## CERTIFICATION OF ENROLLMENT ENGROSSED SUBSTITUTE HOUSE BILL 2643

Chapter 216, Laws of 1992

52nd Legislature 1992 Regular Session

VEHICLE LICENSING AND REGISTRATION SERVICES--REVISIONS

EFFECTIVE DATE: 6/11/92

Passed by the House March 7, 1992 Yeas 81 Nays 15

JOE KING

Speaker of the House of Representatives

Passed by the Senate March 4, 1992 Yeas 32 Nays 16 CERTIFICATE

I, Alan Thompson, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is ENGROSSED SUBSTITUTE HOUSE BILL 2643 as passed by the House of Representatives and the Senate on the dates hereon set forth.

JOEL PRITCHARD

ALAN THOMPSON

President of the Senate

Chief Clerk

Approved April 2, 1992

FILED

April 2, 1992 - 12:11 p.m.

BOOTH GARDNER

Governor of the State of Washington

Secretary of State State of Washington

## ENGROSSED SUBSTITUTE HOUSE BILL 2643

## AS AMENDED BY THE SENATE

Passed Legislature - 1992 Regular Session

State of Washington 52nd Legislature 1992 Regular Session

**By** House Committee on Transportation (originally sponsored by Representatives Cooper and R. Fisher)

Read first time 02/11/92.

- 1 AN ACT Relating to vehicle licensing and registration activities;
- 2 amending RCW 46.01.140, 46.01.230, and 46.16.060; adding a new section
- 3 to chapter 46.01 RCW; and adding a new section to chapter 46.68 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 46.01.140 and 1991 c 339 s 16 are each amended to read 6 as follows:
- 7 (1) The county auditor, if appointed by the director of licensing
- 8 shall carry out the provisions of this title relating to the licensing
- 9 of vehicles and the issuance of vehicle license number plates under the
- 10 direction and supervision of the director and may with the approval of
- 11 the director appoint assistants as special deputies and recommend
- 12 subagents to accept applications and collect fees for vehicle licenses
- 13 and transfers and to deliver vehicle license number plates.

- 1 (2) A county auditor appointed by the director may request that the
- 2 director appoint subagencies within the county. Upon authorization of
- 3 the director, the auditor shall advertise a request for proposals and
- 4 use the process for soliciting vendors under RCW 39.04.190(2), except
- 5 that the provision requiring the contract to be awarded to the lowest
- 6 responsible bidder shall not apply. The auditor shall submit all
- 7 proposals to the director, and shall recommend the appointment of one
- 8 or more subagents who have applied through the request for proposal
- 9 process. The director has final appointment authority.
- 10 (3)(a) A county auditor who is appointed as an agent by the
- 11 <u>department shall enter into a standard contract provided by the</u>
- 12 director, developed with the advice of the title and registration
- 13 <u>advisory committee</u>.
- (b) A subagent appointed under subsection (2) of this section shall
- 15 <u>enter into a standard contract with the county auditor, developed</u> with
- 16 the advice of the title and registration advisory committee. The
- 17 director shall provide the standard contract to county auditors.
- 18 (c) The contracts provided for in (a) and (b) of this subsection
- 19 must contain at a minimum provisions that:
- 20 <u>(i) Describe the responsibilities, and where applicable, the</u>
- 21 liability, of each party relating to the service expectations and
- 22 levels, equipment to be supplied by the department, and equipment
- 23 <u>maintenance;</u>
- 24 (ii) Require the specific type of insurance or bonds so that the
- 25 state is protected against any loss of collected motor vehicle tax
- 26 <u>revenues or loss of equipment;</u>
- 27 (iii) Specify the amount of training that will be provided by the
- 28 state, the county auditor, or subagents;
- 29 (iv) Describe allowable costs that may be charged to motor vehicle
- 30 licensing activities as provided for in (d) of this subsection;

- 1 (v) Describe the causes and procedures for termination of the
- 2 contract, which may include mediation and binding arbitration.
- 3 (d) The department shall develop procedures that will standardize
- 4 and prescribe allowable costs that may be assigned to motor vehicle
- 5 <u>licensing activities performed by county auditors.</u>
- 6 (e) The contracts may include any provision that the director deems
- 7 necessary to ensure acceptable service and the full collection of motor
- 8 <u>vehicle tax revenues</u>.
- 9 (f) The director may waive any provisions of the contract deemed
- 10 necessary in order to ensure that readily accessible service is
- 11 provided to the citizens of the state.
- 12 (4)(a) At any time any application is made to the director, the
- 13 county auditor, or other agent pursuant to any law dealing with
- 14 licenses, registration, or the right to operate any vehicle upon the
- 15 public highways of this state, excluding applicants already paying such
- 16 fee under RCW 46.16.070 or 46.16.085, the applicant shall pay to the
- 17 director, county auditor, or other agent a fee of two dollars for each
- 18 application in addition to any other fees required by law.
- 19 (b) Counties that do not cover the expenses of motor vehicle
- 20 licensing activities may submit to the department a request for cost-
- 21 coverage moneys. The request must be submitted on a form developed by
- 22 the department. The department shall develop procedures to verify
- 23 whether a request is reasonable. Payment shall be made on requests
- 24 found to be allowable from the licensing services account.
- 25 (c) Applicants for certificates of ownership, including applicants
- 26 paying fees under RCW 46.16.070 or 46.16.085, shall pay to the
- 27 director, county auditor, or other agent a fee of three dollars in
- 28 addition to any other fees required by law.
- 29 ((These)) (d) The fees under (a) and (c) of this subsection, if
- 30 paid to the county auditor as agent of the director, or if paid to a

- 1 subagent of the county auditor, shall be paid to the county treasurer
- 2 in the same manner as other fees collected by the county auditor and
- 3 credited to the county current expense fund. If the fee is paid to
- 4 another agent of the director, the fee shall be used by the agent to
- 5 defray his or her expenses in handling the application.
- 6  $((\frac{3}{3}))$  A subagent  $(\frac{1}{3})$  A subagent  $(\frac{1}{3})$  A subagent  $(\frac{1}{3})$
- 7 charge of two dollars. However, from July 1, 1991, through June 30,
- 8 1992, subagents)) shall collect a service fee of (a) five dollars and
- 9 fifty cents for changes in a certificate of ownership, with or without
- 10 registration renewal, or verification of record and preparation of an
- 11 affidavit of lost title other than at the time of the title application
- 12 or transfer and (b) two dollars and twenty-five cents for registration
- 13 renewal only, issuing a transit permit, or any other service under this
- 14 section.
- 15  $((\frac{4}{1}))$  (6) If the fee is collected by the state patrol as agent
- 16 for the director, the fee so collected shall be certified to the state
- 17 treasurer and deposited to the credit of the state patrol highway
- 18 account. If the fee is collected by the department of transportation
- 19 as agent for the director, the fee shall be certified to the state
- 20 treasurer and deposited to the credit of the motor vehicle fund. All
- 21 such fees collected by the director or branches of his office shall be
- 22 certified to the state treasurer and deposited to the credit of the
- 23 highway safety fund.
- 24 (7) Any county revenues that exceed the cost of providing motor
- 25 <u>vehicle licensing activities in a county, calculated in accordance with</u>
- 26 the procedures in subsection (3)(d) of this section, shall be expended
- 27 <u>as determined by the county legislative authority during the process</u>
- 28 <u>established by law for adoption of county budgets.</u>
- 29 (8) The director may adopt rules to implement this section.

- 1 Sec. 2. RCW 46.01.230 and 1987 c 302 s 2 are each amended to read 2 as follows:
- (1) The department of licensing is authorized to accept checks and 3 money orders for payment of drivers' licenses, certificates of 4 ownership and registration, motor vehicle excise taxes, gross weight 5 6 fees, and other fees and taxes collected by the department, in accordance with regulations adopted by the director. The director's 7 regulations shall duly provide for the public's convenience consistent 8 with sound business practice and shall encourage the annual renewal of 9 10 vehicle registrations by mail to the department, authorizing checks and money orders for payment. Such regulations shall contain provisions 11 for cancellation of any registrations, licenses, or permits paid for by 12 checks or money orders which are not duly paid and for the necessary 13 accounting procedures in such cases: PROVIDED, That any bona fide 14 purchaser for value of a vehicle shall not be liable or responsible 15 for any prior uncollected taxes and fees paid, pursuant to this 16 17 section, by a check which has subsequently been dishonored: AND 18 PROVIDED FURTHER, That no transfer of ownership of a vehicle may be 19 denied to a bona fide purchaser for value of a vehicle if there are 20 outstanding uncollected fees or taxes for which a predecessor paid, pursuant to this section, by check which has subsequently been 21 dishonored nor shall the new owner be required to pay any fee for 22 replacement vehicle license number plates that may be required pursuant 23 24 to RCW 46.16.270 as now or hereafter amended.
- (2) It is a traffic infraction to fail to surrender within ten days to the department or any authorized agent of the department any certificate, license, or permit after being notified by certified mail that such certificate, license, or permit has been canceled pursuant to this section.

- 1 (3) Whenever registrations, licenses, or permits have been paid for
- 2 by checks that have been dishonored by nonacceptance or nonpayment, a
- 3 reasonable handling fee may be assessed for each such instrument.
- 4 Notwithstanding provisions of any other laws, county auditors, agents,
- 5 and subagents, appointed or approved by the director pursuant to RCW
- 6 46.01.140, may collect restitution, and where they have collected
- 7 restitution may retain the reasonable handling fee. The amount of the
- 8 reasonable handling fee may be set by rule by the director.
- 9 (4) In those counties where the county auditor has been appointed
- 10 an agent of the director under RCW 46.01.140, the auditor shall
- 11 continue to process mail-in registration renewals until directed
- 12 <u>otherwise</u> by <u>legislative</u> authority.
- 13 NEW SECTION. Sec. 3. A new section is added to chapter 46.01 RCW
- 14 to read as follows:
- The title and registration advisory committee is created within the
- 16 department. The committee consists of the director or a designee, who
- 17 shall serve as chair, the assistant director for vehicle services, the
- 18 administrator of title and registration services, two members from each
- 19 of the house and senate transportation committees, two county auditors
- 20 nominated by the Washington association of county officials, and two
- 21 representatives of subagents nominated by an association of vehicle
- 22 subagents. The committee shall meet at least twice a year, and may
- 23 meet as often as is necessary.
- 24 The committee's purpose is to foster communication between the
- 25 legislature, the department, county auditors, and subagents. The
- 26 committee shall make recommendations when requested by the legislative
- 27 transportation committee, or on its own initiative, about revisions to
- 28 fee structures, implications of fee revisions on cost sharing, and the
- 29 development of standard contracts provided for in RCW 46.01.140(3).

- 1 The committee shall make recommendations about fee revisions to the
- 2 legislative transportation committee by January 1, 1996.
- 3 Sec. 4. RCW 46.16.060 and 1987 1st ex.s. c 9 s 3 are each amended
- 4 to read as follows:
- 5 (1) Except for vehicles already so taxed in RCW 46.16.070 and
- 6 46.16.085 or as otherwise specifically provided by law for the
- 7 licensing of vehicles, there shall be paid and collected annually for
- 8 each registration year or fractional part thereof and upon each vehicle
- 9 a license fee of twenty-three dollars, but effective with initial motor
- 10 vehicle registrations that expire in January, 1989, and thereafter, the
- 11 license fee shall be twenty-seven dollars and seventy-five cents;
- 12 however, if the vehicle was previously licensed in this state and has
- 13 not been registered in another jurisdiction in the intervening period,
- 14 the renewal license fee shall be nineteen dollars, but effective with
- 15 vehicle license renewals that expire in January, 1989, and thereafter,
- 16 the renewal license fee shall be twenty-three dollars and seventy-five
- 17 cents. On all new and renewal license fees, an additional fifty cents
- 18 shall be collected and remitted to the department for deposit into the
- 19 <u>department of licensing services account of the motor vehicle fund.</u>
- 20 The proceeds of such fees shall be distributed in accordance with RCW
- 21 46.68.030. The fee for licensing each house-moving dolly which is used
- 22 exclusively for moving buildings or homes on the highway under special
- 23 permit as provided for in chapter 46.44 RCW shall be twenty-five
- 24 dollars, but effective with licenses that expire in January, 1989, and
- 25 thereafter, the fee shall be twenty-nine dollars and seventy-five
- 26 cents, and no other fee shall be charged for the load carried thereon.
- 27 (2) The department of licensing, county auditors, and other
- 28 authorized agents shall collect for any registration year any increase
- 29 in the fees authorized by this section for the months of that

- 1 registration year in which any such increase is effective in the same
- 2 manner and at the same time as such fees for that registration year
- 3 would otherwise be collected as provided by law.
- 4 NEW SECTION. Sec. 5. A new section is added to chapter 46.68 RCW
- 5 to read as follows:
- 6 The department of licensing services account is created in the
- 7 motor vehicle fund. All receipts from service fees received under RCW
- 8 46.01.140(4)(b) shall be deposited into the account. Moneys in the
- 9 account may be spent only after appropriation. Expenditures from the
- 10 account may be used only for information and service delivery systems
- 11 for the department, and for reimbursement of county licensing
- 12 activities.

Passed the House March 7, 1992. Passed the Senate March 4, 1992. Approved by the Governor April 2, 1992. Filed in Office of Secretary of State April 2, 1992.