- 2 **ESHB 2643** S COMM AMD
- 3 By Committee on Transportation
- 4 ADOPTED 3/4/92
- 5 Strike everything after the enacting clause and insert the
- 6 following:
- 7 "Sec. 1. RCW 46.01.140 and 1991 c 339 s 16 are each amended to
- 8 read as follows:
- 9 (1) The county auditor, if appointed by the director of licensing
- 10 shall carry out the provisions of this title relating to the licensing
- 11 of vehicles and the issuance of vehicle license number plates under the
- 12 direction and supervision of the director and may with the approval of
- 13 the director appoint assistants as special deputies and recommend
- 14 subagents to accept applications and collect fees for vehicle licenses
- 15 and transfers and to deliver vehicle license number plates.
- 16 (2) A county auditor appointed by the director may request that the
- 17 director appoint subagencies within the county. Upon authorization of
- 18 the director, the auditor shall advertise a request for proposals and
- 19 use the process for soliciting vendors under RCW 39.04.190(2), except
- 20 that the provision requiring the contract to be awarded to the lowest
- 21 responsible bidder shall not apply. The auditor shall submit all
- 22 proposals to the director, and shall recommend the appointment of one
- 23 or more subagents who have applied through the request for proposal
- 24 process. The director has final appointment authority.
- 25 (3)(a) A county auditor who is appointed as an agent by the
- 26 department shall enter into a standard contract provided by the
- 27 director, developed with the advice of the title and registration
- 28 advisory committee.

- 1 (b) A subagent appointed under subsection (2) of this section shall
- 2 <u>enter into a standard contract with the county auditor, developed with</u>
- 3 the advice of the title and registration advisory committee. The
- 4 director shall provide the standard contract to county auditors.
- 5 (c) The contracts provided for in (a) and (b) of this subsection
- 6 must contain at a minimum provisions that:
- 7 (i) Describe the responsibilities, and where applicable, the
- 8 liability, of each party relating to the service expectations and
- 9 <u>levels</u>, <u>equipment</u> to <u>be supplied</u> by the <u>department</u>, and <u>equipment</u>
- 10 maintenance;
- 11 (ii) Require the specific type of insurance or bonds so that the
- 12 state is protected against any loss of collected motor vehicle tax
- 13 revenues or loss of equipment;
- (iii) Specify the amount of training that will be provided by the
- 15 state, the county auditor, or subagents;
- 16 (iv) Describe allowable costs that may be charged to motor vehicle
- 17 licensing activities as provided for in (d) of this subsection;
- 18 (v) Describe the causes and procedures for termination of the
- 19 contract, which may include mediation and binding arbitration.
- 20 (d) The department shall develop procedures that will standardize
- 21 and prescribe allowable costs that may be assigned to motor vehicle
- 22 licensing activities performed by county auditors.
- (e) The contracts may include any provision that the director deems
- 24 necessary to ensure acceptable service and the full collection of motor
- 25 <u>vehicle tax revenues.</u>
- 26 (f) The director may waive any provisions of the contract deemed
- 27 necessary in order to ensure that readily accessible service is
- 28 provided to the citizens of the state.
- 29 (4)(a) At any time any application is made to the director, the
- 30 county auditor, or other agent pursuant to any law dealing with

- 1 licenses, registration, or the right to operate any vehicle upon the
- 2 public highways of this state, excluding applicants already paying such
- 3 fee under RCW 46.16.070 or 46.16.085, the applicant shall pay to the
- 4 director, county auditor, or other agent a fee of two dollars for each
- 5 application in addition to any other fees required by law.
- 6 (b) Counties that do not cover the expenses of motor vehicle
- 7 licensing activities may submit to the department a request for cost-
- 8 coverage moneys. The request must be submitted on a form developed by
- 9 the department. The department shall develop procedures to verify
- 10 whether a request is reasonable. Payment shall be made on requests
- 11 <u>found to be allowable from the licensing services account.</u>
- 12 <u>(c)</u> Applicants for certificates of ownership, including applicants
- 13 paying fees under RCW 46.16.070 or 46.16.085, shall pay to the
- 14 director, county auditor, or other agent a fee of three dollars in
- 15 addition to any other fees required by law.
- 16 ((These)) (d) The fees under (a) and (c) of this subsection, if
- 17 paid to the county auditor as agent of the director, or if paid to a
- 18 subagent of the county auditor, shall be paid to the county treasurer
- 19 in the same manner as other fees collected by the county auditor and
- 20 credited to the county current expense fund. If the fee is paid to
- 21 another agent of the director, the fee shall be used by the agent to
- 22 defray his or her expenses in handling the application.
- 23 (((3))) A subagent ((is entitled to an additional service)
- 24 charge of two dollars. However, from July 1, 1991, through June 30,
- 25 1992, subagents)) shall collect a service fee of (a) five dollars and
- 26 fifty cents for changes in a certificate of ownership, with or without
- 27 registration renewal, or verification of record and preparation of an
- 28 affidavit of lost title other than at the time of the title application
- 29 or transfer and (b) two dollars and twenty-five cents for registration

- 1 renewal only, issuing a transit permit, or any other service under this
- 2 section.
- 3  $((\frac{4}{1}))$  (6) If the fee is collected by the state patrol as agent
- 4 for the director, the fee so collected shall be certified to the state
- 5 treasurer and deposited to the credit of the state patrol highway
- 6 account. If the fee is collected by the department of transportation
- 7 as agent for the director, the fee shall be certified to the state
- 8 treasurer and deposited to the credit of the motor vehicle fund. All
- 9 such fees collected by the director or branches of his office shall be
- 10 certified to the state treasurer and deposited to the credit of the
- 11 highway safety fund.
- 12 (7) Any county revenues that exceed the cost of providing motor
- 13 <u>vehicle licensing activities in a county, calculated in accordance with</u>
- 14 the procedures in subsection (3)(d) of this section, shall be expended
- 15 as determined by the county legislative authority during the process
- 16 <u>established by law for adoption of county budgets.</u>
- 17 <u>(8) The director may adopt rules to implement this section.</u>"
- 18 "Sec. 2. RCW 46.01.230 and 1987 c 302 s 2 are each amended to read
- 19 as follows:
- 20 (1) The department of licensing is authorized to accept checks and
- 21 money orders for payment of drivers' licenses, certificates of
- 22 ownership and registration, motor vehicle excise taxes, gross weight
- 23 fees, and other fees and taxes collected by the department, in
- 24 accordance with regulations adopted by the director. The director's
- 25 regulations shall duly provide for the public's convenience consistent
- 26 with sound business practice and shall encourage the annual renewal of
- 27 vehicle registrations by mail to the department, authorizing checks and
- 28 money orders for payment. Such regulations shall contain provisions
- 29 for cancellation of any registrations, licenses, or permits paid for by

- 1 checks or money orders which are not duly paid and for the necessary
- 2 accounting procedures in such cases: PROVIDED, That any bona fide
- 3 purchaser for value of a vehicle shall not be liable or responsible
- 4 for any prior uncollected taxes and fees paid, pursuant to this
- 5 section, by a check which has subsequently been dishonored: AND
- 6 PROVIDED FURTHER, That no transfer of ownership of a vehicle may be
- 7 denied to a bona fide purchaser for value of a vehicle if there are
- 8 outstanding uncollected fees or taxes for which a predecessor paid,
- 9 pursuant to this section, by check which has subsequently been
- 10 dishonored nor shall the new owner be required to pay any fee for
- 11 replacement vehicle license number plates that may be required pursuant
- 12 to RCW 46.16.270 as now or hereafter amended.
- 13 (2) It is a traffic infraction to fail to surrender within ten days
- 14 to the department or any authorized agent of the department any
- 15 certificate, license, or permit after being notified by certified mail
- 16 that such certificate, license, or permit has been canceled pursuant to
- 17 this section.
- 18 (3) Whenever registrations, licenses, or permits have been paid for
- 19 by checks that have been dishonored by nonacceptance or nonpayment, a
- 20 reasonable handling fee may be assessed for each such instrument.
- 21 Notwithstanding provisions of any other laws, county auditors, agents,
- 22 and subagents, appointed or approved by the director pursuant to RCW
- 23 46.01.140, may collect restitution, and where they have collected
- 24 restitution may retain the reasonable handling fee. The amount of the
- 25 reasonable handling fee may be set by rule by the director.
- 26 (4) In those counties where the county auditor has been appointed
- 27 an agent of the director under RCW 46.01.140, the auditor shall
- 28 continue to process mail-in registration renewals until directed
- 29 <u>otherwise</u> by <u>legislative</u> authority."

- 1 "NEW SECTION. Sec. 3. A new section is added to chapter 46.01 RCW
- 2 to read as follows:
- 3 The title and registration advisory committee is created within the
- 4 department. The committee consists of the director or a designee, who
- 5 shall serve as chair, the assistant director for vehicle services, the
- 6 administrator of title and registration services, two members from each
- 7 of the house and senate transportation committees, two county auditors
- 8 nominated by the Washington association of county officials, and two
- 9 representatives of subagents nominated by an association of vehicle
- 10 subagents. The committee shall meet at least twice a year, and may
- 11 meet as often as is necessary.
- 12 The committee's purpose is to foster communication between the
- 13 legislature, the department, county auditors, and subagents. The
- 14 committee shall make recommendations when requested by the legislative
- 15 transportation committee, or on its own initiative, about revisions to
- 16 fee structures, implications of fee revisions on cost sharing, and the
- 17 development of standard contracts provided for in RCW 46.01.140(3).
- 18 The committee shall make recommendations about fee revisions to the
- 19 legislative transportation committee by January 1, 1996."
- 20 "Sec. 4. RCW 46.16.060 and 1987 1st ex.s. c 9 s 3 are each amended
- 21 to read as follows:
- 22 (1) Except for vehicles already so taxed in RCW 46.16.070 and
- 23 46.16.085 or as otherwise specifically provided by law for the
- 24 licensing of vehicles, there shall be paid and collected annually for
- 25 each registration year or fractional part thereof and upon each vehicle
- 26 a license fee of twenty-three dollars, but effective with initial motor
- 27 vehicle registrations that expire in January, 1989, and thereafter, the
- 28 license fee shall be twenty-seven dollars and seventy-five cents;
- 29 however, if the vehicle was previously licensed in this state and has

- 1 not been registered in another jurisdiction in the intervening period,
- 2 the renewal license fee shall be nineteen dollars, but effective with
- 3 vehicle license renewals that expire in January, 1989, and thereafter,
- 4 the renewal license fee shall be twenty-three dollars and seventy-five
- 5 cents. On all new and renewal license fees, an additional fifty cents
- 6 shall be collected and remitted to the department for deposit into the
- 7 department of licensing services account of the motor vehicle fund.
- 8 The proceeds of such fees shall be distributed in accordance with RCW
- 9 46.68.030. The fee for licensing each house-moving dolly which is used
- 10 exclusively for moving buildings or homes on the highway under special
- 11 permit as provided for in chapter 46.44 RCW shall be twenty-five
- 12 dollars, but effective with licenses that expire in January, 1989, and
- 13 thereafter, the fee shall be twenty-nine dollars and seventy-five
- 14 cents, and no other fee shall be charged for the load carried thereon.
- 15 (2) The department of licensing, county auditors, and other
- 16 authorized agents shall collect for any registration year any increase
- 17 in the fees authorized by this section for the months of that
- 18 registration year in which any such increase is effective in the same
- 19 manner and at the same time as such fees for that registration year
- 20 would otherwise be collected as provided by law."
- "NEW SECTION. Sec. 5. A new section is added to chapter 46.68 RCW
- 22 to read as follows:
- 23 The department of licensing services account is created in the
- 24 motor vehicle fund. All receipts from service fees received under RCW
- 25 46.01.140(4)(b) shall be deposited into the account. Moneys in the
- 26 account may be spent only after appropriation. Expenditures from the
- 27 account may be used only for information and service delivery systems
- 28 for the department, and for reimbursement of county licensing
- 29 activities."

## 1 ESHB 2643 - S COMM AMD

2 By Committee on Transportation

3 ADOPTED 3/4/92

- 4 On page 1, line 1 of the title, after "activities;" strike the
- 5 remainder of the title and insert "amending RCW 46.01.140, 46.01.230,
- 6 and 46.16.060; adding a new section to chapter 46.01 RCW; and adding a
- 7 new section to chapter 46.68 RCW."