

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2009

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HOUSE BILL 86\*

Short Title: Off-Road Vehicle Trust Fund. (Public)

Sponsors: Representatives Weiss, Crawford, Brubaker, M. Alexander (Primary Sponsors);  
Adams, Bordsen, Cotham, Dockham, Farmer-Butterfield, Fisher, Hall, Harrison,  
Insko, Jones, Lucas, Luebke, Mobley, Parmon, Pierce, and Ross.

Referred to: Rules, Calendar, and Operations of the House.

February 9, 2009

A BILL TO BE ENTITLED

AN ACT TO REQUIRE ALL-TERRAIN VEHICLES AND MOTORCYCLES THAT ARE  
USED AS OFF-ROAD VEHICLES TO BE REGISTERED WITH THE DIVISION OF  
MOTOR VEHICLES, TO CREATE A NONREVERTING REVENUE FUND IN THE  
DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES DESIGNATED  
AS THE OFF-ROAD VEHICLE TRUST FUND TO BE USED TO PROVIDE ALL-  
TERRAIN VEHICLE SAFETY TRAINING, ACQUIRE NEW LANDS, MANAGE  
LANDS, AND DEVELOP OFF-ROAD VEHICLE PARKS, TRAILS, AND FACILITIES,  
AND TO CREATE A NEW OFF-ROAD RECREATION PROGRAM.

The General Assembly of North Carolina enacts:

**SECTION 1.** G.S. 20-50(a) reads as rewritten:

"(a) A vehicle intended to be operated ~~upon any highway of in~~ this State ~~must shall~~ be registered with the Division in accordance with G.S. 20-52, unless specifically exempted from registration pursuant to G.S. 20-51 or used solely for agricultural purposes, and the owner of the vehicle must comply with G.S. 20-52 before operating the vehicle. A vehicle that is leased to an individual who is a resident of this State is a vehicle intended to be operated ~~upon a highway of in~~ this State.

The Commissioner of Motor Vehicles or the Commissioner's duly authorized agent is empowered to grant a special one-way trip permit to move a vehicle without license upon good cause being shown. When the owner of a vehicle leases the vehicle to a carrier of passengers or property and the vehicle is actually used by the carrier in the operation of its business, the license plates may be obtained by the lessee, upon written consent of the owner, after the certificate of title has been obtained by the owner. When the owner of a vehicle leases the vehicle to a farmer and the vehicle is actually used by the farmer in the operation of a farm, the license plates may be obtained by the farmer at the applicable farmer rate, upon written consent of the owner, after the certificate of title has been obtained by the owner. The lessee shall make application on an appropriate form furnished by the Division and file such evidence of the lease as the Division may require."

**SECTION 2.** Chapter 20 of the General Statutes is amended by adding a new section to read:

**"§ 20-63.2. Off-Road vehicle registrations.**

(a) Any all-terrain vehicle or motorcycle registered for off-road use only shall be registered in the same manner as any other vehicle registered pursuant to this Chapter. An all-terrain vehicle or motorcycle registered for off-road use only shall be issued a registration plate that is different in color or design so that law enforcement officers can easily recognize the



1 registration plate and the fact the vehicle upon which the plate is affixed is to be operated off  
2 the roads, streets, and highways of this State. Any all-terrain vehicle or motorcycle registered  
3 as an off-road vehicle shall be subject to the same title and registration fees as any other vehicle  
4 subject to registration under this Chapter.

5 (b) There is no requirement that a vehicle registered for off-road use have insurance on  
6 the vehicle or that the owner provide proof of financial responsibility prior to the vehicle being  
7 registered.

8 (c) The Division shall collect any sales and use tax, and any other tax the Division is  
9 required to collect pursuant to Chapter 105 of the General Statutes, on an off-road vehicle being  
10 registered. If the applicant paid the sales and use tax to a dealer in North Carolina, proof of  
11 payment to a dealer will be acceptable proof to register the vehicle. If the off-road vehicle was  
12 purchased outside of North Carolina, the Division shall collect the applicable sales and use tax  
13 and submit it to the Department of Revenue."

14 **SECTION 3.** Chapter 20 of the General Statutes is amended by adding a new  
15 section to read:

16 **"§ 20-63.3. Off-Road Vehicle Trust Fund.**

17 (a) Fund. – The Off-Road Vehicle Trust Fund is hereby created as a special,  
18 interest-bearing, and nonreverting fund in the Department of Environment and Natural  
19 Resources. The Fund shall be treated as a special trust fund and shall be credited with interest  
20 by the State Treasurer pursuant to G.S. 147-69.2 and G.S. 147-69.3.

21 (b) Disposition of Fees. – All monies from State, federal, and private sources dedicated  
22 to off-road vehicle recreation trails shall be credited to the Off-Road Vehicle Trust Fund.  
23 Eighty percent (80%) of the Fund shall be used for repair, expansion, and maintenance of  
24 off-road vehicle recreation trails and to provide law enforcement on the recreation trails.  
25 Twenty percent (20%) of the Fund shall be used to provide off-road and all-terrain vehicle  
26 safety training."

27 **SECTION 4.** Chapter 20 of the General Statutes is amended by adding a new  
28 section to read:

29 **"§ 20-63.4. North Carolina Off-Road Vehicle Recreation Program.**

30 (a) There shall be created within the Department of Environment and Natural  
31 Resources a North Carolina Off-Road Vehicle Recreation Program to coordinate the planning,  
32 development, and management of public off-road vehicle recreation areas, parks, trails, and  
33 facilities.

34 (b) In consultation with the State land managing agencies, off-road vehicle  
35 organizations, the off-road vehicle industry, and environmental organizations, the North  
36 Carolina Off-Road Vehicle Recreation Program shall review the inventory of public lands to  
37 determine the feasibility of providing public access for off-road vehicle recreation and trails.  
38 The Department shall provide a report to the 2010 Regular Session of the 2009 General  
39 Assembly by March 1, 2010. The report should include at least two appropriate locations for  
40 public access for off-road vehicle recreational use and the applicable cost of providing each  
41 facility. The cost section of the report shall fully explain the fiscal approach of renovating,  
42 maintaining, and operating each site and include a recommended fee structure to support the  
43 ongoing maintenance and operation of the program. The report shall also include the benefits  
44 and risks of offering each site for off-road vehicle recreational use."

45 **SECTION 5.** G.S. 20-87 is amended by adding a new subdivision to read:

46 **"§ 20-87. Passenger vehicle registration fees.**

47 These fees shall be paid to the Division annually for the registration and licensing of  
48 passenger vehicles, according to the following classifications and schedules:

49 ...

50 (13) Off-Road Vehicles. – The base fee on an off-road vehicle shall be fifteen  
51 dollars (\$15.00) except that when a motorcycle is equipped with an

1                   additional form of device designed to transport persons or property, the base  
2                   fee shall be twenty-two dollars (\$22.00). An additional fee of ten dollars  
3                   (\$10.00) is imposed on each off-road vehicle registered under this  
4                   subdivision in addition to the base fee. The revenue from the additional fee,  
5                   in addition to any other funds appropriated for this purpose, shall be used to  
6                   fund the Off-Road Vehicle Trust Fund created in G.S. 20-63.3."

7                   **SECTION 6.** This act becomes effective July 1, 2009.