By: Israel H.B. No. 3410

A BILL TO BE ENTITLED

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- 2 relating to Texas Department of Motor Vehicles and county tax
- 3 assessor-collector vehicle titling and registration duties and
- 4 fees associated with those duties.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 502.040, Transportation Code, is amended
- 7 by adding Subsection (e) to read as follows:
- 8 <u>(e)</u> With the approval of the commissioners court of a
- 9 county, a county assessor-collector may contract with a private
- 10 entity to enable an applicant for registration to use an electronic
- 11 off-premises location.
- 12 SECTION 2. Section 502.042, Transportation Code, is amended
- 13 to read as follows:
- 14 Sec. 502.042. TITLE REQUIRED FOR REGISTRATION. The
- 15 department or a county assessor-collector may not register or renew
- 16 the registration of a motor vehicle for which a title is required
- 17 under Chapter 501 unless the owner:
- 18 (1) obtains a title for the vehicle; or
- 19 (2) presents satisfactory evidence that a title was
- 20 previously issued to the owner by the department or another
- 21 jurisdiction.
- SECTION 3. Sections 502.044(d) and (e), Transportation
- 23 Code, are amended to read as follows:
- 24 (d) The department or a county assessor-collector shall

- 1 issue a registration receipt and registration insignia that are
- 2 valid until the expiration of the designated period.
- 3 (e) The department or a county assessor-collector shall use
- 4 the date of sale of the vehicle in designating the registration year
- 5 for a vehicle for which registration is applied for under Section
- 6 501.0234.
- 7 SECTION 4. Subchapter B, Chapter 502, Transportation Code,
- 8 is amended by adding Section 502.0441 to read as follows:
- 9 Sec. 502.0441. REGISTRATION RENEWAL THROUGH ELECTRONIC
- 10 SYSTEM. (a) The department may designate an electronic system for
- 11 registration renewal applications.
- 12 (b) If the department designates an electronic system, each
- 13 <u>county assessor-collector shall:</u>
- 14 (1) use the system to receive registration renewal
- 15 applications for vehicles that are not required by this chapter to
- 16 be registered directly by the department;
- 17 (2) review and process the applications; and
- 18 (3) mail to an applicant for renewed registration in
- 19 the assessor-collector's county the registration receipt or
- 20 insignia issued to the applicant.
- 21 SECTION 5. Section 502.048, Transportation Code, is amended
- 22 to read as follows:
- Sec. 502.048. REFUSAL TO REGISTER UNSAFE VEHICLE. The
- 24 department or a county assessor-collector may refuse to register a
- 25 motor vehicle and the department may cancel, suspend, or revoke a
- 26 registration if the department determines that a motor vehicle is
- 27 unsafe, improperly equipped, or otherwise unfit to be operated on a

- 1 public highway.
- 2 SECTION 6. Sections 502.059(b), (c), and (d),
- 3 Transportation Code, are amended to read as follows:
- 4 (b) On application and payment of the prescribed fee for a
- 5 renewal of the registration of a vehicle through the period set by
- 6 rule, the department or the county assessor-collector that receives
- 7 the application shall issue a registration insignia for the
- 8 validation of the license plate or plates to be attached as provided
- 9 by Subsection (c).
- 10 (c) Except as provided by Subsection (f), the registration
- 11 insignia for validation of a license plate shall be attached to the
- 12 inside of the vehicle's windshield, if the vehicle has a
- 13 windshield, in the lower left corner in a manner that will not
- 14 obstruct the vision of the driver. The owner of a vehicle that does
- 15 <u>not have a windshield shall indicate on the registration or renewal</u>
- 16 application that [If] the vehicle does not have a windshield[, the
- 17 owner, when applying for registration or renewal of registration,
- 18 shall notify the department], and the department or the county
- 19 <u>assessor-collector</u> that receives the application shall issue a
- 20 distinctive device for attachment to the rear license plate of the
- 21 vehicle.
- 22 (d) The department by rule [Department rules] may adopt
- 23 [provide for the use of] an automated registration process that a
- 24 county assessor-collector may adopt for the assessor-collector's
- 25 county, including:
- 26 (1) the automated on-site production of registration
- 27 insignia; and

- 1 (2) automated on-premises and off-premises
- 2 self-service registration.
- 3 SECTION 7. Section 502.094(a), Transportation Code, is
- 4 amended to read as follows:
- 5 (a) The department or a county assessor-collector may issue
- 6 a temporary registration permit in lieu of registration for a
- 7 commercial motor vehicle, trailer, semitrailer, or motor bus that:
- 8 (1) is owned by a resident of the United States,
- 9 Canada, or the United Mexican States;
- 10 (2) is subject to registration in this state; and
- 11 (3) is not authorized to travel on a public highway
- 12 because of the lack of registration in this state or the lack of
- 13 reciprocity with the state or province in which the vehicle is
- 14 registered.
- SECTION 8. Sections 502.095(a) and (d), Transportation
- 16 Code, are amended to read as follows:
- 17 (a) The department or a county assessor-collector may issue
- 18 a temporary permit in lieu of registration for a vehicle subject to
- 19 registration in this state that is not authorized to travel on a
- 20 public highway because of the lack of registration in this state or
- 21 the lack of reciprocity with the state or country in which the
- 22 vehicle is registered.
- 23 (d) A 30-day permit may be issued only to a passenger
- 24 vehicle, a private bus, a trailer or semitrailer with a gross weight
- 25 of not more than 10,000 pounds, a light truck, or a light commercial
- 26 vehicle with a gross vehicle weight of more than 10,000 pounds that
- 27 will operate unladen. A person may obtain multiple 30-day permits.

- 1 A [The department may issue a] single registration receipt may be
- 2 issued to apply to all of the periods for which the vehicle is
- 3 registered.
- 4 SECTION 9. Section 502.146(a), Transportation Code, is
- 5 amended to read as follows:
- 6 (a) The department or a county assessor-collector shall
- 7 issue specialty license plates to a vehicle described by Subsection
- 8 (b) or (c). The fee for the license plates is \$5 and shall be
- 9 deposited to the credit of the Texas Department of Motor Vehicles
- 10 fund.
- 11 SECTION 10. Section 502.1911, Transportation Code, is
- 12 amended by amending Subsections (b) and (c) and adding Subsection
- 13 (d) to read as follows:
- 14 (b) The board by rule shall set the fee in an amount that:
- 15 (1) includes the fee established under Section
- 16 502.356(a); and
- 17 (2) is sufficient to cover the expenses associated
- 18 with collecting registration fees by:
- 19 (A) the department;
- 20 (B) a county tax assessor-collector;
- (C) a private entity with which a county tax
- 22 assessor-collector contracts under Section 502.040(e) [502.197];
- 23 or
- (D) a deputy assessor-collector that is
- 25 deputized in accordance with board rule under Section 520.0071.
- 26 (c) The county tax assessor-collector, a private entity
- 27 with which a county tax assessor-collector contracts under Section

- 1 502.040(e) [502.197], or a deputy assessor-collector may retain a
- 2 portion of the fee [collected under Subsection (b)] as provided by
- 3 board rule. Remaining amounts collected under this section shall
- 4 be deposited to the credit of the Texas Department of Motor Vehicles
- 5 fund.
- 6 (d) The rules adopted under this section must allow a county
- 7 tax assessor-collector to retain a service charge of at least \$1.50
- 8 for each application submitted to the assessor-collector by mail.
- 9 The retained service charge shall be used to pay the costs of
- 10 handling and postage to mail the registration receipt and insignia
- 11 to the applicant.
- 12 SECTION 11. Sections 502.195(b) and (c), Transportation
- 13 Code, are amended to read as follows:
- 14 (b) The department or the county assessor-collector who
- 15 collects the excessive fee shall refund an overcharge on
- 16 presentation to the <u>department or</u> assessor-collector of
- 17 satisfactory evidence of the overcharge not later than the first
- 18 anniversary of the date the excessive registration fee was paid.
- 19 (c) A refund shall be paid from the fund in which the
- 20 <u>department's or</u> county's share of registration fees is deposited,
- 21 as applicable.
- SECTION 12. Section 502.434(e), Transportation Code, is
- 23 amended to read as follows:
- (e) The department shall design and $[\tau]$ prescribe, and the
- 25 department or a county assessor-collector shall furnish, a sticker,
- 26 plate, or other means of indicating the additional weight and the
- 27 registration period for each vehicle registered under this section.

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- 1 SECTION 13. Section 502.451(a), Transportation Code, is
- 2 amended to read as follows:
- 3 (a) Before license plates are issued or delivered to the
- 4 owner of a vehicle that is exempt by law from payment of
- 5 registration fees, the department or a county assessor-collector
- 6 must approve the application for registration. The department or
- 7 <u>assessor-collector</u> may not approve an application if there is the
- 8 appearance that:
- 9 (1) the vehicle was transferred to the owner or
- 10 purported owner:
- 11 (A) for the sole purpose of evading the payment
- 12 of registration fees; or
- 13 (B) in bad faith; or
- 14 (2) the vehicle is not being used in accordance with
- 15 the exemption requirements.
- SECTION 14. Section 502.471(b), Transportation Code, is
- 17 amended to read as follows:
- 18 (b) This section does not apply to a violation of Section
- 19 502.003, 502.042, [502.197,] or 502.431.
- 20 SECTION 15. Sections 502.473(a), (b), and (d),
- 21 Transportation Code, are amended to read as follows:
- 22 (a) A person commits an offense if the person operates on a
- 23 public highway during a registration period a motor vehicle that
- 24 does not properly display the registration insignia issued by the
- 25 department or a county assessor-collector that establishes that the
- 26 license plates have been validated for the period.
- 27 (b) A person commits an offense if the person operates on a

- 1 public highway during a registration period a road tractor,
- 2 motorcycle, trailer, or semitrailer that does not display a
- 3 registration insignia issued by the department or a county
- 4 <u>assessor-collector</u> that establishes that the vehicle is registered
- 5 for the period.
- 6 (d) A court may dismiss a charge brought under Subsection
- 7 (a) if the defendant pays an administrative fee not to exceed \$10
- 8 and:
- 9 (1) remedies the defect before the defendant's first
- 10 court appearance; or
- 11 (2) shows that the motor vehicle was issued a
- 12 registration insignia by the department or a county
- 13 assessor-collector that was attached to the motor vehicle,
- 14 establishing that the vehicle was registered for the period during
- 15 which the offense was committed.
- 16 SECTION 16. Section 520.0071, Transportation Code, is
- 17 amended by amending Subsection (a) and adding Subsection (c) to
- 18 read as follows:
- 19 (a) The board by rule shall prescribe:
- 20 (1) the classification types of deputies performing
- 21 titling and registration duties;
- 22 (2) the duties and obligations of deputies;
- 23 (3) the type and amount of any bonds that may be
- 24 required by a county assessor-collector for a deputy to perform
- 25 titling and registration duties; and
- 26 (4) <u>except as provided by Subsection (c)</u>, the fees
- 27 that may be charged or retained by deputies.

- 1 (c) A county assessor-collector that deputizes an
- 2 individual or business under this section may authorize the deputy
- 3 to charge or retain a fee in addition to fees authorized under
- 4 Chapter 501 or 502 in an amount to be determined by the
- 5 assessor-collector.
- 6 SECTION 17. Sections 348.005 and 353.006, Finance Code, are
- 7 amended to read as follows:
- 8 Sec. 348.005. ITEMIZED CHARGE. An amount in a retail
- 9 installment contract is an itemized charge if the amount is not
- 10 included in the cash price and is the amount of:
- 11 (1) fees for registration, certificate of title, and
- 12 license and any additional registration fees charged by a deputy as
- 13 authorized [by rules adopted] under Section 520.0071,
- 14 Transportation Code;
- 15 (2) any taxes;
- 16 (3) fees or charges prescribed by law and connected
- 17 with the sale or inspection of the motor vehicle; and
- 18 (4) charges authorized for insurance, service
- 19 contracts, warranties, automobile club memberships, or a debt
- 20 cancellation agreement by Subchapter C.
- 21 Sec. 353.006. ITEMIZED CHARGE. An amount in a retail
- 22 installment contract is an itemized charge if the amount is not
- 23 included in the cash price and is the amount of:
- 24 (1) fees for registration, certificate of title, and
- 25 license and any additional registration fees charged by a deputy as
- 26 authorized [by rules adopted] under Section 520.0071,
- 27 Transportation Code;

- 1 (2) any taxes;
- 2 (3) fees or charges prescribed by law and connected
- 3 with the sale or inspection of the commercial vehicle;
- 4 (4) charges authorized for insurance, service
- 5 contracts, and warranties by Subchapter C; and
- 6 (5) advances or payments authorized under Section
- 7 353.402(b) or (c) made by the retail seller to or for the benefit of
- 8 the retail buyer.
- 9 SECTION 18. Sections 502.197 and 520.005(d),
- 10 Transportation Code, are repealed.
- 11 SECTION 19. This Act takes effect September 1, 2017.