

**LCB File No. R117-99**

**PROPOSED REGULATION OF THE MOTOR VEHICLES BRANCH OF  
THE DEPARTMENT OF MOTOR VEHICLES AND PUBLIC SAFETY**

**Section 1.** Chapter 482 of NAC is hereby amended by adding thereto the provisions set forth as section 2 and 4 inclusive, of this regulation.

*Sec. 2. As used in NAC 482. 040 to 482.\_\_\_\_ inclusive, unless the context otherwise requires:*

*1. “Customer in the course of business” means:*

*(a) A person who purchases or leases at retail from a dealer or rebuilder, the goods or services for which the dealer or rebuilder is licensed by the department.*

*(b) A person who is having his vehicle repaired or serviced by or through a dealer or rebuilder.*

*2. “Agency or Organization” means a agency or organization listed in NRS 482.330.1 (b) to (f), inclusive.*

*Sec. 3. 1. A licensed dealer or rebuilder who obtains special license plates pursuant to NAC 482.040 shall not allow the use of such a license plate on a vehicle loaned to an agency or organization unless the vehicle constitutes inventory held for sale by the dealer or rebuilder.*

*2. A licensed dealer shall document the loan, to an agency or organization, of a vehicle on which special license plates are displayed and shall maintain the documented information at his established place of business. The documentation of the loan must be made available for*

*inspection during normal business hours by an authorized agent of the department and must*

*contain:*

- (a) The business name and business license number of the dealer or rebuilder loaning the vehicle displaying a special plate;*
- (b) The business name of the agency or organization authorized to use the vehicle displaying a special license plate;*
- (c) The vehicle identification number and stock number of the vehicle on which the special license plate is displayed;*
- (d) The number of the special license plate;*
- (e) The date on which the vehicle displaying the special plate is loaned;*
- (f) Verification of liability Insurance coverage for the vehicle on which the special plate is displayed;*
- (g) The name, title and signature of the person acting on behalf of the organization or agency;*
- (h) The name, title and signature of the person acting on behalf of the licensed dealer or rebuilder;*

*3. If a licensed dealer or rebuilder loans a vehicle displaying special license plates to an agency or organization exempt from taxation pursuant to the provision of section 501(c)(3) of the Internal Revenue Code, a copy of the exemption document issued by the Internal Revenue Service must be maintained by the licensed dealer or rebuilder with the documentation required in subsection 2.*

*Sec. 4. Pursuant to NRS 482.330.3 , a vehicle displaying special license plates loaned by a licensed dealer or rebuilder to:*

- (a) A customer in the course of business, may be utilized by that customer for any purpose;*

*(b) The State of Nevada, may be utilized by an employee or elected official of the State in the furtherance of state business;*

*(c) The University and Community College System of Nevada, may be utilized by a faculty member, employee or coach for any purpose specified by the university or community college;*

*(d) A school district, may be utilized by an employee or elected official of the school district in the furtherance of school district business;*

*(e) A county, city or town, may be utilized by an employee or elected official of the county, city or town in the furtherance of county, city or town business;*

*(f) An organization exempt from taxation pursuant to Internal Revenue Code 501(c)(3), may be utilized by an officer, agent or employee of the organization in the furtherance of the business for which the organization's exemption from taxation was issued. .*

**Section 1.** NAC 482.040 is hereby amended to read as follows:

482.040 Vehicles loaned ~~[to customer]~~ by dealer or rebuilder: Issuance; inscription; fee; *maximum number to be issued*; expiration and renewal; *administrative sanctions, exception.*

1. In accordance with the provisions of subsection 3 of NRS 482.330, the department will issue *not more than 40* special license plates to a licensed dealer or rebuilder for use on vehicles loaned by such a dealer or rebuilder ~~[to a customer in the normal course of business]~~.

2. Such a special license plate must be inscribed with the word "LOAN" and *not less than* four numbers.

3. The department will collect the fee required pursuant to NRS 482.490 for the issuance of such a special license plate.

4. Such a special license plate expires on December 31 of each calendar year. A dealer or rebuilder

must submit an application to the department to renew such a special license plate before the expiration of the special license plate.

*5. Except as otherwise provided in subsection 6, a licensed dealer or rebuilder who has been issued special license plates pursuant to NAC 482.040 is subject to administrative sanctions pursuant to NRS 482.565 for any use of such a license plate that is not authorized by this section*

*6. If a special license plate has been lost or stolen, a dealer or rebuilder is not subject to administrative sanctions pursuant to NRS 482.565 if he reports the loss or theft to the department on the first working day after he becomes aware of the loss or theft.*

**Section 1.** NAC 482.042 is hereby amended to read as follows:

NAC 482.042 Vehicles loaned to a customer *in the course of business*. Acceptable use of vehicle; maintenance of log [~~administrative sanctions; exception~~].

1. Except as otherwise provided in subsection 3, a licensed dealer or rebuilder who obtains special license plates pursuant to NAC 482.040 shall not allow the use of such a license plate on a vehicle *loaned to a customer in the course of business* unless:

(a) *The vehicle constitutes inventory held for sale by the dealer or rebuilder; and*

(b) [~~The vehicle is loaned to a customer in the normal course of business; and~~

~~(e)] *The customer has not used any of the special license plates issued to the dealer or rebuilder for more than 10 days in a calendar year.*~~

2. A licensed dealer or rebuilder shall maintain a log of each vehicle, *loaned to a customer in the course of business* on which a special license plate has been displayed, at his established place of

business. The log must be made available for inspection during normal business hours by an

authorized agent of the department and must contain:

- (a) The vehicle identification number and stock number of the vehicle on which a special license plate was displayed.
- (b) The number of the special license plate.
- (c) The date or dates on which the special license plate was displayed.
- (d) The name of the customer that the dealer or rebuilder authorized to use the special license plate.
- (e) ~~The~~ number assigned to the work or service order required pursuant to subsection 3 if the special license plate has been displayed more than 10 days in a calendar year.

3. A licensed dealer or rebuilder who has possession of a customer's vehicle to repair or service the vehicle, may allow the use of a special license plate for more than 10 days in a calendar year if:

- (a) The intended repair or service is documented in writing on a work or service order which has been signed by the customer; and
- (b) The intended repair or service cannot reasonably be completed within 10 days.

~~[4. Except as otherwise provided in subsection 5, a licensed dealer or rebuilder who has been issued special license plates pursuant to NAC 482.040 is subject to administrative sanctions pursuant to NRS 482.565 for any use of such a license plate that is not authorized by this section~~

~~5. If a special license plate has been lost or stolen, a dealer or rebuilder is not subject to administrative sanctions pursuant to NRS 482.565 if he reports the loss or theft to the department on the first working day after he discovers the loss or theft.]~~