House Bill 1100 (AS PASSED HOUSE AND SENATE) 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 lapses of motor vehicle insurance 4 coverage and certificates of title upon consent; to provide for definitions; to provide for 5 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 6 7 revise a definition; to provide for conforming changes; to provide for the establishment of 8 a system for the electronic storage and transfer of certificates of title; to authorize the transfer 9 of certificates of title or granting of security interests therein electronically; to authorize the 10 use of electronic notifications and communications by the Department of Driver Services to 11 drivers' license holders relative to renewal thereof upon consent; to provide for standards and 12 conditions to obtain such consent; to provide for related matters; to provide for an effective 13 date; to repeal conflicting laws; and for other purposes.

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

	24 LC 39 4235S/AP
15	SECTION 1.
16	Title 40 of the Official Code of Georgia Annotated, relating to motor vehicles and traffic, is
17	amended by adding a new Code section to read as follows:
18	″ <u>40-1-9.</u>
19	(a) For purposes of this Code section, the term:
20	(1) 'Department' means the Department of Revenue.
21	(2) 'Owner' means a person having an interest in or title to a vehicle. Such term shall
22	include a lienholder, security interest holder, and any person entitled to the use or
23	possession of a vehicle subject to a security interest or lien by another person and
24	includes a lessee under a lease not intended as security.
25	(b)(1) Notice required by the department upon an owner of a lapse of minimum motor
26	vehicle insurance coverage pursuant to Code Section 40-2-137 shall be satisfied by
27	electronic means when:
28	(A) The owner consents to receive notifications and communications electronically
29	pursuant to the conditions set forth in paragraph (2) of this subsection; and
30	(B) The department provides notifications and communications electronically to the
31	owner 30 days, 20 days, and ten days prior to the date of any suspension.
32	(2) The department shall be authorized to utilize electronic notifications and
33	communications pursuant to this subsection for any owner who agrees to a statement
34	which reads:
35	<u>'I AGREE TO RECEIVE NOTIFICATIONS AND COMMUNICATIONS</u>
36	ELECTRONICALLY OF A LAPSE OF INSURANCE COVERAGE AND POSSIBLE
37	SUSPENSION OF MY VEHICLE REGISTRATION.'
38	(c)(1) The department shall be authorized to utilize electronic notifications and
39	communications for notice required pursuant to Chapter 3 of this title with respect to any
40	certificate of title for any owner who has elected to maintain certificate of title records
41	in electronic format in a system maintained pursuant to subsection (g) of Code

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42	Section 40-3-23 and for any security interest holder or lienholder with a security interest
43	or lien recorded on such electronically maintained certificate of title record. Notice
44	required by the department pursuant to such chapter shall be satisfied by electronic means
45	when the owner consents to receive notifications and communications electronically upon
46	submission of a certificate of title electronically pursuant to subsection (g) of Code
47	Section 40-3-23 and pursuant to the conditions set forth in paragraph (2) of this
48	subsection.
49	(2) The department shall be authorized to utilize electronic notifications and
50	communications pursuant to this subsection for any owner who agrees to a statement
51	which reads:
52	'I AGREE TO RECEIVE NOTIFICATIONS AND COMMUNICATIONS
53	ELECTRONICALLY. SUCH ELECTRONIC NOTIFICATIONS OR
54	COMMUNICATIONS MAY INCLUDE SUSPENSION, CANCELLATION, OR
55	<b>REVOCATION OF VEHICLE TITLE NOTICES.</b> '
56	(d) If the department becomes aware that an electronic notification or communication
57	issued pursuant to this Code section was not transmitted to an owner, the department shall
58	send the notification or communication as otherwise required by applicable law.
59	(e) The department shall include any record of transmission of any electronic notification
60	or communication sent to an owner pursuant to this Code section in the motor vehicle title
61	and registration records for such owner. The department shall retain a record pursuant to
62	Chapter 12 of Title 10, the 'Uniform Electronic Transactions Act,' of any electronic
63	notification or communication sent pursuant to this Code section. Such record shall be
64	retrievable by the department for a period of ten years after the date such electronic
65	notification or communication was sent.
66	(f) An owner may withdraw his or her consent to receive notifications and
67	communications by electronic means authorized by this Code section upon notifying the

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68	department in a method established by the department for such purpose pursuant to rule or
69	regulation.
70	(g) Any notification or communication sent by electronic means pursuant to this Code
71	section shall comply with the requirements set forth in Chapter 12 of Title 10, the 'Uniform
72	Electronic Transactions Act."
73	<b>SECTION 2.</b>
74	Said title is further amended in Code Section 40-2-20, relating to registration and license
75	requirements, certificate of registration and temporary operating permit, and two-year
76	registration option for new motor vehicles, by revising paragraph (1) of subsection (b) as
77	follows:
78	''(1) To any motor vehicle or trailer owned by the state or any municipality or other
79	political subdivision of this state and used exclusively for governmental functions except
80	to the extent provided by Code Section 40-2-37;"
81	<b>SECTION 3.</b>
82	Said title is further amended by revising Code Section 40-2-37, relating to registration and
83	licensing of vehicles of state and political subdivisions, as follows:
84	"40-2-37.
85	(a) Except as otherwise provided in subsection (c) of this Code section, all All vehicles of
86	the type required to be registered by Code Section 40-2-20 owned by the State of Georgia
87	or any municipality or other political subdivision of this state and used exclusively for
88	governmental functions, except those employed in secret investigatory police functions to
89	which regular Georgia license plates are issued, and except for those assigned for the
90	transportation of employees of the Georgia Lottery Corporation to which regular Georgia
91	license plates are issued, shall be registered with the commissioner by the fiscal officers
92	or other proper officials of the respective departments and agencies of the state,

93 municipality, or political subdivision to which such vehicles belong prior to operation and 94 use thereof. Such registration shall be made upon forms prescribed and prepared by the 95 commissioner for such purpose and shall contain a brief description of the vehicle to be 96 registered; its name and model; the name of the manufacturer; the manufacturer's vehicle 97 identification number; the department, agency, political subdivision, or branch thereof to 98 which such vehicle is to be registered; and such other information as to use and identity as 99 the commissioner may require. Upon the filing of the properly executed application for 100 registration, the commissioner, upon being satisfied that such vehicle is bona fide owned 101 by the state or a municipality or political subdivision thereof and is to be used exclusively 102 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 103 in the same manner as provided for private vehicles. The license fee, less the actual 104 105 manufacturing cost of the plates which will be retained by the department, shall be 106 deposited in the general fund of the state treasury. Such license plates shall be replaced at 107 such time as other license plates issued for private vehicles are required to be replaced.

108 (b) Except as otherwise provided for in subsection (c) of this Code section, the For all 109 vehicles owned by the State of Georgia or any municipality or other political subdivision 110 of this state, except those vehicles employed in covert or secret investigatory police 111 functions to which regular Georgia license plates are issued, those assigned for the transportation of employees of the Georgia Lottery Corporation to which regular Georgia 112 license plates are issued, and those vehicles owned by the Department of Public Safety, the 113 commissioner shall provide for registration and issuance of regular license plates for such 114 vehicles. The license plates issued pursuant to this subsection (a) of this Code section shall 115 116 be identical in appearance to regular license plates issued for private vehicles, except that 117 such license plates shall not display any registration expiration. Such license plates may 118 be transferred as provided for in subsection (d) of this Code section. Such license plates shall be issued at the time the vehicle is purchased by the state. 119

120 (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 121 122 the vehicle. These markings shall be prominently displayed and shall consist of one of the 123 following appropriate legends: 'STATE,''CITY,''COUNTY,''AUTHORITY,' or 'BOARD.' 124 In addition, each such license plate shall bear a county identification strip indicating the 125 county in which the vehicle is based, except that vehicles owned by the state shall not be 126 required to bear such county identification strip. The commissioner shall be authorized to 127 grant a waiver of the requirements of this subsection such that regular Georgia license 128 plates may be issued for any vehicle or vehicles

129 (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 130 functions, assigned for the transportation of employees of the Georgia Lottery Corporation, 131 or owned by the Department of Public Safety, shall be issued regular license plates upon 132 the filing of the properly executed application for registration and payment of the 133 applicable license fee. The commissioner shall be authorized to grant a waiver of the 134 135 requirements of subsection (b) of this Code section such that regular license plates may be 136 issued for any vehicle or vehicles owned by the State of Georgia, any municipality of this 137 state, or any other political subdivision of this state upon finding issuance of such waiver 138 to be in the best interest of public safety, public welfare, or efficient administration. (d) Any such license plates license plate issued pursuant to this Code section shall remain 139

(d) Any such itemse plates incense 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 exclusively for governmental functions. Upon cessation of either such ownership 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 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, 149 commissioner. On due proof of loss of any such license plate, or of mutilation due to 150 accidental or natural causes, another license plate may be issued upon application of the 151 fiscal officer or other proper official of the department, agency, or political subdivision to 152 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.**

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

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

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

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## **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:

- 170 "(14) For each motor vehicle owned by the state or by a political subdivision or
- 171 municipality of the state and used exclusively for governmental functions ... 1.00"

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172	SECTION 6.
173	Said title is further amended in Code Section 40-3-23, relating to issuance of certificate of
174	title, maintenance of record of certificates issued, public inspection, and furnishing records
175	for fee, by adding a new subsection to read as follows:
176	"(g) The commissioner may provide by rule or regulation for the maintenance of certificate
177	of title records in electronic format and in a system accessible by authorized users.
178	Electronic evidence of a certificate of title maintained in such system shall serve as an
179	accurate and true depiction of the state issued certificate of title for a vehicle. The
180	commissioner may further provide by rule or regulation for the transfer of certificates of
181	title or grant of security interests therein in electronic format through such system between
182	authorized users. Any such electronic certificates of title or electronic transfers or grants
183	of security interests shall be valid for all lawful purposes."
184	SECTION 7.
184 185	<b>SECTION 7.</b> Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of
185	Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of
185 186	Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of licenses and reexamination required, by adding a new subsection to read as follows:
185 186 187	Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of licenses and reexamination required, by adding a new subsection to read as follows: "(d)(1) Notice of driver's license renewal issued by the department pursuant to this Code
185 186 187 188	Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of licenses and reexamination required, by adding a new subsection to read as follows: "(d)(1) Notice of driver's license renewal issued by the department pursuant to this Code section shall be satisfied by electronic means when:
185 186 187 188 189	<ul> <li>Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of licenses and reexamination required, by adding a new subsection to read as follows:</li> <li>"(d)(1) Notice of driver's license renewal issued by the department pursuant to this Code section shall be satisfied by electronic means when:</li> <li>(A) The license holder consents to receive notifications and communications</li> </ul>
185 186 187 188 189 190	<ul> <li>Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of licenses and reexamination required, by adding a new subsection to read as follows:</li> <li>"(d)(1) Notice of driver's license renewal issued by the department pursuant to this Code section shall be satisfied by electronic means when:</li> <li>(A) The license holder consents to receive notifications and communications electronically pursuant to the conditions set forth in paragraph (2) of this subsection;</li> </ul>
185 186 187 188 189 190 191	<ul> <li>Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of licenses and reexamination required, by adding a new subsection to read as follows:</li> <li>"(d)(1) Notice of driver's license renewal issued by the department pursuant to this Code section shall be satisfied by electronic means when:</li> <li>(A) The license holder consents to receive notifications and communications electronically pursuant to the conditions set forth in paragraph (2) of this subsection; and</li> </ul>
185 186 187 188 189 190 191 192	<ul> <li>Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of licenses and reexamination required, by adding a new subsection to read as follows:</li> <li>"(d)(1) Notice of driver's license renewal issued by the department pursuant to this Code section shall be satisfied by electronic means when:</li> <li>(A) The license holder consents to receive notifications and communications electronically pursuant to the conditions set forth in paragraph (2) of this subsection; and</li> <li>(B) The department includes any record of transmission of any electronic notification</li> </ul>
185 186 187 188 189 190 191 192 193	<ul> <li>Said title is further amended in Code Section 40-5-32, relating to expiration and renewal of licenses and reexamination required, by adding a new subsection to read as follows:</li> <li>"(d)(1) Notice of driver's license renewal issued by the department pursuant to this Code section shall be satisfied by electronic means when:</li> <li>(A) The license holder consents to receive notifications and communications electronically pursuant to the conditions set forth in paragraph (2) of this subsection; and</li> <li>(B) The department includes any record of transmission of any electronic notification or communication to the license holder in the records of the department for such license</li> </ul>

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212	SECTION 8.
211	<u>'Uniform Electronic Transactions Act.'</u> "
210	subsection shall comply with the requirements set forth in Chapter 12 of Title 10, the
209	(6) Any notification or communication sent by electronic means pursuant to this subsection shall comply with the requirements set forth in Chapter 12 of Title 10, the
207	such purpose pursuant to rule or regulation.
207	communications by electronic means upon a method established by the department for
206	(5) A license holder may withdraw his or her consent to receive notifications and
205	period of ten years after the date such electronic notification or communication was sent.
204	pursuant to this subsection. Such record shall be retrievable by the department for a
203	Electronic Transactions Act,' of any electronic notification or communication sent
202	(4) The department shall retain a record pursuant to Chapter 12 of Title 10, the 'Uniform
201	communication as otherwise required by applicable law.
200	was not transmitted to a license holder, the department shall send the notification or
199	(3) If the department becomes aware that an electronic notification or communication
198	DRIVER'S LICENSE RENEWALS ELECTRONICALLY.'
197	'I AGREE TO RECEIVE ALL NOTIFICATIONS AND COMMUNICATIONS FOR

- This Act shall become effective upon its approval by the Governor or upon its becoming lawwithout such approval.
- 215 **SECTION 9.**
- 216 All laws and parts of laws in conflict with this Act are repealed.