House Bill 1100
By: Representatives New of the $64^{\text {th }}$, Corbett of the $174^{\text {th }}$, Prince of the $132^{\text {nd }}$, Smith of the $138^{\text {th }}$, McClain of the $109^{\text {th }}$, and others

## A BILL TO BE ENTITLED

AN ACT

To amend Title 40 of the Official Code of Georgia Annotated, relating to motor vehicles and traffic, so as to authorize the use of electronic notifications and communications by the Department of Revenue to motor vehicle owners relative to motor vehicle registration and certificates of title upon consent; to provide for definitions; to provide for standards and conditions to obtain such consent; to provide for the issuance of vehicle registration and license plates for government owned vehicles; to provide for exceptions; to revise a definition; to provide for conforming changes; to provide for the establishment of a system for the electronic storage and transfer of certificates of title; to authorize the transfer of certificates of title or granting of security interests therein electronically; to provide for related matters; to provide for an effective date; to repeal conflicting laws; and for other purposes.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

## SECTION 1.

Title 40 of the Official Code of Georgia Annotated, relating to motor vehicles and traffic, is amended by adding a new Code section to read as follows:
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"40-1-9.
(a) For purposes of this Code section, the term:
(1) 'Department' means the Department of Revenue.
(2) 'Owner' means a person having an interest in or title to a vehicle. Such term shall include a lienholder, security interest holder, and any person entitled to the use or possession of a vehicle subject to a security interest or lien by another person and includes a lessee under a lease not intended as security.
(b) Notice required by the department upon an owner pursuant to Chapter 2 or 3 of this title shall be satisfied by electronic means when:
(1) The owner consents to receive notifications and communications electronically pursuant to the conditions set forth in subsection (c) of this Code section; and (2) The department includes any record of transmission of any electronic notification or communication to the owner in the motor vehicle title and registration records for such owner.
(c) The department shall be authorized to utilize electronic notifications and communications for any owner who agrees to a statement which reads:

I AGREE TO RECEIVE ALL NOTIFICATIONS AND COMMUNICATIONS
ELECTRONICALLY. SUCH ELECTRONIC NOTIFICATIONS OR COMMUNICATIONS MAY INCLUDE SUSPENSION, CANCELLATION, OR REVOCATION OF VEHICLE TITLE OR REGISTRATION NOTICES.'
(d) If the department becomes aware that an electronic notification or communication was not transmitted to an owner, the department shall send the notification or communication as otherwise required by applicable law.
(e) The department shall retain a record pursuant to Chapter 12 of Title 10, the 'Uniform Electronic Transactions Act,' of any electronic notification or communication sent pursuant to this Code section. Such record shall be retrievable by the department for a period of ten years after the date such electronic notification or communication was sent.
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(f) An owner may withdraw his or her consent to receive notifications and communications by electronic means upon a method established by the department for such purpose pursuant to rule or regulation.
(g) Any notification or communication sent by electronic means pursuant to this Code section shall comply with the requirements set forth in Chapter 12 of Title 10, the 'Uniform Electronic Transactions Act." ${ }^{\prime \prime}$

## SECTION 2.

Said title is further amended in Code Section 40-2-20, relating to registration and license requirements, certificate of registration and temporary operating permit, and two-year registration option for new motor vehicles, by revising paragraph (1) of subsection (b) as follows:
"(1) To any motor vehicle or trailer owned by the state or any municipality or other political subdivision of this state and usedexelusively for governmental funetions except to the extent provided by Code Section 40-2-37;"

## SECTION 3.

Said title is further amended by revising Code Section 40-2-37, relating to registration and licensing of vehicles of state and political subdivisions, as follows:
"40-2-37.
(a) Except as otherwise provided in subsection (c) of this Code section, all Alt vehicles of the type required to be registered by Code Section 40-2-20 owned by the State of Georgia or any municipality or other political subdivision of this state and used exclusively for governmental functions, exeept those employed in secret investigatory police functions to which regular Georgia lieense plates are issued, and exeept for those assigned for the transportation of employees of the Georgia Lottery Corporation to which regular Georgia tieense plates are issued, shall be registered with the commissioner by the fiscal officers
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or other proper officials of the respective departments and agencies of the state, municipality, or political subdivision to which such vehicles belong prior to operation and use thereof. Such registration shall be made upon forms prescribed and prepared by the commissioner for such purpose and shall contain a brief description of the vehicle to be registered; its name and model; the name of the manufacturer; the manufacturer's vehicle identification number; the department, agency, political subdivision, or branch thereof to which such vehicle is to be registered; and such other information as to use and identity as the commissioner may require. Upon the filing of the properly executed application for registration, the commissioner, upon being satisfied that such vehicle is bona fide owned by the state or a municipality or political subdivision thereof and is to be usedexelusively for governmental functions, shall issue, upon payment by such applicant of a an initial license fee of $\$ 3.00$, shall issue a license plate which shall be displayed upon such vehicle in the same manner as provided for private vehicles. The license fee, tess the actuat manufacturing cost of the plates which will be retained by the department, shall be deposited in the general fund of the state treasury. Such license plates shall be replaced at such time as other license plates issued for private vehicles are required to be replaced.
(b) Except as otherwise provided for in subsection (c) of this Code section, the For alt vehieles owned by the State of Georgia or any municipality or other politieal subdivision of this state, exeept those vehicles employed in covert or seeret investigatory police functions to which regular Georgia license plates are issued, those assigned for the transportation of employees of the Georgia Lottery Corporation to whieh regular Georgia tieense plates are issued, and those vehieles owned by the Bepartment of Publie Safety, the eommissioner shall provide for registration and issuance of regular license plates for such vehicles. The license plates issued pursuant to this subsection (a) of this Code section shall be identical in appearance to regular license plates issued for private vehicles, except that such license plates shall not display any registration expiration. Sueh lieense plates may
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be transferred as provided for in subsection (d) of this Code seetion. Sueh license plates shall be issued at the time the vehiele is purehased by the state.
(c) All license plates issued to government vehicles pursuant to this Code section and shall be marked in such a manner as to indicate the specific type of governmental unit operating the vehicle. These markings shall be prominently displayed and shall consist of one of the following appropriate legends: 'STATE, ' 'CITY, ' 'COUNTY,' 'AUTHORITY,' or 'BOARD.' In addition, each such license plate shall bear a county identification strip indicating the county in which the vehicle is based , except that vehicles owned by the state shall not be $^{2}$ required to bear such county identification strip. The commissioner shallbe authorized to grant a waiver of the requirements of this subsection such that regular Georgia license plates may be issued for any vehicle or vehicles
(c) Vehicles owned by the State of Georgia, any municipality of this state, or any other political subdivision of this state that are utilized in covert or secret investigatory police functions, assigned for the transportation of employees of the Georgia Lottery Corporation, or owned by the Department of Public Safety, shall be issued regular license plates upon the filing of the properly executed application for registration and payment of the applicable license fee. The commissioner shall be authorized to grant a waiver of the requirements of subsection (b) of this Code section such that regular license plates may be issued for any vehicle or vehicles owned by the State of Georgia, any municipality of this state, or any other political subdivision of this state upon finding issuance of such waiver to be in the best interest of public safety, public welfare, or efficient administration.
(d) Any suehtieense plates license plate issued pursuant to this Code section shall remain displayed and affixed upon such vehicle so long as such vehicle continues to be owned by the state or such municipality or political subdivision and used exelusively for governmental functions. Upon cessation of either suchownership or use ownership by the state or a municipality or political subdivision thereof, the license plate issued pursuant to this Code section shall be removed from such vehicle and returned to the commissioner or
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the county tag agent for destruction. In the event of a transfer of a vehicle to a department or agency, or branch thereof, other than the specific one to which such vehicle is registered, the commissioner shall be notified in writing by the department or agency from which the same is being transferred upon a form prepared and furnished for such purpose by the commissioner. On due proof of loss of any such license plate, or of mutilation due to accidental or natural causes, another license plate may be issued upon application of the fiscal officer or other proper official of the department, agency, or political subdivision to which any such lost plate is registered.
(e) No person, firm, or corporation owning or operating any such a motor vehicle shall display upon the such motor vehicle any license plate provided for in this Code section unless at the time of such ownership or operation such vehicle is properly registered under this Code section and is owned by the state or a municipality or political subdivision of this state and is being used exclusively for governmental purposes. Any person who violates this subsection shall be guilty of a misdemeanor.
(f) This Code section shall apply to all vehiele lieense plates issued for governmentat vehieles on and after Jantuary 1, 2007."

## SECTION 4.

Said title is further amended in Code Section 40-2-50, relating to definitions relative to fleet vehicles, by revising paragraph (1) as follows:
"(1) 'Fleet' means 100 or more motor vehicles or trailers."

## SECTION 5.

Said title is further amended in Code Section 40-2-151, relating to annual license fees for operation of vehicles, fee for permanent licensing of certain trailers, and fee for new passenger car with paid title ad valorem taxes, by revising paragraph (14) of subsection (a) as follows:
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"(14) For each motor vehicle owned by the state or by a political subdivision or municipality of the state and used exclusively for governmental functions . . $1.00^{\prime \prime}$

## SECTION 6.

Said title is further amended in Code Section 40-3-23, relating to issuance of certificate of title, maintenance of record of certificates issued, public inspection, and furnishing records for fee, by adding a new subsection to read as follows:
" $(\mathrm{g})$ The commissioner may provide by rule or regulation for the maintenance of certificate of title records in electronic format and in a system accessible by authorized users. Electronic evidence of a certificate of title maintained in such system shall serve as an accurate and true depiction of the state issued certificate of title for a vehicle. The commissioner may further provide by rule or regulation for the transfer of certificates of $\underline{\text { title or grant of security interests therein in electronic format through such system between }}$ authorized users. Any such electronic certificates of title or electronic transfers or grants of security interests shall be valid for all lawful purposes."

## SECTION 7.

This Act shall become effective upon its approval by the Governor or upon its becoming law without such approval.

## SECTION 8.

All laws and parts of laws in conflict with this Act are repealed.
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