | $\$ 20.00$ |
| (Effective until June 30, 2006) First in Forestry | $\$ 30.00$ |
| Harley Owners' Group | $\$ 20.00$ |
| Litter Prevention | $\$ 20.00$ |
| March of Dimes | $\$ 20.00$ |
| Omega Psi Phi Fraternity | $\$ 20.00$ |
| Save the Sea Turtles | $\$ 20.00$ |
| Scenic Rivers | $\$ 20.00$ |
| School Technology | $\$ 20.00$ |
| Soil and Water Conservation | $\$ 20.00$ |
| Special Forces Association | $\$ 20.00$ |
| Support Public Schools | $\$ 20.00$ |
| Wildlife Resources | $\$ 20.00$ |
| Zeta Phi Beta Sorority | $\$ 20.00$ |
| Active Member of the National Guard | None |
| $100 \%$ Disabled Veteran | None |
| Ex-Prisoner of War | None |
| Legion of Valor | None |
| Purple Heart Recipient | None |
| Silver Star Recipient | None |
| All Other Special Plates | $\$ 10.00 . "$ |

SECTION 3. G.S. 20-79.7(b) reads as rewritten:
"(b) Distribution of Fees. - The Special Registration Plate Account and the Collegiate and Cultural Attraction Plate Account are established within the Highway Fund. The Division must credit the additional fee imposed for the special registration plates listed in subsection (a) among the Special Registration Plate Account (SRPA), the Collegiate and Cultural Attraction Plate Account (CCAPA), the Natural Heritage Trust Fund (NHTF), which is established under G.S. 113-77.7, and the Parks and Recreation Trust Fund, which is established under G.S. 113-44.15, as follows:

| Special Plate | SRPA | CCAPA | NHTF | PRTF |
| :---: | :---: | :---: | :---: | :---: |
| Personalized Dealer | \$30 | $\underline{0}$ | $\underline{0}$ | $\underline{0}$ |
| Animal Lovers | \$10 | \$10 | 0 | 0 |
| Audubon North Carolina | \$10 | \$10 | 0 | 0 |
| Be Active NC | \$10 | \$10 | 0 | 0 |
| Buffalo Soldiers | \$10 | \$15 | 0 | 0 |
| Crystal Coast | \$10 | \$20 | 0 | 0 |
| Daughters of the American |  |  |  |  |
| Revolution | \$10 | \$10 | 0 | 0 |
| Ducks Unlimited | \$10 | \$10 | 0 | 0 |
| El Pueblo | \$10 | \$20 | 0 | 0 |
| First in Forestry | \$10 | \$10 | \$10 | 0 |
| Goodness Grows | \$10 | \$15 | 0 | 0 |

(Effective until June 30,
2006) Harley Owners' Group $\$ 10$

High School Insignia \$10
Historical Attraction \$10
HOMES4NC
In God We Trust
In-State Collegiate Insignia
Kids First
Litter Prevention
March of Dimes
NC Agribusiness
NC Coastal Federation
NC 4-H Development Fund
Nurses
Olympic Games
Omega Psi Phi Fraternity
Out-of-state Collegiate Insignia
Personalized
(Effective until June 30, 2006) Rocky Mountain Elk Foundation
Save the Sea Turtles
\$10
Scenic Rivers
School Technology
Soil and Water Conservation
Special Forces Association
Special Olympics
State Attraction
Stock Car Racing Theme
Support Public Schools
\$10
\$10
\$10
\$10
\$10
\$10
\$10
\$10
Surveyor Plate
The V Foundation for Cancer Research
University Health Systems of Eastern Carolina
\$10
Surveyor Pla
Cancer Research \$10

Wildlife Resources
Zeta Phi Beta Sorority
All other Special Plates

SECTION 4. G.S. 20-87(7) reads as rewritten:
"(7) Dealer and Personalized Dealer License Plates. - The fee for a dealer license plate is the regular fee for each of the first five plates issued to the same dealer and is one-half the regular fee for each additional dealer license plate issued to the same dealer. The fee for a personalized dealer license plate is the regular fee for each plate
regardless of the number of plates issued to the dealer. The "regular fee" is the fee set in subdivision (5) of this section for a private passenger motor vehicle of not more than 15 passengers."
SECTION 5. This act becomes effective January 1, 2006.

