

OTC Update to Rules Governing Out-of-State Title Assignments Effective 07/11/2013

The Motor Vehicle Division (MVD) of the Oklahoma Tax Commission (OTC) provides the following guidance regarding OTC Rule changes, one of which pertains to Oklahoma dealer usage of out of state reassignment sheets and the other to notarization of OK titles by out of state dealers.

- **OUT OF STATE REASSIGNMENT SHEETS**

“The stipulation that the reassignment sheet must be from the same state as the certificate of title to which it is affixed has been removed. The initial reassignment reflected on the reassignment sheet must have been completed by a dealer in the reassignment sheet state, but the sheet may then be affixed to another state’s title.

“For example: A TX title assigned to a dealer in CA. CA dealer reassigns to an OK dealer on a **CA reassignment sheet, affixed to the TX title**. The OK dealer may reassign ownership on the CA reassignment sheet.” Under Rules prior to 07/11/2013, the CA reassignment sheet could not have been affixed to the TX title.

An additional change to this rule clarifies the OTC’s current policy that notarization of the Oklahoma dealer’s reassignment is NOT required if the title, or reassignment sheet, being reassigned is from a non-notary state.

These Rule changes are effective 07/11/2013. The updated language is presented below:

OTC Rule 710:60-3-54(b): Used vehicles acquired from other states. Used vehicles from other states, acquired for resale by Oklahoma used dealers require an Oklahoma title in the dealership name. No registration is required. Used motor vehicles acquired from other states by licensed Oklahoma motor vehicle dealers may either be titled in the dealership's name, or ownership may be reassigned by the dealership on the out of state title. When reassigning an out of state title, the motor vehicle dealer must satisfy the inspection and dealer reassignment provisions of 47 O.S. § 1105. Oklahoma dealers may reassign on another state's reassignment sheet only when ownership was assigned to the Oklahoma dealer by a dealer in that other state, on that other state's reassignment sheet ~~and attached to that other state's title. An Oklahoma dealer may not reassign ownership on another state's reassignment sheet if that sheet is attached to either an Oklahoma title, or any other state's title that does not correspond both to the reassignment sheet and the state in which the assigning out of state dealer is licensed.~~ No notarization of an Oklahoma dealer’s reassignment is required if the title, or reassignment sheet, being reassigned is from a non-notary state.

- **OK TITLE NOTARIZATION BY OUT OF STATE DEALERS**

A change to Rule 710:60-5-71 clarifies the OTC’s current policy that assignments of OK certificates of title to, or by, out of state dealers located in non-notary states are not required to be notarized. The new language shown below becomes effective 07/11/2013.

710:60-5-71 Transfer of title: In most instances, an Oklahoma transfer title is issued upon receipt of a properly assigned and notarized Oklahoma title and proof of liability insurance. Assignments of Oklahoma certificates of title to, or by, out of state dealers located in non-notary states are not required to be notarized. Other instances where a transfer title may be issued are covered in the following subsections.