H.B. NO. 50

### A BILL FOR AN ACT

RELATING TO MOTOR VEHICLES.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 286-41, Hawaii Revised Statutes, is 2 amended by amending subsection (c) to read as follows: 3 If the vehicle to be registered is specially "(c) 4 constructed[, reconstructed,] or rebuilt; is a special interest 5 vehicle; or is an imported vehicle, this fact shall be stated in 6 the application and upon the registration of the special 7 interest motor vehicle and imported motor vehicle, which has 8 been registered until that time in any other state or county, 9 and the owner shall surrender to the director of finance the 10 certificates of registration or other evidence of such form of registration as may be in the applicant's possession or control. 11 12 The director of finance shall grant full faith and credit to the 13 currently valid certificates of title and registration 14 describing the vehicle, the ownership thereof, and any liens noted thereon, issued by any title state or county in which the 15 16 vehicle was last registered. The acceptance by the director of finance of a certificate of title or of registration issued by 17 18 another state or county, as provided in this subsection, in the HB LRB 13-0089.doc 

Page 2

## H.B. NO. 554

absence of knowledge that the certificate is forged, fraudulent, 1 2 or void, shall be a sufficient determination of the genuineness 3 and regularity of the certificate and of the truth of the 4 recitals therein, and no liability shall be incurred by any officer or employee of the director of finance by reason of so 5 6 accepting the certificate." SECTION 2. Section 286-42, Hawaii Revised Statutes, is 7 8 amended as follows: 9 By amending subsection (a) to read: 1. "(a) The county director of finance shall examine and to 10 11 the best of the director's ability determine the genuineness and 12 regularity of every registration and transfer of registration of 13 a vehicle pursuant to this part to ensure that every certificate issued for a vehicle contains true statements of the ownership 14 15 of the vehicle and to prevent the registration of a vehicle by any person not entitled to the vehicle. The director of finance 16 may require any applicant to furnish information, in addition to 17 18 that contained in the application, that is necessary to satisfy 19 the director of finance of the truth and regularity of the 20 application. The director of finance may accept any county 21 certificate of title issued for a vehicle as prima facie 22 evidence of ownership for registration and transfer of



registration. The director may issue vehicle identification
 numbers for [reconstructed vehicles<sub>r</sub>] special interest
 vehicles[<sub>7</sub>] or motorcycles that do not have vehicle
 identification numbers if the director determines that the
 requirements of this section have been met.

6 The county director of finance may register a motorcycle with an aftermarket motorcycle frame, using the number of the 7 frame as issued by the manufacturer of the frame, the vehicle 8 identification number on the certification label, or a vehicle 9 10 identification number assigned by the director of finance. A 11 bill of sale and Manufacturer's Statement of Origin for the 12 frame, engine, and transmission must be presented and retained 13 as a part of the permanent county registration records. If a Manufacturer's Statement of Origin is not available for the 14 engine and transmission due to the use of a used [or 15 reconstructed] engine, transmission, or both, then a bill of 16 sale or other proof of ownership, satisfactory to the director 17 of finance must be presented. Except for motorcycles that are 18 19 built on an aftermarket motorcycle frame  $[\tau]$  and special interest 20 vehicles, [and reconstructed vehicles,] any motor vehicle or 21 device that is not certified by the manufacturer to be in 22 compliance with all applicable Federal Motor Vehicle Safety



1 Standards as of the date of [+]manufacture[+] shall not be
2 registered."

2. By amending subsection (e) to read: 3 "(e) The county finance director, upon being notified by 4 the designated county department that a vehicle is a special 5 6 interest vehicle [or that a vehicle has been inspected and 7 approved-as-a reconstructed vehicle], shall cause that fact to 8 be shown upon the registration and title certificates for that 9 vehicle." SECTION 3. Section 286-2, Hawaii Revised Statutes, is 10 amended by deleting the definition of "reconstructed vehicle". 11 12 [""Reconstructed-vehicle"-means-a-vehicle that is 13 registered to be operated on a public highway, and that is: (1) Assembled from new or used parts by a person other 14 than a recognized manufacturer of new vehicles; 15 16 (2) Modified to the extent that the identity of the 17 vehicle's make, model, or type is obscured by material 18 changes in its appearance; or (3) Modified by the removal, addition, alteration, or 19 substitution of other than original replacement 20 essential parts, including the vehicle's body, power 21



#### Page 5

# H.B. NO. 584

1	train, steering system, suspension system, exhaust
2	system, intake system, or bumper system;
3	excluding ordinary body repair that does not change the exterior
4	structure of the vehicle. The term-does not-include a-special
5	interest vehicle or a motorcycle."]
6	SECTION 4. Section 286-85, Hawaii Revised Statutes, is
7	repealed.
8	[" <del>§286-85 Reconstructed vehicles, approval required. (a)</del>
9	No person shall operate a reconstructed vehicle upon a public
10	highway unless-it has been inspected and certified by the
11	designated county agency as-meeting-the specifications and
12	requirements established in rules and regulations adopted by the
13	state director of transportation.
14	(b) This section shall not apply to any vehicle which is
15	subject to the rules and regulations-of-the public utilities
16	commission governing safety of operation and equipment.
17	-(c) Each county-through-its chief executive officer, shall
18	designate a county department, whose responsibilities shall
19	include the inspection of reconstructed vehicles and the
20	issuance of permits to operate reconstructed vehicles pursuant
21	to standards established by the state director of
22	transportation.



1	(d) The state director of transportation shall adopt rules
2	pursuant to-chapter-91, establishing the fees an inspector-may
3	charge for the inspection of a reconstructed vehicle.
4	(c) The department designated pursuant to subsection (c)
5	shall-identify to the county director of finance every vehicle
6	that has been inspected and approved as a reconstructed vehicle.
7	(f) This section shall not apply to any privately owned
8	reconstructed vehicle in a county with a population of less than
9	<del>500,000.</del> "]
10	SECTION 5. Statutory material to be repealed is bracketed
11	and stricken. New statutory material is underscored.
12	SECTION 6. This Act shall take effect upon its approval.
13	
	INTRODUCED BY:

JAN 1 8 2013



Report Title: Motor Vehicles; Reconstructed

#### Description:

Repeals the requirement for special inspection and certification of reconstructed vehicles prior to operation upon a public highway.

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