SF2224 REVISOR KRB S2224-1 1st Engrossment

SENATE STATE OF MINNESOTA NINETY-FIRST SESSION

S.F. No. 2224

(SENATE AUTHORS: JASINSKI, Sparks, Bakk and Frentz)

DATE	D-PG	OFFICIAL STATUS		
03/07/2019	714	Introduction and first reading		
		Referred to Transportation Finance and Policy		
02/11/2020	4725	Author added Frentz		
02/24/2020	4864	Comm report: To pass and re-referred to Finance		
05/12/2020	6477a	Comm report: To pass as amended		
		Second reading		
05/15/2020	7056	Special Order		
	7056	Third reading Passed		

1.1 A bill for an act

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relating to motor vehicles; modifying the class of vehicles requiring a salvage certificate of title; appropriating money; amending Minnesota Statutes 2018, section 168A.151, subdivision 1.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 2018, section 168A.151, subdivision 1, is amended to read:

Subdivision 1. **Salvage titles.** (a) When an insurer, licensed to conduct business in Minnesota, acquires ownership of a late-model or high-value vehicle through payment of damages, the insurer shall immediately apply for a salvage certificate of title or shall stamp the existing certificate of title with the legend "SALVAGE CERTIFICATE OF TITLE" in a manner prescribed by the department. Within ten days of obtaining the title of a vehicle through payment of damages, an insurer must notify the department in a manner prescribed by the department.

- (b) A person shall immediately apply for a salvage certificate of title if the person acquires a damaged late-model or high-value vehicle with an out-of-state title and the vehicle:
- (1) is a vehicle that was acquired by an insurer through payment of damages;
- 1.17 (2) is a vehicle for which the cost of repairs exceeds the value of the damaged vehicle;
 1.18 or
 - (3) has an out-of-state salvage certificate of title as proof of ownership.
- (c) A self-insured owner of a late-model or high-value vehicle that sustains damage by
 collision or other occurrence which exceeds 80 percent of its actual cash value shall
 immediately apply for a salvage certificate of title.

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(d) A person who retains ownership of a late-model or high-value motor vehicle and
receives a total loss settlement from an insurance company, shall immediately apply for a
salvage certificate of title.

EFFECTIVE DATE. This section is effective January 1, 2022, and applies to: (1) a vehicle subject to this section that is acquired on or after that date; (2) a vehicle that sustains damage by collision as described in paragraph (c) on or after that date; or (3) a vehicle for which a person receives a total loss settlement as described in paragraph (d) on or after that date.

Sec. 2. APPROPRIATION.

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\$441,000 is appropriated in fiscal year 2021 from the vehicle services operating account in the special revenue fund to the commissioner of public safety for the costs of two additional vehicle inspection sites, including the costs of equipment and staff. The base appropriation for this purpose is \$395,000 in each of fiscal years 2022 and 2023.

Sec. 2. 2