By: Harris S.B. No. 1152

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the perfection of a child support lien on a motor

3 vehicle.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 157.316(b), Family Code, is amended to

6 read as follows:

- 7 (b) If a lien established under this subchapter attaches to
- 8 a motor vehicle, the lien must be perfected in the manner provided
- 9 by Chapter 501, Transportation Code, and the court or Title IV-D
- 10 agency that rendered the order of child support shall, unless the
- 11 lien will be perfected electronically under Section 501.117,
- 12 <u>Transportation Code</u>, include in the order a requirement that the
- obligor surrender to the court or Title IV-D agency evidence of the
- 14 legal ownership of the motor vehicle against which the lien may
- 15 attach. A lien against a motor vehicle under this subchapter is not
- 16 perfected until:
- 17 (1) the obligor's title to the vehicle has been
- 18 surrendered to the court or Title IV-D agency and the Texas
- 19 Department of Transportation has issued a subsequent title that
- 20 discloses on its face the fact that the vehicle is subject to a
- 21 child support lien under this subchapter; or
- 22 (2) the lien is perfected in accordance with the rules
- 23 adopted under Section 501.117, Transportation Code, for the
- 24 electronic perfection of a child support lien on a motor vehicle.

S.B. No. 1152

- 1 SECTION 2. Section 501.117(a), Transportation Code, is
- 2 amended to read as follows:
- 3 (a) The department by rule shall develop a system under
- 4 which a lien on [security interest in] a motor vehicle may be
- 5 perfected, assigned, discharged, and canceled electronically
- 6 instead of by record maintained on a certificate of title. The
- 7 rules adopted under this section must include specific provisions
- 8 for the electronic perfection of a child support lien asserted on a
- 9 motor vehicle by the Title IV-D agency, as defined by Section
- 10 101.033, Family Code. Participation by a lienholder in the system
- 11 is voluntary.
- 12 SECTION 3. The Texas Department of Transportation shall
- adopt rules as required by Section 501.117(a), Transportation Code,
- 14 as amended by this Act, as soon as practicable after the effective
- 15 date of this Act.
- SECTION 4. This Act takes effect September 1, 2005.