By: Perry S.B. No. 1062

A BILL TO BE ENTITLED

1	AN ACT
2	relating to documentation for the transfer of a motor vehicle
3	title.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

- 5 SECTION 1. Section 501.072, Transportation Code, is amended 6 to read as follows:
- 7 Sec. 501.072. ODOMETER DISCLOSURE STATEMENT. (a) Except
- 8 as provided by Subsection (c), the $\underline{\text{transferor}}$ [seller] of a motor
- 9 vehicle $\underline{\text{transferred}}$ [sold] in this state shall provide to the
- 10 <u>transferee</u> [buyer, on a form prescribed by the department,] a
- 11 [written] disclosure of the vehicle's odometer reading at the time
- 12 of the transfer in compliance with 49 U.S.C. Section 32705 [sale.
- 13 The form must include space for the signature and printed name of
- 14 both the seller and buyer].
- 15 (b) When application for a $[\frac{\text{certificate of}}{\text{certificate of}}]$ title is made,
- 16 the transferee [owner] shall record the [current] odometer reading
- 17 on the application. The [written] disclosure required by
- 18 Subsection (a) must accompany the application.
- 19 (c) An odometer disclosure statement is not required for the
- 20 <u>transfer</u> [sale] of a motor vehicle that <u>is exempt from odometer</u>
- 21 <u>disclosure requirements under 49 C.F.R. Part 580</u>[÷
- [(1) has a manufacturer's rated carrying capacity of
- 23 more than two tons;
- 24 [(2) is not self-propelled;

- 1 [(3) is 10 or more years old;
- 2 [(4) is sold directly by the manufacturer to an agency
- 3 of the United States government in conformity with contractual
- 4 specifications; or
- 5 [(5) is a new motor vehicle].
- 6 (d) The department shall provide for use consistent with 49
- 7 C.F.R. Part 580:
- 8 <u>(1) a secure power of attorney form; and</u>
- 9 (2) a secure reassignment form for licensed motor
- 10 vehicle dealers.
- 11 (e) In this section, "transferee" and "transferor" have the
- meanings assigned by 49 C.F.R. Section 580.3.
- SECTION 2. Section 501.174, Transportation Code, is amended
- 14 by amending Subsection (b) and adding Subsections (d), (e), and (f)
- 15 to read as follows:
- 16 (b) Except as otherwise provided by this section, if [If] a
- 17 law requires that a document be signed, the requirement is
- 18 satisfied by an electronic signature.
- 19 (d) The department by rule shall establish a process to
- 20 accept electronic signatures on secure documents that have been
- 21 electronically signed through a system not controlled by the
- 22 department.
- (e) A system used for submitting electronic signatures to
- 24 the department must verify the identity of the person
- 25 electronically signing a document and submit the document through
- 26 the electronic titling system.
- 27 (f) This section does not require the department to certify

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- 1 an electronic signature process or an electronic signature vendor
- 2 before accepting a document that is executed with an electronic
- 3 <u>signature.</u>
- 4 SECTION 3. Not later than January 1, 2019, the Texas
- 5 Department of Motor Vehicles shall adopt rules necessary to
- 6 implement Section 501.174(d), Transportation Code, as added by this
- 7 Act.
- 8 SECTION 4. This Act takes effect January 1, 2018.