

Junked and Sold out of State

This guide demonstrates how an action of Junking or Sold out of State should be completed in KAVIS, as well as common issues the Clerks and PVAs will encounter with legacy data that may be in a mismatched state.

Canceling a Registration as Junked or Sold out of State

1. To keep Registrations and Tax Statuses in-sync, KAVIS requires that Sold out of State and Junk actions occur at the County Clerk's office before PVAs can update a vehicle's tax status. The Clerk must accurately capture the Date of Sale or Date of Junk, checkout the transaction, and then notify the PVA to update tax years with the applicable status. The Registration status can also be updated by NMVTIS rather than through a manual Clerk action for Sold out of State.

Manage

Customer Account > Vehicle Summary > Manage

Owner(s)

Lessee(s)

Customer ID	Customer Name	Birth Date	Physical Address	Alerts
004871578	JOHNS, DAVID A	03/04/1984	181 Tupelo Trl, FRANKFORT, KY 40601-4157	

Title

Title: Active - Title Issued

Status: 212210240051

Number: Transfer

License Plate

Plate Type: In God We Trust

Plate #: CAX671 Plate Year: 19

Registration

Registration Status: Active Last Registration Date: 11/30/2023

Registration Action: Cancellation *

Add Duplicate: No

Reason: Sold Out of State *

State: Florida *

Comments: Vehicle sold to Out of State Dealer. Documentation shows Date of Sale. | *

2. Using the Date of Sale or Date of Junk, KAVIS will allow the transaction to proceed with the applicable taxes required for the vehicle based upon ownership as of January 1st of each year. For example, if the Date of Sale documentation shows that the vehicle was sold on October 10, 2022, then for purposes of the Cancellation, KAVIS will not require the 2023 taxes to be paid. However, the taxes remain associated with the title and the Customer until the PVA creates marks the 2023 year as Non-Taxable Sold or Transferred out of State.

3. The Clerk or the Customer must also notify the PVA once the cancellation is complete so that the PVA can mark the applicable tax segments with a Junked or Sold out of State status. This step is very important, or else the vehicle may continue to have a taxable tax segment created at valuation, per existing rules.
4. If the PVA attempts to mark a Tax Year as Junked or Sold out of State before the Clerk takes the action, KAVIS will display a message to the PVA directing them to see the Clerk first. Many vehicles coming over from AVIS will be in this state: the most recent tax segment is marked as Junked and the Registration is still Active or Expired. This will be a PVA issue due to the mismatch and needs to be resolved before other actions can be taken on the account.
5. In this scenario the PVA should change the tax segment to another status temporarily, which will allow the Clerk to complete the registration cancellation, and then the PVA needs to change the status back to the correct Tax Status.

The screenshot shows the 'Ad Valorem' section of the KAVIS system. At the top right, it displays 'Total Tax Due: \$0.00'. A dropdown menu is set to '2023'. A red warning message states: 'Based upon the current Registration status or the collected Date of Junk, this vehicle is not eligible for the selected Tax Status. Contact the County Clerk to make the required updates.' A blue button 'Add New Ad Valorem Segment' is visible. The form fields include: Transaction ID, County Collected, Tax Status (set to 'Non-Taxable Junked'), Vehicle Assessed Value (\$0.00), Vehicle Override Value, Total Taxable Value (\$0.00), Situs (FRANKLIN), Tax District (99), Due Date (12/31/2023), and Paid Date. A summary table on the right shows: Ad Valorem Due: \$0.00, Penalty Due: \$0.00, Interest Due: \$0.00, Clerk Fee: \$0.00, and Total Due: \$0.00. A 'Comments' field and 'Cancel'/'Save' buttons are at the bottom.

- a. In the example above, this is the message that will display if the PVA attempts to update a Tax Status and the County Clerk has not yet taken the action, or an incorrect Date of Sale/Junk was entered.
6. The PVA can update or create a tax segment as Non-Taxable Junked/Non-taxable Sold or Transferred out of State for a year that is after the Date of Sale or Junk as captured by the County Clerk. It is imperative that the date entered by the Clerk is as accurate as possible.