

By: Thompson of Brazoria

H.B. No. 4276

A BILL TO BE ENTITLED

AN ACT

relating to establishing the maximum number of temporary tags that may be obtained by a motor vehicle dealer or converter.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subchapter C, Chapter 503, Transportation Code, is amended by adding Section 503.0632 to read as follows:

Sec. 503.0632. MAXIMUM NUMBER OF TEMPORARY TAGS. (a) The department by rule may establish the maximum number of temporary tags that a dealer or converter may obtain under Section 503.062, 503.0625, 503.0626, 503.063, or 503.0631.

(b) The maximum number of temporary tags that the department determines a dealer or converter may obtain under this section must be based on the dealer's or converter's anticipated need for temporary tags, taking into consideration:

(1) the dealer's or converter's:

(A) time in operation;

(B) sales data; and

(C) expected growth;

(2) expected changes in the dealer's or converter's market; and

(3) temporary conditions that may affect sales by the dealer or converter.

(c) At the request of a dealer or converter before exceeding the maximum number of temporary tags established under this

1 section, the director or the director's designee may authorize
2 additional temporary tags of any type for the dealer or converter if
3 the dealer or converter demonstrates a need for additional
4 temporary tags resulting from business operations, including
5 anticipated need.

6 (d) The director's or director's designee's denial of a
7 request under Subsection (c) may not be overturned in the absence of
8 an abuse of discretion.

9 SECTION 2. This Act takes effect September 1, 2021.