

2023 SENATE TRANSPORTATION

SB 2193

2023 SENATE STANDING COMMITTEE MINUTES

Transportation Committee
Fort Totten Room, State Capitol

SB 2193
1/20/2023

Relating to motor vehicle dealer licenses; and to provide a penalty.
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10:37 AM Chairman Clemens opens hearing.

Senators Present: **Paulson, Rummel, Larsen, Conley, Clemens**

Discussion Topics:

- Motor power recreational vehicle definition

10:37 Senator Paulson introduced bill. #14790

10:38 AM Mathew Larsgaard – Automobile Dealers Association of North Dakota, in favor.
#14797

10:50 AM Chairman Clemens adjourns hearing.

10:50 AM Senator Conley motioned Do Pass.

10:50 AM Senator Larsen Seconded.

Senators	Vote
Senator David A. Clemens	Y
Senator Cole Conley	Y
Senator Doug Larsen	Y
Senator Bob Paulson	Y
Senator Dean Rummel	Y

Motioned Passed 5-0-0

10:51 AM Senator Paulson will Carry

10:52 AM Chairman Clemens Adjourns meeting

Nathan Liesen, Committee Clerk

REPORT OF STANDING COMMITTEE

SB 2193: Transportation Committee (Sen. Clemens, Chairman) recommends **DO PASS** (5 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). SB 2193 was placed on the Eleventh order on the calendar. This bill does not affect workforce development.

2023 HOUSE TRANSPORTATION

SB 2193

2023 HOUSE STANDING COMMITTEE MINUTES

Transportation Committee
Room JW327E, State Capitol

SB 2193
3/16/2023

A bill relating to motor vehicle dealer licenses.

Chairman D. Ruby opened the hearing at 11:27AM.

Members present: Chairman Ruby, Vice Chairman Grueneich, Representatives Anderson, Christensen, Dyk, Frelich, Hauck, Koppelman, Murphy, Timmons, Wagner, Weisz, Dakane. **Members absent:** Representatives Dobervich.

Discussion Topics:

- License plate requirements for motor powered recreational vehicles and trailers
- Consumer protection
- Dealer plate regulations
- Tax on motor powered recreational vehicles

Senator Paulson verbally introduced the bill in support.

Matthew Larsgaard, representing the Automobile Dealers Association, testified in support (#25580).

Chairman D. Ruby closed the hearing at 11:40AM.

Representative Christensen moved a Do Pass.

Representative Anderson seconded the motion.

Roll call vote:

Representatives	Vote
Representative Dan Ruby	Y
Representative Jim Grueneich	Y
Representative Karen A. Anderson	Y
Representative Cole Christensen	Y
Representative Hamida Dakane	Y
Representative Gretchen Dobervich	AB
Representative Scott Dyk	Y
Representative Kathy Frelich	Y
Representative Dori Hauck	Y
Representative Ben Koppelman	Y
Representative Eric James Murphy	Y
Representative Kelby Timmons	Y
Representative Scott Wagner	Y
Representative Robin Weisz	AB

House Transportation Committee
SB 2193
March 16, 2023
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Motion carried 12-0-2

Representative Christensen is the bill carrier.

Chairman D. Ruby adjourned at 11:41AM.

Mary Brucker, Committee Clerk

REPORT OF STANDING COMMITTEE

SB 2193: Transportation Committee (Rep. D. Ruby, Chairman) recommends **DO PASS** (12 YEAS, 0 NAYS, 2 ABSENT AND NOT VOTING). SB 2193 was placed on the Fourteenth order on the calendar.

TESTIMONY

SB 2193

Chairman Clemens and members of the Senate Transportation committee, for the record I am Bob Paulson, State Senator from District 3 in Minot.

SB 2193 is a bill relating to motor vehicle dealer licenses;

This bill adds motor-powered recreational vehicles and trailers to the items that a motor vehicle dealer may buy, sell or exchange.

The need for this bill and the specific language in the bill will be much better explained by someone coming to testify after me.

I would respectfully ask for a Do Pass recommendation, and I would stand for any questions.

Senate Bill 2193
Testimony before Senate Transportation Committee
Matthew C. Larsgaard, MBA
Automobile Dealers Association of North Dakota
January 20, 2023

1/14/23

Mr. Chairman and members of the committee. My name is Matthew Larsgaard and I am appearing in support of Senate Bill 2193 on behalf of the Automobile Dealers Association of North Dakota which consists of our state's franchised new car dealers.

On rare occasions, a motor vehicle dealer will take a motor powered recreational vehicle (MPRV) in trade with the intent to resell the MPRV. Under this scenario, the dealer is technically purchasing the MPRV for resale purposes. However, unless the dealer has a separate MPRV dealer license, it would be required to pay tax on the value of the MPRV. The same issue exists with trailers. The dealer would need a separate trailer dealer license in order to take a trailer in trade and resell it.

This red-tape reduction bill simply allows a licensed motor vehicle dealer to deal in motor-powered recreational vehicles and trailers without the unnecessary hassle of securing two additional dealer licenses. This is also a benefit to the NDDOT as they will not need to spend further time and talent processing additional dealer licenses for a dealer that has already been inspected and licensed.

The bill also requires the dealer to maintain an appropriate surety bond and collect any applicable snowmobile safety fees and off-highway safety fees.

Thank you for the opportunity to testify. We respectfully request a DO PASS on this legislation.

Matthew C. Larsgaard, MBA
Automobile Dealers Association of North Dakota

Senate Bill 2193
Testimony before House Transportation Committee
Matthew C. Larsgaard, MBA
Automobile Dealers Association of North Dakota
March 16, 2023

3/11/23

Mr. Chairman and members of the committee. My name is Matthew Larsgaard and I am appearing in support of Senate Bill 2193 on behalf of the Automobile Dealers Association of North Dakota which consists of our state's franchised new car dealers.

On rare occasions, a motor vehicle dealer will take a motor powered recreational vehicle (MPRV) in trade with the intent to resell the MPRV. Under this scenario, the dealer is technically purchasing the MPRV for resale purposes. However, unless the dealer has a separate MPRV dealer license, it would be required to pay tax on the value of the MPRV. The same issue exists with trailers. The dealer would need a separate trailer dealer license in order to take a trailer in trade and resell it.

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Matthew C. Larsgaard, MBA
Automobile Dealers Association of North Dakota