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## HOUSE BILL 1311

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State of Washington 57th Legislature 2001 Regular Session

By Representatives Hankins, Hatfield, Mielke, Woods, Lovick, Fisher, Wood, Simpson, Mitchell, Morell, Santos, Schoesler, Mulliken, Edmonds and Haigh

Read first time 01/23/2001. Referred to Committee on Transportation.

- 1 AN ACT Relating to the transfer of appointment by subagents of
- 2 the director of the department of licensing; and amending RCW
- 3 46.01.140.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 46.01.140 and 1996 c 315 s 1 are each amended to read 6 as follows:
- 7 (1) The county auditor, if appointed by the director of
- 8 licensing shall carry out the provisions of this title relating to
- 9 the licensing of vehicles and the issuance of vehicle license
- 10 number plates under the direction and supervision of the director
- 11 and may with the approval of the director appoint assistants as
- 12 special deputies and recommend subagents to accept applications
- 13 and collect fees for vehicle licenses and transfers and to deliver
- 14 vehicle license number plates.
- 15 (2) A county auditor appointed by the director may request that
- 16 the director appoint subagencies within the county.
- 17 <u>(a)</u> Upon authorization of the director, the auditor shall

p. 1 HB 1311

- 1 advertise a request for proposals and use the process for
- 2 soliciting vendors under RCW 39.04.190(2), except that:
- 3 (i) The provision requiring the contract to be awarded to the
- 4 lowest responsible bidder shall not apply; and
- 5 (ii) A subagent may nominate a successor who is either the
- 6 <u>subagent's sibling, spouse, or child, or a subagency employee. The</u>
- 7 <u>auditor shall recommend the appointment of the nominated successor</u>
- 8 unless the auditor finds that the nominee does not meet the
- 9 eligibility requirements established in the policies and
- 10 procedures manual of the department of licensing. The department
- 11 shall adopt eligibility requirements in cooperation with the title
- 12 registration advisory committee.
- 13 (A) If a subagency is held by a partnership or corporate
- 14 entity, the nomination must be submitted on behalf of, and agreed
- 15 to by, all partners or corporate officers.
- 16 (B) No subagent may receive any direct or indirect compensation
- 17 or remuneration from any party or entity in recognition of a
- 18 successor nomination. A subagent may not receive any financial
- 19 benefit from the transfer or termination of an appointment.
- 20 (C) This subsection (2)(a)(ii) is intended to assist in the
- 21 <u>efficient transfer of appointments in order to minimize public</u>
- 22 <u>inconvenience</u>. It does not create any proprietary or property
- 23 <u>interest in the appointment</u>.
- 24 (b) The auditor shall submit all proposals to the director, and
- 25 shall recommend the appointment of one or more subagents who have
- 26 applied through the request for proposal process. The director has
- 27 final appointment authority.
- 28 (3)(a) A county auditor who is appointed as an agent by the
- 29 department shall enter into a standard contract provided by the
- 30 director, developed with the advice of the title and registration
- 31 advisory committee.
- 32 (b) A subagent appointed under subsection (2) of this section
- 33 shall enter into a standard contract with the county auditor,
- 34 developed with the advice of the title and registration advisory
- 35 committee. The director shall provide the standard contract to
- 36 county auditors.
- 37 (c) The contracts provided for in (a) and (b) of this
- 38 subsection must contain at a minimum provisions that:

HB 1311 p. 2

- (i) Describe the responsibilities, and where applicable, the 1 2 liability, of each party relating to the service expectations and 3 levels, equipment to be supplied by the department, and equipment 4 maintenance;
- 5 (ii) Require the specific type of insurance or bonds so that the state is protected against any loss of collected motor vehicle 6 7 tax revenues or loss of equipment;
- 8 (iii) Specify the amount of training that will be provided by 9 the state, the county auditor, or subagents;
- 10 (iv) Describe allowable costs that may be charged to vehicle licensing activities as provided for in (d) of this subsection; 11
- (v) Describe the causes and procedures for termination of the 12 contract, which may include mediation and binding arbitration. 13
- 14 (d) The department shall develop procedures that will 15 standardize and prescribe allowable costs that may be assigned to 16 vehicle licensing and vessel registration and title activities 17 performed by county auditors.
- (e) The contracts may include any provision that the director 18 19 deems necessary to ensure acceptable service and the full collection of vehicle and vessel tax revenues. 20
- (f) The director may waive any provisions of the contract 21 deemed necessary in order to ensure that readily accessible 22 service is provided to the citizens of the state. 23
- 24 (4)(a) At any time any application is made to the director, the 25 county auditor, or other agent pursuant to any law dealing with 26 licenses, registration, or the right to operate any vehicle or 27 vessel upon the public highways or waters of this state, excluding applicants already paying such fee under RCW 46.16.070 or 28 29 46.16.085, the applicant shall pay to the director, county
- 30 auditor, or other agent a fee of three dollars for each
- application in addition to any other fees required by law. 31 (b) Counties that do not cover the expenses of vehicle
- licensing and vessel registration and title activities may submit 33
- 34 to the department a request for cost-coverage moneys. The request
- must be submitted on a form developed by the department. 35
- department shall develop procedures to verify whether a request is 36
- 37 reasonable. Payment shall be made on requests found to be allowable
- 38 from the licensing services account.

32

p. 3 HB 1311

- 1 (c) Applicants for certificates of ownership, including 2 applicants paying fees under RCW 46.16.070 or 46.16.085, shall pay 3 to the director, county auditor, or other agent a fee of four 4 dollars in addition to any other fees required by law.
- (d) The fees under (a) and (c) of this subsection, if paid to 5 the county auditor as agent of the director, or if paid to a 6 7 subagent of the county auditor, shall be paid to the county 8 treasurer in the same manner as other fees collected by the county 9 auditor and credited to the county current expense fund. If the fee 10 is paid to another agent of the director, the fee shall be used by the agent to defray his or her expenses in handling the 11 12 application.
- 13 (5) A subagent shall collect a service fee of (a) seven dollars
  14 and fifty cents for changes in a certificate of ownership, with or
  15 without registration renewal, or verification of record and
  16 preparation of an affidavit of lost title other than at the time
  17 of the title application or transfer and (b) three dollars for
  18 registration renewal only, issuing a transit permit, or any other
  19 service under this section.
- 20 (6) If the fee is collected by the state patrol as agent for the director, the fee so collected shall be certified to the state 21 treasurer and deposited to the credit of the state patrol highway 22 account. If the fee is collected by the department of 23 24 transportation as agent for the director, the fee shall be 25 certified to the state treasurer and deposited to the credit of 26 the motor vehicle fund. All such fees collected by the director or branches of his office shall be certified to the state treasurer 27 and deposited to the credit of the highway safety fund. 28
- (7) Any county revenues that exceed the cost of providing vehicle licensing and vessel registration and title activities in a county, calculated in accordance with the procedures in subsection (3)(d) of this section, shall be expended as determined by the county legislative authority during the process established by law for adoption of county budgets.
- 35 (8) The director may adopt rules to implement this section.

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HB 1311 p. 4