House Bill 1100

By: Representatives New of the 64<sup>th</sup>, Corbett of the 174<sup>th</sup>, Prince of the 132<sup>nd</sup>, Smith of the 138<sup>th</sup>, McClain of the 109<sup>th</sup>, 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 1 traffic, so as to authorize the use of electronic notifications and communications by the 2 3 Department of Revenue to motor vehicle owners relative to motor vehicle registration and 4 certificates of title upon consent; to provide for definitions; to provide for standards and 5 conditions to obtain such consent; to provide for the issuance of vehicle registration and 6 license plates for government owned vehicles; to provide for exceptions; to revise a 7 definition; to provide for conforming changes; to provide for the establishment of a system 8 for the electronic storage and transfer of certificates of title; to authorize the transfer of 9 certificates of title or granting of security interests therein electronically; to provide for 10 related matters; to provide for an effective date; to repeal conflicting laws; and for other 11 purposes.

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# BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

13 SECTION 1.
14 Title 40 of the Official Code of Georgia Annotated, relating to motor vehicles and traffic, is
15 amended by adding a new Code section to read as follows:

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16	″ <u>40-1-9.</u>
17	(a) For purposes of this Code section, the term:
18	(1) 'Department' means the Department of Revenue.
19	(2) 'Owner' means a person having an interest in or title to a vehicle. Such term shall
20	include a lienholder, security interest holder, and any person entitled to the use or
21	possession of a vehicle subject to a security interest or lien by another person and
22	includes a lessee under a lease not intended as security.
23	(b) Notice required by the department upon an owner pursuant to Chapter 2 or 3 of this
24	title shall be satisfied by electronic means when:
25	(1) The owner consents to receive notifications and communications electronically
26	pursuant to the conditions set forth in subsection (c) of this Code section; and
27	(2) The department includes any record of transmission of any electronic notification or
28	communication to the owner in the motor vehicle title and registration records for such
29	owner.
30	(c) The department shall be authorized to utilize electronic notifications and
31	communications for any owner who agrees to a statement which reads:
32	'I AGREE TO RECEIVE ALL NOTIFICATIONS AND COMMUNICATIONS
33	ELECTRONICALLY. SUCH ELECTRONIC NOTIFICATIONS OR
34	COMMUNICATIONS MAY INCLUDE SUSPENSION, CANCELLATION, OR
35	<b>REVOCATION OF VEHICLE TITLE OR REGISTRATION NOTICES.</b>
36	(d) If the department becomes aware that an electronic notification or communication was
37	not transmitted to an owner, the department shall send the notification or communication
38	as otherwise required by applicable law.
39	(e) The department shall retain a record pursuant to Chapter 12 of Title 10, the 'Uniform
40	Electronic Transactions Act,' of any electronic notification or communication sent pursuant
41	to this Code section. Such record shall be retrievable by the department for a period of ten
42	years after the date such electronic notification or communication was sent.

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43 (f) An owner may withdraw his or her consent to receive notifications and
 44 communications by electronic means upon a method established by the department for such
 45 purpose pursuant to rule or regulation.

46 (g) Any notification or communication sent by electronic means pursuant to this Code

- 47 section shall comply with the requirements set forth in Chapter 12 of Title 10, the 'Uniform
- 48 <u>Electronic Transactions Act.'</u>"

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# **SECTION 2.**

50 Said title is further amended in Code Section 40-2-20, relating to registration and license 51 requirements, certificate of registration and temporary operating permit, and two-year 52 registration option for new motor vehicles, by revising paragraph (1) of subsection (b) as 53 follows:

54 "(1) To any motor vehicle or trailer owned by the state or any municipality or other 55 political subdivision of this state <del>and used exclusively for governmental functions</del> except 56 to the extent provided by Code Section 40-2-37;"

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### **SECTION 3.**

58 Said title is further amended by revising Code Section 40-2-37, relating to registration and

59 licensing of vehicles of state and political subdivisions, as follows:

60 "40-2-37.

(a) Except as otherwise provided in subsection (c) of this Code section, all All 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, except those employed in secret investigatory police functions to
which regular Georgia license plates are issued, and except for those assigned for the
transportation of employees of the Georgia Lottery Corporation to which regular Georgia
license plates are issued, shall be registered with the commissioner by the fiscal officers

68 or other proper officials of the respective departments and agencies of the state, 69 municipality, or political subdivision to which such vehicles belong prior to operation and 70 use thereof. Such registration shall be made upon forms prescribed and prepared by the 71 commissioner for such purpose and shall contain a brief description of the vehicle to be 72 registered; its name and model; the name of the manufacturer; the manufacturer's vehicle 73 identification number; the department, agency, political subdivision, or branch thereof to 74 which such vehicle is to be registered; and such other information as to use and identity as 75 the commissioner may require. Upon the filing of the properly executed application for 76 registration, the commissioner, upon being satisfied that such vehicle is bona fide owned 77 by the state or a municipality or political subdivision thereof and is to be used exclusively 78 for governmental functions, shall issue, upon payment by such applicant of a an initial 79 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, less the actual 80 81 manufacturing cost of the plates which will be retained by the department, shall be 82 deposited in the general fund of the state treasury. Such license plates shall be replaced at 83 such time as other license plates issued for private vehicles are required to be replaced.

84 (b) Except as otherwise provided for in subsection (c) of this Code section, the For all 85 vehicles owned by the State of Georgia or any municipality or other political subdivision 86 of this state, except those vehicles employed in covert or secret investigatory police 87 functions to which regular Georgia license plates are issued, those assigned for the 88 transportation of employees of the Georgia Lottery Corporation to which regular Georgia license plates are issued, and those vehicles owned by the Department of Public Safety, the 89 commissioner shall provide for registration and issuance of regular license plates for such 90 91 vehicles. The license plates issued pursuant to this subsection (a) of this Code section shall 92 be identical in appearance to regular license plates issued for private vehicles, except that 93 such license plates shall not display any registration expiration. Such license plates may

94 be transferred as provided for in subsection (d) of this Code section. Such license plates
95 shall be issued at the time the vehicle is purchased by the state.

96 (c) All license plates issued to government vehicles pursuant to this Code section and shall 97 be marked in such a manner as to indicate the specific type of governmental unit operating 98 the vehicle. These markings shall be prominently displayed and shall consist of one of the 99 following appropriate legends: 'STATE,' 'CITY,' 'COUNTY,' 'AUTHORITY,' or 'BOARD.' 100 In addition, each such license plate shall bear a county identification strip indicating the 101 county in which the vehicle is based, except that vehicles owned by the state shall not be 102 required to bear such county identification strip. The commissioner shall be authorized to grant a waiver of the requirements of this subsection such that regular Georgia license 103 104 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 105 106 political subdivision of this state that are utilized in covert or secret investigatory police 107 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 108 109 the filing of the properly executed application for registration and payment of the 110 applicable license fee. The commissioner shall be authorized to grant a waiver of the 111 requirements of subsection (b) of this Code section such that regular license plates may be 112 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 113 to be in the best interest of public safety, public welfare, or efficient administration. 114 (d) Any such license plates license plate issued pursuant to this Code section shall remain 115 displayed and affixed upon such vehicle so long as such vehicle continues to be owned by 116 the state or such municipality or political subdivision and used exclusively for 117 118 governmental functions. Upon cessation of either such ownership or use ownership by the

119 <u>state or a municipality or political subdivision thereof</u>, the license plate <u>issued pursuant to</u>

120 this Code section shall be removed from such vehicle and returned to the commissioner or

121 the county tag agent for destruction. In the event of a transfer of a vehicle to a department 122 or agency, or branch thereof, other than the specific one to which such vehicle is registered, 123 the commissioner shall be notified in writing by the department or agency from which the 124 same is being transferred upon a form prepared and furnished for such purpose by the 125 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 126 127 fiscal officer or other proper official of the department, agency, or political subdivision to 128 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 vehicle license plates issued for governmental
   vehicles on and after January 1, 2007."
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### **SECTION 4.**

138 Said title is further amended in Code Section 40-2-50, relating to definitions relative to fleet

139 vehicles, by revising paragraph (1) as follows:

140 "(1) 'Fleet' means 100 or more motor vehicles <u>or trailers</u>."

141 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:

- 146 "(14) For each motor vehicle owned by the state or by a political subdivision or
- 147 municipality of the state and used exclusively for governmental functions ... 1.00"
- 148 **SECTION 6.** 149 Said title is further amended in Code Section 40-3-23, relating to issuance of certificate of 150 title, maintenance of record of certificates issued, public inspection, and furnishing records 151 for fee, by adding a new subsection to read as follows: 152 (g) The commissioner may provide by rule or regulation for the maintenance of certificate 153 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 154 accurate and true depiction of the state issued certificate of title for a vehicle. The 155 commissioner may further provide by rule or regulation for the transfer of certificates of 156 title or grant of security interests therein in electronic format through such system between 157 authorized users. Any such electronic certificates of title or electronic transfers or grants 158 of security interests shall be valid for all lawful purposes." 159 160 **SECTION 7.** 
  - 161 This Act shall become effective upon its approval by the Governor or upon its becoming law
  - 162 without such approval.
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# **SECTION 8.**

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