## HOUSE BILL 3165

State of Washington 61st Legislature 2010 Regular Session

By Representative O'Brien

1 AN ACT Relating to subagent service fees; and amending RCW 2 46.01.140.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 46.01.140 and 2005 c 343 s 1 are each amended to read 5 as follows:

6 (1) The county auditor, if appointed by the director of licensing 7 shall carry out the provisions of this title relating to the licensing 8 of vehicles and the issuance of vehicle license number plates under the 9 direction and supervision of the director and may with the approval of 10 the director appoint assistants as special deputies and recommend 11 subagents to accept applications and collect fees for vehicle licenses 12 and transfers and to deliver vehicle license number plates.

(2) A county auditor appointed by the director may request that thedirector appoint subagencies within the county.

(a) Upon authorization of the director, the auditor shall use an open competitive process including, but not limited to, a written business proposal and oral interview to determine the qualifications of all interested applicants.

(b) A subagent may recommend a successor who is either the 1 2 subagent's sibling, spouse, or child, or a subagency employee, as long as the recommended successor participates in the open, competitive 3 4 select an applicant. process used to In making successor recommendation and appointment determinations, the following provisions 5 apply: 6

(i) If a subagency is held by a partnership or corporate entity,
the nomination must be submitted on behalf of, and agreed to by, all
partners or corporate officers.

10 (ii) No subagent may receive any direct or indirect compensation or 11 remuneration from any party or entity in recognition of a successor 12 nomination. A subagent may not receive any financial benefit from the 13 transfer or termination of an appointment.

(iii) (a) and (b) of this subsection are intended to assist in the efficient transfer of appointments in order to minimize public inconvenience. They do not create a proprietary or property interest in the appointment.

(c) The auditor shall submit all proposals to the director, and 18 shall recommend the appointment of one or more subagents who have 19 applied through the open competitive process. The auditor shall 20 21 include in his or her recommendation to the director, not only the name 22 of the successor who is a relative or employee, if applicable and if 23 otherwise qualified, but also the name of one other applicant who is 24 qualified and was chosen through the open competitive process. The 25 director has final appointment authority.

26 (3)(a) A county auditor who is appointed as an agent by the 27 department shall enter into a standard contract provided by the 28 director, developed with the advice of the title and registration 29 advisory committee.

30 (b) A subagent appointed under subsection (2) of this section shall 31 enter into a standard contract with the county auditor, developed with 32 the advice of the title and registration advisory committee. The 33 director shall provide the standard contract to county auditors.

34 (c) The contracts provided for in (a) and (b) of this subsection 35 must contain at a minimum provisions that:

36 (i) Describe the responsibilities, and where applicable, the37 liability, of each party relating to the service expectations and

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1 levels, equipment to be supplied by the department, and equipment 2 maintenance;

3 (ii) Require the specific type of insurance or bonds so that the 4 state is protected against any loss of collected motor vehicle tax 5 revenues or loss of equipment;

6 (iii) Specify the amount of training that will be provided by the 7 state, the county auditor, or subagents;

8 (iv) Describe allowable costs that may be charged to vehicle 9 licensing activities as provided for in (d) of this subsection;

10 (v) Describe the causes and procedures for termination of the 11 contract, which may include mediation and binding arbitration.

12 (d) The department shall develop procedures that will standardize 13 and prescribe allowable costs that may be assigned to vehicle licensing 14 and vessel registration and title activities performed by county 15 auditors.

16 (e) The contracts may include any provision that the director deems 17 necessary to ensure acceptable service and the full collection of 18 vehicle and vessel tax revenues.

(f) The director may waive any provisions of the contract deemed necessary in order to ensure that readily accessible service is provided to the citizens of the state.

(4)(a) At any time any application is made to the director, the 22 23 county auditor, or other agent pursuant to any law dealing with 24 licenses, registration, or the right to operate any vehicle or vessel upon the public highways or waters of this state, excluding applicants 25 26 already paying such fee under RCW 46.16.070 or 46.16.085, the applicant 27 shall pay to the director, county auditor, or other agent a fee of three dollars for each application in addition to any other fees 28 29 required by law.

30 (b) Counties that do not cover the expenses of vehicle licensing 31 and vessel registration and title activities may submit to the 32 department a request for cost-coverage moneys. The request must be 33 submitted on a form developed by the department. The department shall 34 develop procedures to verify whether a request is reasonable. Payment 35 shall be made on requests found to be allowable from the licensing 36 services account.

37 (c) Applicants for certificates of ownership, including applicants

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1 paying fees under RCW 46.16.070 or 46.16.085, shall pay to the 2 director, county auditor, or other agent a fee of four dollars in 3 addition to any other fees required by law.

4 (d) The fees under (a) and (c) of this subsection, if paid to the 5 county auditor as agent of the director, or if paid to a subagent of 6 the county auditor, shall be paid to the county treasurer in the same 7 manner as other fees collected by the county auditor and credited to 8 the county current expense fund. If the fee is paid to another agent 9 of the director, the fee shall be used by the agent to defray his or 10 her expenses in handling the application.

(e) Applicants required to pay the three-dollar fee established under (a) of this subsection, must pay an additional seventy-five cents, which must be collected and remitted to the state treasurer and distributed as follows:

(i) Fifty cents must be deposited into the department of licensing services account of the motor vehicle fund and must be used for agent and subagent support, which is to include but not be limited to the replacement of department-owned equipment in the possession of agents and subagents.

20 (ii) Twenty-five cents must be deposited into the license plate 21 technology account created under RCW 46.16.685.

(5) A subagent shall collect a service fee of (a) ((ten)) twelve dollars for changes in a certificate of ownership, with or without registration renewal, or verification of record and preparation of an affidavit of lost title other than at the time of the title application or transfer and (b) ((four)) five dollars for registration renewal only, issuing a transit permit, or any other service under this section.

(6) If the fee is collected by the state patrol as agent for the 29 30 director, the fee so collected shall be certified to the state treasurer and deposited to the credit of the state patrol highway 31 32 account. If the fee is collected by the department of transportation as agent for the director, the fee shall be certified to the state 33 treasurer and deposited to the credit of the motor vehicle fund. All 34 35 such fees collected by the director or branches of his office shall be 36 certified to the state treasurer and deposited to the credit of the 37 highway safety fund.

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1 (7) Any county revenues that exceed the cost of providing vehicle 2 licensing and vessel registration and title activities in a county, 3 calculated in accordance with the procedures in subsection (3)(d) of 4 this section, shall be expended as determined by the county legislative 5 authority during the process established by law for adoption of county 6 budgets.

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(8) The director may adopt rules to implement this section.

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