## First Regular Session Seventieth General Assembly STATE OF COLORADO

## **INTRODUCED**

LLS NO. 15-0250.01 Jason Gelender x4330

**HOUSE BILL 15-1077** 

### **HOUSE SPONSORSHIP**

Wilson,

### SENATE SPONSORSHIP

(None),

# House Committees

#### **Senate Committees**

State, Veterans, & Military Affairs

## A BILL FOR AN ACT

CONCERNING MODIFICATION OF THE FEE FOR LATE REGISTRATION OF

102 A VEHICLE.

101

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://www.leg.state.co.us/billsummaries">http://www.leg.state.co.us/billsummaries</a>.)

Effective July 1, 2015, the bill changes the fee for late registration of a vehicle from a fee of \$25 per month up to a maximum of \$100 that may only be waived under specified conditions to a fee of up to \$10 that may be waived at the discretion of the department of revenue or its authorized agent registering the vehicle. The new late fee is identical to the fee imposed prior to the effective date of the "Funding Advancements"

for Surface Transportation and Economic Recovery Act of 2009" (FASTER), Senate Bill 09-108, and is, in accordance with pre-FASTER law, retained by the department or registering authorized agent rather than being credited to the highway users tax fund.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, **amend** 42-3-112 as 3 follows: 4 **42-3-112.** Failure to pay tax - penalty - rules. (1) If a vehicle 5 subject to taxation under this article is not registered when required by 6 law, the vehicle owner shall pay IS SUBJECT TO a late fee of twenty-five 7 UP TO TEN dollars, for each month or portion of a month following the 8 expiration of the registration period, or, if applicable, the expiration of the 9 grace period described in section 42-3-114 for which the vehicle is 10 unregistered; except that the amount of the late fee shall not exceed one 11 hundred dollars. The late fee shall be AS DETERMINED BY THE 12 DEPARTMENT OR THE AUTHORIZED AGENT REGISTERING THE VEHICLE. 13 WHICH IS due when the vehicle is registered. THE DEPARTMENT OR THE 14 AUTHORIZED AGENT REGISTERING THE VEHICLE MAY WAIVE THE LATE FEE. 15 THE LATE REGISTRATION FEE IS RETAINED BY THE DEPARTMENT OR BY THE 16 AUTHORIZED AGENT WHO REGISTERS THE VEHICLE. (1.5) (a) Notwithstanding the provisions of subsection (1) of this 17 18 section, the executive director of the department shall promulgate rules 19 in accordance with article 4 of title 24, C.R.S., that establish 20 circumstances in addition to the circumstances described in subsection (3) 21 of this section in which a vehicle owner shall be exempted from paying 22 the late fee described in said subsection (1). The rules shall apply 23 uniformly throughout the state and shall include, but shall not be limited

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1	to, exemptions for:
2	(I) Acts of God and weather-related delays;
3	(II) Office closures and furloughs;
4	(HI) Temporary registration number plates, tags, or certificates
5	that have expired;
6	(IV) Medical hardships; and
7	(V) Information technology failures.
8	(b) The executive director of the department shall also promulgate
9	rules in accordance with article 4 of title 24, C.R.S., that allow the
10	department or an authorized agent to reduce or waive the late fee that
11	would otherwise be due upon the registration of a trailer that is a
12	commercial or farm vehicle, as part of the normal operation, if the owner
13	can establish, in accordance with criteria specified in the rules, that the
14	trailer was idled so that it was not operated on any public highway in this
15	state for at least a full registration period. Nothing in this paragraph (b)
16	shall be construed to exempt the owner of an idled trailer from paying any
17	fees imposed pursuant to this article other than the late fee before again
18	operating the trailer on a public highway in this state or from paying any
19	taxes imposed pursuant to this article. The owner shall provide to the
20	department or authorized agent a sworn affidavit that states that the trailer
21	has not been operated on the public highways during the period for which
22	it was not registered as required and describes the nature of the business
23	conditions that resulted in the removal of the trailer from service.
24	(c) The executive director of the department shall consult with the
25	county clerk and recorders in promulgating the rules required by
26	paragraph (a) of this subsection (1.5).
27	(1.7) Notwithstanding the provisions of subsection (1) of this

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section, on and after July 1, 2010, the amount of the late fee payable by the owner of a vehicle without motive power that weighs sixteen thousand pounds or less or a camper trailer or a multipurpose trailer regardless of its weight, that is subject to taxation under this article, and that is not registered when required by law shall be ten dollars. For purposes of this subsection (1.7), the weight of a trailer of any kind is the empty weight.

- (2) Ten dollars of the late registration fee shall be retained by the department or the authorized agent who registers the motor vehicle. Each authorized agent shall remit to the department no less frequently than once a month, but otherwise at the time and in the manner required by the executive director of the department, the remainder of the late registration fees collected by the authorized agent. The executive director shall forward all late registration fees remitted by authorized agents plus the remainder of the late registration fees collected directly by the department to the state treasurer, who shall credit the fees to the highway users tax fund in accordance with section 43-4-804 (1) (e), C.R.S.
- (3) The late fee described in subsection (1) of this section shall not be imposed on a vehicle subject to taxation under this article if:
- (a) The person who owns the vehicle uses the vehicle in operating a commercial business and, as part of the normal operation of the business, idles the vehicle so that it is not operated on any public highway in this state for at least one full registration period. Nothing in this paragraph (a) shall be construed to exempt the owner of an idled vehicle from paying any fees imposed pursuant to this article other than the late fee before again operating the vehicle on a public highway in this state or from paying any taxes imposed pursuant to this article.

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(b) The person who owns the vehicle is in the active military
service of the United States and is serving outside the state when a
registration period and grace period for renewal of registration for the
vehicle end and the vehicle is not operated on any public highway of the
state between the time the registration period and grace period end and
the time the vehicle is reregistered. Nothing in this paragraph (b) shall be
construed to exempt the owner of such a vehicle from paying any fees
imposed pursuant to this article other than the late fee before again
operating the vehicle on a public highway in this state or from paying any
taxes imposed pursuant to this article.
(c) The vehicle registration expired during the period the vehicle
was reported stolen.
<b>SECTION 2.</b> In Colorado Revised Statutes, 43-4-804, <b>repeal</b> (1)
(e) as follows:
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43-4-804. Highway safety projects - surcharges and fees - crediting of moneys to highway users tax fund - definition. (1) On and
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43-4-804. Highway safety projects - surcharges and fees - crediting of moneys to highway users tax fund - definition. (1) On and after July 1, 2009, the following surcharges, fees, and fines shall be collected and credited to the highway users tax fund created in section 43-4-201 (1) (a) and allocated to the state highway fund, counties, and municipalities as specified in section 43-4-205 (6.3):
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43-4-804. Highway safety projects - surcharges and fees - crediting of moneys to highway users tax fund - definition. (1) On and after July 1, 2009, the following surcharges, fees, and fines shall be collected and credited to the highway users tax fund created in section 43-4-201 (1) (a) and allocated to the state highway fund, counties, and municipalities as specified in section 43-4-205 (6.3):  (e) Late registration fees required to be credited to the highway users tax fund pursuant to section 42-3-112 (2), C.R.S.  SECTION 3. Effective date - applicability. This act takes effect
43-4-804. Highway safety projects - surcharges and fees - crediting of moneys to highway users tax fund - definition. (1) On and after July 1, 2009, the following surcharges, fees, and fines shall be collected and credited to the highway users tax fund created in section 43-4-201 (1) (a) and allocated to the state highway fund, counties, and municipalities as specified in section 43-4-205 (6.3):  (e) Late registration fees required to be credited to the highway users tax fund pursuant to section 42-3-112 (2), C.R.S.  SECTION 3. Effective date - applicability. This act takes effect July 1, 2015, and applies to late fees accrued on or after said date.

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