

# House Bill 2563

Sponsored by COMMITTEE ON TRANSPORTATION (at the request of Oregon Vehicle Dealer Association)

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Directs Department of Transportation to stop processing vehicle title application or cancel title if department receives notice from vehicle dealer under certain circumstances.

## A BILL FOR AN ACT

1  
2 Relating to titles for vehicles.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. Section 2 of this 2009 Act is added to and made a part of the Oregon Vehicle**  
5 **Code.**

6 **SECTION 2. (1) The Department of Transportation shall stop processing an application**  
7 **for a title or cancel a title after the department receives notice from a person that holds a**  
8 **vehicle dealer certificate issued or renewed under ORS 822.020 or 822.040 that the person**  
9 **failed to include on the title application, completed on behalf of a customer, the name of any**  
10 **security interest holder or lessor of the vehicle.**

11 **(2) Before cancellation under this section, the department must give the holder of the**  
12 **title the opportunity for a hearing within 10 days after the holder receives notice under this**  
13 **subsection. The department shall serve notice to the holder of the title in person or by first**  
14 **class mail.**

15 **SECTION 3. Section 2 of this 2009 Act applies to title applications completed by a vehicle**  
16 **dealer on or after the effective date of this 2009 Act.**

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**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.