

LEGISLATURE OF NEBRASKA  
ONE HUNDRED FIFTH LEGISLATURE  
FIRST SESSION

**LEGISLATIVE BILL 346**

FINAL READING

Introduced by Lowe, 37; at the request of the Governor.

Read first time January 12, 2017

Committee: Transportation and Telecommunications

1 A BILL FOR AN ACT relating to the Motor Vehicle Industry Regulation Act;  
2 to amend sections 60-373, 60-1406, 60-1407, 60-1410, 60-1411,  
3 60-1411.01, 60-1411.02, 60-1413, and 60-1416, Reissue Revised  
4 Statutes of Nebraska, and sections 60-3,116 and 60-1403.01, Revised  
5 Statutes Cumulative Supplement, 2016; to eliminate the requirement  
6 for a motor vehicle, motorcycle, or trailer salesperson license; to  
7 harmonize provisions; and to repeal the original sections.  
8 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 60-373, Reissue Revised Statutes of Nebraska, is  
2 amended to read:

3 60-373 (1) Each licensed motor vehicle dealer or trailer dealer as  
4 defined in sections 60-1401.26 and 60-1401.37, respectively, doing  
5 business in this state, in lieu of registering each motor vehicle or  
6 trailer which such dealer owns of a type otherwise required to be  
7 registered, or any full-time or part-time employee or agent of such  
8 dealer may, if the motor vehicle or trailer displays dealer number  
9 plates:

10 (a) Operate or tow the motor vehicle or trailer upon the highways of  
11 this state solely for purposes of transporting, testing, demonstrating,  
12 or use in the ordinary course and conduct of business as a motor vehicle  
13 or trailer dealer. Such use may include personal or private use by the  
14 dealer and personal or private use by any bona fide employee—licensed  
15 pursuant to the Motor Vehicle Industry Regulation Act, if the employee  
16 can be verified by payroll records maintained at the dealership as  
17 ordinarily working more than thirty hours per week or fifteen hundred  
18 hours per year at the dealership;

19 (b) Operate or tow the motor vehicle or trailer upon the highways of  
20 this state for transporting industrial equipment held by the licensee for  
21 purposes of demonstration, sale, rental, or delivery; or

22 (c) Sell the motor vehicle or trailer.

23 (2) Each licensed manufacturer as defined in section 60-1401.24  
24 which actually manufactures or assembles motor vehicles or trailers  
25 within this state, in lieu of registering each motor vehicle or trailer  
26 which such manufacturer owns of a type otherwise required to be  
27 registered, or any employee of such manufacturer may operate or tow the  
28 motor vehicle or trailer upon the highways of this state solely for  
29 purposes of transporting, testing, demonstrating to prospective  
30 customers, or use in the ordinary course and conduct of business as a  
31 motor vehicle or trailer manufacturer, upon the condition that any such

1 motor vehicle or trailer display thereon, in the manner prescribed in  
2 section 60-3,100, dealer number plates as provided for in section  
3 60-3,114.

4 (3) In no event shall such plates be used on motor vehicles or  
5 trailers hauling other than automotive or trailer equipment, complete  
6 motor vehicles, or trailers which are inventory of such licensed dealer  
7 or manufacturer unless there is issued by the department a special permit  
8 specifying the hauling of other products. This section shall not be  
9 construed to allow a dealer to operate a motor vehicle or trailer with  
10 dealer number plates for the delivery of parts inventory. A dealer may  
11 use such motor vehicle or trailer to pick up parts to be used for the  
12 motor vehicle or trailer inventory of the dealer.

13 Sec. 2. Section 60-3,116, Revised Statutes Cumulative Supplement,  
14 2016, is amended to read:

15 60-3,116 (1) Any licensed dealer or manufacturer may, upon payment  
16 of an annual fee of two hundred fifty dollars, make an application, on a  
17 form approved by the Nebraska Motor Vehicle Industry Licensing Board, to  
18 the county treasurer of the county in which his or her place of business  
19 is located for a certificate and one personal-use dealer license plate  
20 for the type of motor vehicle or trailer the dealer has been authorized  
21 by the Nebraska Motor Vehicle Industry Licensing Board to sell and  
22 demonstrate. Additional personal-use dealer license plates may be  
23 procured upon payment of an annual fee of two hundred fifty dollars each,  
24 subject to the same limitations as provided in section 60-3,114 as to the  
25 number of additional dealer license plates. A personal-use dealer license  
26 plate may be displayed on a motor vehicle having a gross weight including  
27 any load of six thousand pounds or less belonging to the dealer, may be  
28 used in the same manner as a dealer license plate, and may be used for  
29 personal or private use of the dealer, the dealer's immediate family, or  
30 any bona fide employee of the dealer ~~licensed pursuant to the Motor~~  
31 ~~Vehicle Industry Regulation Act.~~

1 (2) Personal-use dealer license plates shall have the same design  
2 and shall be displayed as provided in sections 60-370 and 60-3,100.

3 Sec. 3. Section 60-1403.01, Revised Statutes Cumulative Supplement,  
4 2016, is amended to read:

5 60-1403.01 (1) No person shall engage in the business as, serve in  
6 the capacity of, or act as a motor vehicle, trailer, or motorcycle  
7 dealer, wrecker or salvage dealer, ~~salesperson,~~ auction dealer, dealer's  
8 agent, manufacturer, factory branch, factory representative, distributor,  
9 distributor branch, or distributor representative in this state without  
10 being licensed by the board under the Motor Vehicle Industry Regulation  
11 Act. ~~No salesperson's license shall be issued to any person under the age~~  
12 ~~of sixteen, and no dealer's license shall be issued to any minor.~~ No  
13 wrecker or salvage dealer's license shall be issued or renewed unless the  
14 applicant has a permanent place of business at which the activity  
15 requiring licensing is performed and which conforms to all local laws.

16 (2) A license issued under the act shall authorize the holder  
17 thereof to engage in the business or activities permitted by the license  
18 subject to the act and the rules and regulations adopted and promulgated  
19 by the board under the act.

20 (3) This section shall not apply to a licensed real estate  
21 salesperson or broker who negotiates for sale or sells a trailer for any  
22 individual who is the owner of not more than two trailers.

23 (4) This section shall not restrict a licensed motor vehicle dealer  
24 from conducting an auction as provided in subsection (5) of section  
25 60-1417.02.

26 Sec. 4. Section 60-1406, Reissue Revised Statutes of Nebraska, is  
27 amended to read:

28 60-1406 Licenses issued by the board under the Motor Vehicle  
29 Industry Regulation Act shall be of the classes set out in this section  
30 and shall permit the business activities described in this section:

31 (1) Motor vehicle dealer's license. This license permits the

1 licensee to engage in the business of selling or exchanging new, used, or  
2 new and used motor vehicles, trailers, and manufactured homes at the  
3 established place of business designated in the license and another place  
4 or places of business located within three hundred feet of the designated  
5 place of business and within the city or county described in the original  
6 license. This license permits the sale of a trade-in or consignment  
7 mobile home greater than forty feet in length and eight feet in width and  
8 located at a place other than the dealer's established place of business.  
9 This license permits one person, either the licensee, if he or she is the  
10 individual owner of the licensed business, or a stockholder, officer,  
11 partner, or member of the licensee, to act as a motor vehicle, trailer,  
12 and manufactured home salesperson and the name of the authorized person  
13 shall appear on the license;

14 ~~(2) Motor vehicle, motorcycle, or trailer salesperson license. This~~  
15 ~~license permits the licensee to engage in the activities of a motor~~  
16 ~~vehicle, motorcycle, or trailer salesperson. This license permits the one~~  
17 ~~person named on the license to act as a salesperson;~~

18 (2) ~~(3)~~ Manufacturer license. This license permits the licensee to  
19 engage in the activities of a motor vehicle, motorcycle, or trailer  
20 manufacturer or manufacturer's factory branch;

21 (3) ~~(4)~~ Distributor license. This license permits the licensee to  
22 engage in the activities of a motor vehicle, motorcycle, or trailer  
23 distributor;

24 (4) ~~(5)~~ Factory representative license. This license permits the  
25 licensee to engage in the activities of a factory branch representative;

26 (5) ~~(6)~~ Factory branch license. This license permits the licensee to  
27 maintain a branch office in this state;

28 (6) ~~(7)~~ Distributor representative license. This license permits the  
29 licensee to engage in the activities of a distributor representative;

30 (7) ~~(8)~~ Finance company license. This license permits the licensee  
31 to engage in the activities of repossession of motor vehicles or trailers

1 and the sale of such motor vehicles or trailers so repossessed;

2 (8) ~~(9)~~ Wrecker or salvage dealer license. This license permits the  
3 licensee to engage in the business of acquiring motor vehicles or  
4 trailers for the purpose of dismantling the motor vehicles or trailers  
5 and selling or otherwise disposing of the parts and accessories of motor  
6 vehicles or trailers;

7 (9) ~~(10)~~ Supplemental motor vehicle, motorcycle, or trailer dealer's  
8 license. This license permits the licensee to engage in the business of  
9 selling or exchanging motor vehicles, motorcycles, or trailers of the  
10 type designated in his or her dealer's license at a specified place of  
11 business which is located more than three hundred feet from any part of  
12 the place of business designated in the original motor vehicle,  
13 motorcycle, or trailer dealer's license but which is located within the  
14 city or county described in such original license;

15 (10) ~~(11)~~ Motorcycle dealer's license. This license permits the  
16 licensee to engage in the business of selling or exchanging new, used, or  
17 new and used motorcycles at the established place of business designated  
18 in the license and another place or places of business located within  
19 three hundred feet of the designated place of business and within the  
20 city or county described in the original license. This form of license  
21 permits one person named on the license, either the licensee, if he or  
22 she is the individual owner of the licensed business, or a stockholder,  
23 officer, partner, or member of the licensee, to act as a motorcycle  
24 salesperson and the name of the authorized person shall appear on the  
25 license;

26 (11) ~~(12)~~ Motor vehicle auction dealer's license. This license  
27 permits the licensee to engage in the business of selling motor vehicles  
28 and trailers. This form of license permits one person named on the  
29 license, either the licensee, if he or she is the individual owner of the  
30 licensed business, or a stockholder, officer, partner, or member of the  
31 licensee, to act as a motor vehicle auction dealer's salesperson and the

1 name of the authorized person shall appear on the license;

2       (12) ~~(13)~~ Trailer dealer's license. This license permits the  
3 licensee to engage in the business of selling or exchanging new, used, or  
4 new and used trailers and manufactured homes at the established place of  
5 business designated in the license and another place or places of  
6 business located within three hundred feet of the designated place of  
7 business and within the city or county described in the original license.  
8 This form of license permits one person named on the license, either the  
9 licensee, if he or she is the individual owner of the licensed business,  
10 or a stockholder, officer, partner, or member of the licensee, to act as  
11 a trailer and manufactured home salesperson and the name of the  
12 authorized person shall appear on the license; and

13       (13) ~~(14)~~ Dealer's agent license. This license permits the licensee  
14 to act as the buying agent for one or more licensed motor vehicle  
15 dealers, motorcycle dealers, or trailer dealers. The agent shall act in  
16 accordance with a written contract and file a copy of the contract with  
17 the board. The dealer shall be bound by and liable for the actions of the  
18 agent. The dealer's agent shall disclose in writing to each dealer with  
19 which the agent contracts as an agent the names of all other dealers  
20 contracting with the agent. The agent shall make each purchase on behalf  
21 of and in the name of only one dealer and may purchase for dealers only  
22 at auctions and only from licensed dealers. The agent shall not act as a  
23 licensed dealer and is not authorized to sell any vehicle pursuant to  
24 this license.

25       Sec. 5. Section 60-1407, Reissue Revised Statutes of Nebraska, is  
26 amended to read:

27       60-1407 Any person desiring to apply for one or more of the types of  
28 licenses described in the Motor Vehicle Industry Regulation Act shall  
29 submit to the board, in writing, the following required information:

30       (1) The name and address of the applicant, if the applicant is an  
31 individual, his or her social security number, and the name under which

1 he or she intends to conduct business. If the applicant is a partnership  
2 or limited liability company, it shall set forth the name and address of  
3 each partner or member thereof and the name under which the business is  
4 to be conducted. If the applicant is a corporation, it shall set forth  
5 the name of the corporation and the name and address of each of its  
6 principal officers;

7 (2) The place or places, including the city or village and the  
8 street and street number, if any, where the business is to be conducted  
9 ~~or the salesperson employed;~~

10 (3) If the application is for a motor vehicle dealer's license,  
11 trailer dealer's license, or motorcycle dealer's license (a) the name or  
12 names of the new motor vehicle or vehicles, new trailer or trailers, or  
13 new motorcycle or motorcycles which the applicant has been enfranchised  
14 to sell or exchange, (b) the name or names and address or addresses of  
15 the manufacturer or distributor who has enfranchised the applicant, (c) a  
16 current copy of each existing franchise, and (d) a description of the  
17 community;

18 (4) If the application is for any of the above-named classes of  
19 dealer's licenses, the name and address of the person who is to act as a  
20 motor vehicle, trailer, or motorcycle salesperson under such license if  
21 issued;

22 (5) If the application is for a dealer's agent, the dealers for  
23 which the agent will be buying;

24 (6) A description of the proposed place or places of business  
25 proposed to be operated in the event a license is granted together with  
26 (a) a statement whether the applicant owns or leases the proposed  
27 established place of business and, if the proposed established place of  
28 business is leased, the applicant shall file a true and correct copy of  
29 the lease agreement, and (b) a description of the facilities for the  
30 display of motor vehicles, trailers, and motorcycles;

31 (7) If the application is for a manufacturer's license, a statement



1 regarding the manufacturer's compliance with the Motor Vehicle Industry  
2 Regulation Act; and

3 (8) A statement that the licensee will comply with and be subject to  
4 the act, the rules and regulations adopted and promulgated by the board,  
5 and any amendments to the act and the rules and regulations existing on  
6 the date of application.

7 Subdivision (3)(d) of this section shall not be construed to require  
8 any licensee who has a franchise on August 31, 2003, to show good cause  
9 to be in the same community as any other licensee who has a franchise of  
10 the same line-make in the same community on August 31, 2003.

11 Sec. 6. Section 60-1410, Reissue Revised Statutes of Nebraska, is  
12 amended to read:

13 60-1410 The board shall prescribe the form of the license and each  
14 license shall have printed thereon the seal of its office. All licenses  
15 shall be mailed to each licensee ~~except the license of each motor~~  
16 ~~vehicle, motorcycle, or trailer salesperson which shall be delivered or~~  
17 ~~mailed to the motor vehicle, motorcycle, or trailer dealer by whom the~~  
18 ~~motor vehicle, motorcycle, or trailer salesperson is employed and be kept~~  
19 ~~in the custody and control of such dealer.~~ It shall be the duty of each  
20 dealer to conspicuously display his or her own license or licenses in his  
21 or her place or places of business.

22 The board shall prepare and deliver a pocket card for ~~salespersons,~~  
23 ~~dealer's agents, factory representatives, and distributor~~  
24 ~~representatives.~~ Such card shall certify that the person whose name  
25 appears thereon is a licensed ~~motor vehicle, motorcycle, or trailer~~  
26 ~~salesperson,~~ dealer's agent, factory representative, or distributor  
27 representative, as the case may be. ~~Such motor vehicle or trailer~~  
28 ~~salesperson's card shall also contain the name and address of the dealer~~  
29 ~~employing the salesperson.~~

30 Sec. 7. Section 60-1411, Reissue Revised Statutes of Nebraska, is  
31 amended to read:

1           60-1411 If a motor vehicle dealer, motorcycle dealer, or trailer  
2 dealer changes the address of his or her place of business, changes  
3 franchise, adds another franchise, or loses a franchise for sale of new  
4 motor vehicles, motorcycles, or trailers, the dealer shall notify the  
5 board of such change within ten days prior to such change. Thereupon the  
6 license shall be corrected for the unexpired portion of the term at no  
7 additional fee except as provided in section 60-1411.01.

8           ~~If any motor vehicle, trailer, or motorcycle salesperson is~~  
9 ~~discharged, leaves his or her employer, or changes his or her place of~~  
10 ~~employment, the employer who last employed the salesperson shall~~  
11 ~~forthwith return the license to the board. The salesperson's pocket card~~  
12 ~~shall thereupon be returned by the salesperson. The salesperson shall be~~  
13 ~~notified at his or her last-known place of residence that his or her~~  
14 ~~license has been returned to the board. It shall be unlawful for the~~  
15 ~~salesperson to act as a motor vehicle, motorcycle, or trailer salesperson~~  
16 ~~until a new license is secured.~~

17           If a dealer's agent changes his or her agent's status with any  
18 dealer, the agent shall notify the board. If the agent is no longer  
19 contracting with any dealer, the dealer's agent license shall lapse and  
20 the license and pocket card shall be returned to the board.

21           Sec. 8. Section 60-1411.01, Reissue Revised Statutes of Nebraska, is  
22 amended to read:

23           60-1411.01 (1) To pay the expenses of the administration, operation,  
24 maintenance, and enforcement of the Motor Vehicle Industry Regulation  
25 Act, the board shall collect with each application for each class of  
26 license fees not exceeding the following amounts:

- 27           (a) Motor vehicle dealer's license, four hundred dollars;
- 28           (b) Supplemental motor vehicle dealer's license, twenty dollars;
- 29           ~~(c) Motor vehicle or motorcycle salesperson's license, twenty~~  
30 ~~dollars;~~
- 31           (c) ~~(d)~~ Dealer's agent license, one hundred dollars;

- 1        ~~(d)~~ ~~(e)~~ Motor vehicle, motorcycle, or trailer manufacturer's
- 2 license, six hundred dollars;
- 3        ~~(e)~~ ~~(f)~~ Distributor's license, six hundred dollars;
- 4        ~~(f)~~ ~~(g)~~ Factory representative's license, twenty dollars;
- 5        ~~(g)~~ ~~(h)~~ Distributor representative's license, twenty dollars;
- 6        ~~(h)~~ ~~(i)~~ Finance company's license, four hundred dollars;
- 7        ~~(i)~~ ~~(j)~~ Wrecker or salvage dealer's license, two hundred dollars;
- 8        ~~(j)~~ ~~(k)~~ Factory branch license, two hundred dollars;
- 9        ~~(k)~~ ~~(l)~~ Motorcycle dealer's license, four hundred dollars;
- 10       ~~(l)~~ ~~(m)~~ Motor vehicle auction dealer's license, four hundred
- 11 dollars; and
- 12       ~~(m)~~ ~~(n)~~ Trailer dealer's license, four hundred dollars.

13        (2) The fees shall be fixed by the board and shall not exceed the  
14 amount actually necessary to sustain the administration, operation,  
15 maintenance, and enforcement of the act.

16        (3) Such licenses, if issued, shall expire on December 31 next  
17 following the date of the issuance thereof. Any motor vehicle,  
18 motorcycle, or trailer dealer changing its location shall not be required  
19 to obtain a new license if the new location is within the same city  
20 limits or county, all requirements of law are complied with, and a fee of  
21 twenty-five dollars is paid, but any change of ownership of any licensee  
22 shall require a new application for a license and a new license. Change  
23 of name of licensee without change of ownership shall require the  
24 licensee to obtain a new license and pay a fee of five dollars.  
25 Applications shall be made each year for a new or renewal license. If the  
26 applicant is an individual, the application shall include the applicant's  
27 social security number.

28        Sec. 9. Section 60-1411.02, Reissue Revised Statutes of Nebraska, is  
29 amended to read:

30        60-1411.02 The board may, upon its own motion, and shall, upon a  
31 sworn complaint in writing of any person, investigate the actions of any

1 person acting, registered, or licensed under the Motor Vehicle Industry  
2 Regulation Act as a motor vehicle dealer, trailer dealer, ~~motor vehicle~~  
3 ~~or trailer salesperson,~~ dealer's agent, manufacturer, factory branch,  
4 distributor, factory representative, distributor representative,  
5 supplemental motor vehicle dealer, wrecker or salvage dealer, finance  
6 company, motorcycle dealer, or motor vehicle auction dealer or operating  
7 without a registration or license when such registration or license is  
8 required. The board may deny any application for a license, may revoke or  
9 suspend a license, may place the licensee or registrant on probation, may  
10 assess an administrative fine in an amount not to exceed five thousand  
11 dollars per violation, or may take any combination of such actions if the  
12 violator, applicant, registrant, or licensee including any officer,  
13 stockholder, partner, or limited liability company member or any person  
14 having any financial interest in the violator, applicant, registrant, or  
15 licensee:

16 (1) Has had any license issued under the act revoked or suspended  
17 and, if the license has been suspended, has not complied with the terms  
18 of suspension;

19 (2) Has knowingly purchased, sold, or done business in stolen motor  
20 vehicles, motorcycles, or trailers or parts therefor;

21 (3) Has failed to provide and maintain an established place of  
22 business;

23 (4) Has been found guilty of any felony which has not been pardoned,  
24 has been found guilty of any misdemeanor concerning fraud or conversion,  
25 or has suffered any judgment in any civil action involving fraud,  
26 misrepresentation, or conversion. In the event felony charges are pending  
27 against an applicant, the board may refuse to issue a license to the  
28 applicant until there has been a final determination of the charges;

29 (5) Has made a false material statement in his or her application or  
30 any data attached to the application or to any investigator or employee  
31 of the board;

1           (6) Has willfully failed to perform any written agreement with any  
2 consumer or retail buyer;

3           (7) Has made a fraudulent sale, transaction, or repossession, or  
4 created a fraudulent security interest as defined in the Uniform  
5 Commercial Code, in a motor vehicle, trailer, or motorcycle;

6           (8) Has failed to notify the board of a change in the location of  
7 his or her established place or places of business ~~and in the case of a~~  
8 ~~salesperson has failed to notify the board of any change in his or her~~  
9 ~~employment;~~

10          (9) Has willfully failed to deliver to a purchaser a proper  
11 certificate of ownership for a motor vehicle, trailer, or motorcycle sold  
12 by the licensee or to refund the full purchase price if the purchaser  
13 cannot legally obtain proper certification of ownership within thirty  
14 days;

15          (10) Has forged the signature of the registered or legal owner on a  
16 certificate of title;

17          (11) Has failed to comply with the act and any orders, rules, or  
18 regulations of the board adopted and promulgated under the act;

19          (12) Has failed to comply with the advertising and selling standards  
20 established in section 60-1411.03;

21          (13) Has failed to comply with any provisions of the Motor Vehicle  
22 Certificate of Title Act, the Motor Vehicle Industry Regulation Act, the  
23 Motor Vehicle Registration Act, or the rules or regulations adopted and  
24 promulgated by the board pursuant to the Motor Vehicle Industry  
25 Regulation Act;

26          (14) Has failed to comply with any provision of Chapter 71, article  
27 46, or with any code, standard, rule, or regulation adopted or made under  
28 the authority of or pursuant to Chapter 71, article 46;

29          (15) Has willfully defrauded any retail buyer or other person in the  
30 conduct of the licensee's business;

31          ~~(16) Has employed any unlicensed salesperson or salespersons;~~

1           ~~(16)~~ ~~(17)~~ Has failed to comply with sections 60-190 to 60-196;

2           ~~(17)~~ ~~(18)~~ Has engaged in any unfair methods of competition or unfair  
3 or deceptive acts or practices prohibited under the Uniform Deceptive  
4 Trade Practices Act;

5           ~~(18)~~ ~~(19)~~ Has conspired, as defined in section 28-202, with other  
6 persons to process certificates of title in violation of the Motor  
7 Vehicle Certificate of Title Act; or

8           ~~(19)~~ ~~(20)~~ Has violated the Guaranteed Asset Protection Waiver Act.

9           If the violator, applicant, registrant, or licensee is a publicly  
10 held corporation, the board's authority shall extend only to the  
11 corporation and its managing officers and directors.

12           Sec. 10. Section 60-1413, Reissue Revised Statutes of Nebraska, is  
13 amended to read:

14           60-1413 (1) Before the board denies any license or any registration  
15 as described in section 60-1417.02, revokes or suspends any such license  
16 or registration, places a licensee or registrant on probation, or  
17 assesses an administrative fine under section 60-1411.02, the board shall  
18 give the applicant, licensee, registrant, or violator a hearing on the  
19 matter unless the hearing is waived upon agreement between the applicant,  
20 licensee, registrant, or violator and the executive director, with the  
21 approval of the board. As a condition of the waiver, the applicant,  
22 licensee, registrant, or violator shall accept the fine or other  
23 administrative action. If the hearing is not waived, the board shall, at  
24 least thirty days prior to the date set for the hearing, notify the party  
25 in writing. Such notice in writing shall contain an exact statement of  
26 the charges against the party and the date and place of hearing. The  
27 party shall have full authority to be heard in person or by counsel  
28 before the board in reference to the charges. The written notice may be  
29 served by delivery personally to the party or by mailing the notice by  
30 registered or certified mail to the last-known business address of the  
31 party. If the applicant is a ~~salesperson~~ or dealer's agent, the board

1 shall also notify the dealer employing or contracting with him or her or  
2 whose employ he or she seeks to enter by mailing the notice to the  
3 dealer's last-known business address. A stenographic record of all  
4 testimony presented at the hearings shall be made and preserved pending  
5 final disposition of the complaint.

6 (2) When the licensee fails to maintain a bond as provided in  
7 section 60-1419, an established place of business, or liability insurance  
8 as prescribed by subsection (3) of section 60-1407.01, the license shall  
9 immediately expire. The executive director shall notify the licensee  
10 personally or by mailing the notice by registered or certified mail to  
11 the last-known address of the licensee that his or her license is revoked  
12 until a bond as required by section 60-1419 or liability insurance as  
13 prescribed by subsection (3) of section 60-1407.01 is furnished and  
14 approved in which event the license may be reinstated.

15 (3) Upon notice of the revocation or suspension of the license, the  
16 licensee shall immediately surrender the expired license to the executive  
17 director or his or her representative. If the license is suspended, the  
18 executive director or his or her representative shall return the license  
19 to the licensee at the time of the conclusion of the period of  
20 suspension. Failure to surrender the license as required in this section  
21 shall subject the licensee to the penalties provided in section 60-1416.

22 Sec. 11. Section 60-1416, Reissue Revised Statutes of Nebraska, is  
23 amended to read:

24 60-1416 Any person acting as a motor vehicle dealer, trailer dealer,  
25 wrecker or salvage dealer, motorcycle dealer, auction dealer, ~~motor~~  
26 ~~vehicle,~~ ~~motorcycle,~~ ~~or~~ ~~trailer~~ salesperson, dealer's agent,  
27 manufacturer, factory representative, distributor, or distributor  
28 representative without having first obtained the license provided in  
29 section 60-1406 is guilty of a Class IV felony and is subject to the  
30 civil penalty provisions of section 60-1411.02.

31 Sec. 12. Original sections 60-373, 60-1406, 60-1407, 60-1410,

- 1 60-1411, 60-1411.01, 60-1411.02, 60-1413, and 60-1416, Reissue Revised
- 2 Statutes of Nebraska, and sections 60-3,116 and 60-1403.01, Revised
- 3 Statutes Cumulative Supplement, 2016, are repealed.