SENATE ENROLLED ACT No. 130

AN ACT to amend the Indiana Code concerning motor vehicles.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 9-17-3-3.4, AS AMENDED BY P.L.226-2014(ts), SECTION 14, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2017]: Sec. 3.4. (a) If a vehicle for which a certificate of title has been issued is sold or if the ownership of the vehicle is transferred in any manner other than by a transfer on death conveyance under section 9 of this chapter, the person who holds the certificate of title must do the following:

(1) Endorse on the certificate of title an assignment of the certificate of title with warranty of title, in a form printed on the certificate of title, with a statement describing all liens or encumbrances on the vehicle.
(2) Deliver the certificate of title to the purchaser or transferee at the time of the sale or delivery to the purchaser or transferee of the vehicle, if the purchaser or transferee has made all agreed upon initial payments for the vehicle, including delivery of a trade-in vehicle without hidden or undisclosed statutory liens.
(3) Unless the vehicle is being sold or transferred to a dealer licensed under IC 9-32, complete all information concerning the purchase on the certificate of title, including, but not limited to:

(A) the name and address of the purchaser; and
(B) the sale price of the vehicle.

(b) If a vehicle for which a certificate of title has been issued by
another state is sold or delivered, the person selling or delivering the vehicle must deliver to the purchaser or receiver of the vehicle a proper certificate of title with an assignment of the certificate of title in a form prescribed by the bureau.

(c) The original certificate of title and all assignments and subsequent reissues of the certificate of title shall be retained by the bureau and appropriately classified and indexed in the most convenient manner to trace title to the vehicle described in the certificate of title.

(d) A person who violates subsection (a)(1) or (a)(3) commits a Class B infraction.

(e) After a person delivers a certificate of title to a purchaser or transferee under subsection (a)(2), the person may deliver the certificate of registration of the vehicle to the bureau under IC 9-18.1-4-6 to have the transfer of ownership of the vehicle indicated in the records of the bureau.

SECTION 2. IC 9-18.1-4-6, AS ADDED BY P.L.198-2016, SECTION 326, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2017]: Sec. 6. (a) If the ownership of a vehicle registered under this article is transferred, except a transfer from a manufacturer or a dealer licensed under IC 9-32:

(1) the registration of the vehicle expires; and

(2) the person transferring ownership of the vehicle shall remove the license plates and certificate of registration from the vehicle.

(b) Not more than thirty (30) days after a transfer of ownership of a vehicle registered under this article, the person transferring ownership of the vehicle may deliver:

(1) the certificate of registration of the vehicle; and

(2) proof of the transfer of ownership of the vehicle;

to the bureau. Upon receipt of the certificate of registration and proof of transfer, the bureau shall indicate in the records of the bureau that the person has transferred ownership of the vehicle. A copy of a certificate of title endorsed under IC 9-17-3-3.4 constitutes proof of transfer of ownership under subdivision (2).
President of the Senate

President Pro Tempore

Speaker of the House of Representatives

Governor of the State of Indiana

Date: ________________    Time: ________________