H-4634.	1	

SUBSTITUTE HOUSE BILL 2506

State of Washington 56th Legislature 2000 Regular Session

By House Committee on Transportation (originally sponsored by Representatives Fisher, Mitchell and Hurst)

Read first time 02/07/2000. Referred to Committee on .

- 1 AN ACT Relating to the transfer of appointments by subagents of the
- 2 director of the department of licensing; and amending RCW 46.01.140.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 46.01.140 and 1996 c 315 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.
- 13 (2) A county auditor appointed by the director may request that the
- 14 director appoint subagencies within the county.
- 15 (a) Upon authorization of the director, the auditor shall advertise
- 16 a request for proposals and use the process for soliciting vendors
- 17 under RCW 39.04.190(2), except that:
- 18 (i) The provision requiring the contract to be awarded to the
- 19 lowest responsible bidder shall not apply; and

p. 1 SHB 2506

- (ii) A subagent may nominate a successor who is either the subagent's sibling, spouse, or child, or a subagency employee. The auditor shall recommend the appointment of the nominated successor unless the auditor finds that the nominee does not meet the established eligibility requirements. The department shall adopt eligibility requirements in cooperation with the title registration advisory committee.
- 8 (A) If a subagency is held by a partnership or corporate entity the
 9 nomination must be submitted on behalf of, and agreed to by, all
 10 partners or corporate officers.
- 11 (B) No subagent may receive any direct or indirect compensation or 12 remuneration from any party or entity in recognition of a successor 13 nomination. A subagent may not receive any financial benefit from the 14 transfer or termination of an appointment.
- 15 (C) This subsection (2)(a)(ii) is intended to assist in the 16 efficient transfer of appointments in order to minimize public 17 inconvenience. It does not create any proprietary or property interest 18 in the appointment.
- 19 <u>(b)</u> The auditor shall submit all proposals to the director, and 20 shall recommend the appointment of one or more subagents who have 21 applied through the request for proposal process. The director has 22 final appointment authority.
- (3)(a) A county auditor who is appointed as an agent by the department shall enter into a standard contract provided by the director, developed with the advice of the title and registration advisory committee.
- (b) A subagent appointed under subsection (2) of this section shall enter into a standard contract with the county auditor, developed with the advice of the title and registration advisory committee. The director shall provide the standard contract to county auditors.
- 31 (c) The contracts provided for in (a) and (b) of this subsection 32 must contain at a minimum provisions that:
- (i) Describe the responsibilities, and where applicable, the liability, of each party relating to the service expectations and levels, equipment to be supplied by the department, and equipment maintenance;
- 37 (ii) Require the specific type of insurance or bonds so that the 38 state is protected against any loss of collected motor vehicle tax 39 revenues or loss of equipment;

SHB 2506 p. 2

- 1 (iii) Specify the amount of training that will be provided by the 2 state, the county auditor, or subagents;
- 3 (iv) Describe allowable costs that may be charged to vehicle 4 licensing activities as provided for in (d) of this subsection;
- (v) Describe the causes and procedures for termination of the contract, which may include mediation and binding arbitration.
- 7 (d) The department shall develop procedures that will standardize 8 and prescribe allowable costs that may be assigned to vehicle licensing 9 and vessel registration and title activities performed by county 10 auditors.
- 11 (e) The contracts may include any provision that the director deems 12 necessary to ensure acceptable service and the full collection of 13 vehicle and vessel tax revenues.
- 14 (f) The director may waive any provisions of the contract deemed 15 necessary in order to ensure that readily accessible service is 16 provided to the citizens of the state.
- 17 (4)(a) At any time any application is made to the director, the county auditor, or other agent pursuant to any law dealing with 18 19 licenses, registration, or the right to operate any vehicle or vessel 20 upon the public highways or waters of this state, excluding applicants already paying such fee under RCW 46.16.070 or 46.16.085, the applicant 21 shall pay to the director, county auditor, or other agent a fee of 22 23 three dollars for each application in addition to any other fees 24 required by law.
- (b) Counties that do not cover the expenses of vehicle licensing and vessel registration and title activities may submit to the department a request for cost-coverage moneys. The request must be submitted on a form developed by the department. The department shall develop procedures to verify whether a request is reasonable. Payment shall be made on requests found to be allowable from the licensing services account.
- 32 (c) Applicants for certificates of ownership, including applicants 33 paying fees under RCW 46.16.070 or 46.16.085, shall pay to the 34 director, county auditor, or other agent a fee of four dollars in 35 addition to any other fees required by law.

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(d) The fees under (a) and (c) of this subsection, if paid to the county auditor as agent of the director, or if paid to a subagent of the county auditor, shall be paid to the county treasurer in the same manner as other fees collected by the county auditor and credited to

p. 3 SHB 2506

- the county current expense fund. If the fee 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 application.
- (5) A subagent shall collect a service fee of (a) seven dollars and fifty cents 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) three dollars for registration renewal only, issuing a transit permit, or any other service under this section.
- 10 (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 11 treasurer and deposited to the credit of the state patrol highway 12 account. If the fee is collected by the department of transportation 13 as agent for the director, the fee shall be certified to the state 14 15 treasurer and deposited to the credit of the motor vehicle fund. All 16 such fees collected by the director or branches of his office shall be 17 certified to the state treasurer and deposited to the credit of the highway safety fund. 18
- 19 (7) Any county revenues that exceed the cost of providing vehicle 20 licensing and vessel registration and title activities in a county, 21 calculated in accordance with the procedures in subsection (3)(d) of 22 this section, shall be expended as determined by the county legislative 23 authority during the process established by law for adoption of county 24 budgets.
 - (8) The director may adopt rules to implement this section.

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SHB 2506 p. 4

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