

REFERENCE TITLE: **electronic certificates of title**

State of Arizona
Senate
Fifty-sixth Legislature
First Regular Session
2023

SB 1246

Introduced by
Senator Farnsworth

AN ACT

AMENDING SECTION 28-2064, ARIZONA REVISED STATUTES; RELATING TO ELECTRONIC CERTIFICATES OF TITLE.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 28-2064, Arizona Revised Statutes, is amended to
3 read:

4 28-2064. Electronic certificates of title system;
5 applicability; rules

6 A. The director may establish a system to require recording of
7 certificate of title information for newly issued, transferred and
8 corrected certificates of title, including perfection and release of
9 security interests, through electronic media in a cost-effective manner in
10 lieu of the submission and maintenance of paper documents as provided in
11 this chapter. The director may contract with an association of new motor
12 vehicle dealers to manage a lien recording system on behalf of the
13 department at no cost to this state.

14 B. In the process of establishing the system, the director:

15 1. Shall:

16 ~~1.~~ (a) Establish procedures for issuing and maintaining an
17 electronic certificate of title system that is applicable to all
18 certificate of title transactions performed in this state.

19 ~~2.~~ (b) Develop methods to electronically share information related
20 to applications for certificates of title with law enforcement agencies
21 and entities licensed under this title.

22 2. MAY NOT PROHIBIT AN AUTHORIZED THIRD PARTY AS DEFINED IN SECTION
23 28-5100 FROM PRINTING AN ELECTRONIC CERTIFICATE OF TITLE.

24 C. Section 28-444, subsection B applies to certificates of title
25 under the system established pursuant to this section.

26 D. This section does not apply to certificates of title for mobile
27 homes.

28 E. The director may adopt rules as necessary to implement this
29 section, including the criteria for when the department may issue a paper
30 certificate of title.