**2023 SENATE TRANSPORTATION** 

SB 2111

## 2023 SENATE STANDING COMMITTEE MINUTES

# **Transportation Committee**

Fort Totten Room, State Capitol

SB 2111 1/5/2023

A Bill relating to certificate of title to be allowed in electronic form.

Technical difficulties from 10:52 AM -11:13 AM.

11:02 AM Chairman Clemens called to order. Senators Clemens, Conley, Larsen, Paulson and Rummel were present.

# **Discussion Topics:**

Ease of vehicle record access

11:03 AM Brad Schaffer, Interim Director of Motor Vehicle for the ND Department of Transportation, testified in favor and submitted testimony #12449

11:09 AM Rick Clayburgh, President of ND Bankers Association, provided oral testimony in favor

11:11 AM Barry Haugen, President of Independent Community Banks of North Dakota (ICBND), provided oral testimony in favor

# Additional written testimony:

Phillip Murphy, NDSGA submitted testimony #12276

Senator Larsen moved a Do Pass. Senator Conley seconded the motion.

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

Motion passed. 5-0-0

Senator D. Larsen will carry SB 2111.

11:15 AM Chairman Clemens closed the hearing.

Danielle Butler, Committee Clerk

Module ID: s\_stcomrep\_03\_008

Carrier: Larsen

REPORT OF STANDING COMMITTEE
SB 2111: Transportation Committee (Sen. Clemens, Chairman) recommends DO PASS
(5 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). SB 2111 was placed on the Eleventh order on the calendar. This bill does not affect workforce development.

**2023 HOUSE TRANSPORTATION** 

SB 2111

### 2023 HOUSE STANDING COMMITTEE MINUTES

# **Transportation Committee**

Room JW327E, State Capitol

SB 2111 3/2/2023

A bill relating to certificate of title to be allowed in electronic form.

**Chairman Ruby** opened the hearing at 10:00AM.

**Members present:** Chairman Ruby, Vice Chairman Grueneich, Representatives Anderson, Christensen, Dyk, Frelich, Hauck, Koppelman, Murphy, Timmons, Wagner, Weisz, Dakane, Dobervich. No members absent.

### **Discussion Topics:**

- Electronic vehicle titles
- Electronic notifications

Brad Schaffer, Interim Director of Motor Vehicle with the North Dakota Department of Transportation, introduced the bill in support (#21561).

Barry Haugen, President of Independent Community Banks of North Dakota, verbally testified in support.

Rick Clayburgh, President/CEO of North Dakota Bankers Association, verbally testified in support.

Phil Murphy, North Dakota Soybean Growers Association, verbally testified in support.

Brad Schaffer, Interim Director of Motor Vehicle with the North Dakota Department of Transportation, answered questions from the committee.

**Chairman D. Ruby** closed the hearing at 10:23AM.

Representative Wagner moved a Do Pass.

Representative Dakane seconded the motion.

#### Roll call vote:

Representatives	Vote
Representative Dan Ruby	Υ
Representative Jim Grueneich	Υ
Representative Karen A. Anderson	Υ
Representative Cole Christensen	N
Representative Hamida Dakane	Υ
Representative Gretchen Dobervich	Υ
Representative Scott Dyk	N

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Representative Kathy Frelich	N
Representative Dori Hauck	Υ
Representative Ben Koppelman	Υ
Representative Eric James Murphy	Υ
Representative Kelby Timmons	N
Representative Scott Wagner	Υ
Representative Robin Weisz	Υ

# Motion carried 10-4-0

Representative Wagner is the bill carrier.

**Chairman D. Ruby** adjourned at 10:24AM.

Mary Brucker, Committee Clerk

Module ID: h\_stcomrep\_35\_017

Carrier: Wagner

REPORT OF STANDING COMMITTEE

SB 2111: Transportation Committee (Rep. D. Ruby, Chairman) recommends DO PASS (10 YEAS, 4 NAYS, 0 ABSENT AND NOT VOTING). SB 2111 was placed on the Fourteenth order on the calendar.

**TESTIMONY** 

SB 2111

68<sup>th</sup> Session Testimony in favor of 2111

Chairman Clemens and Committee,

My name is Phil Murphy representing the ND Soybean Growers Association. With thousands of producers using many vehicles each, we support the ability to more carry titles electronically. Thank you for your work.



# Transportation

# Senate Bill No. 2111

# **Senate Transportation Committee**

Ft. Totten Room | January 5, 2023, 11:00 a.m. Brad Schaffer, Motor Vehicle

Good morning, Mr. Chairman and members of the committee. I'm Brad Schaffer, Interim Director of Motor Vehicle for the North Dakota Department of Transportation (NDDOT). I'm here to introduce and support SB 2111. This bill was a part of the red tape reduction effort.

Senate Bill 2111 provides for the implementation of electronic titling. The reason for this change is to improve the customer experience, limit in-person office visits and increase efficiency, accuracy and mitigate opportunities for fraud.

The same documents are needed for an electronic title that are needed for a paper title. Once the documents are processed, instead of issuing a paper title an electronic notification will be sent. A paper title does not get printed. This eliminates postage and paper costs, increases efficiency, simplifies the process, and provides faster more secure transfers. Once the lien is satisfied, the lienholder releases it electronically and the Motor Vehicle Division prints and mails the lien-free title to the vehicle owner. Large financial institutions already do this in other states. Smaller financial institutions may not find this beneficial for a limited number of transitions which is why we recommend this be an optin process for lienholders.

Mr. Chairman, that concludes my testimony. I would be happy to answer any questions you may have.



## Senate Bill No. 2111

House Transportation Committee 327E | March 2, 2023, 10:00 a.m. Brad Schaffer, Motor Vehicle

Good morning, Mr. Chairman and members of the committee. I'm Brad Schaffer, Interim Director of Motor Vehicle for the North Dakota Department of Transportation (NDDOT). I'm here to introduce and support SB 2111. This bill was part of the red tape reduction effort.

Senate Bill 2111 provides for the implementation of electronic titling. The reason for this change is to improve the customer experience, limit in-person office visits and increase efficiency, accuracy and mitigate opportunities for fraud.

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