IN THE SENATE

SENATE BILL NO. 1349

BY STATE AFFAIRS COMMITTEE

AN ACT

,	111/11/01
2	RELATING TO MOTOR VEHICLE REGISTRATION; AMENDING SECTION 49-402C, IDAHO
3	CODE, TO PROVIDE THAT NO NEW SPECIAL LICENSE PLATE PROGRAMS FOR THE
4	BENEFIT OF NONPROFIT ENTITIES SHALL BE ESTABLISHED AFTER JULY 1, 2020,
5	AND TO MAKE TECHNICAL CORRECTIONS; AND AMENDING SECTION 49-402D, IDAHO
6	CODE, TO REMOVE REFERENCES TO NONPROFIT AGENCIES AND TO REQUIRE THAT
7	PROCEEDS FROM ALL NEW SPECIAL PLATE PROGRAMS SHALL GO TO CERTAIN FUNDS
8	OF THE STATE OF IDAHO, AND TO MAKE TECHNICAL CORRECTIONS.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 49-402C, Idaho Code, be, and the same is hereby amended to read as follows:

- 49-402C. SPECIAL LICENSE PLATE PROGRAMS -- STANDARDIZED PLATE COLOR AND DESIGN. (1) It is the intent of the legislature that special license plates issued by the department be readily recognizable as plates from the state of Idaho without losing the uniqueness for which the special plate was designed and purchased. In addition, the legislature finds that the department can operate in a more efficient, cost-effective manner by conforming special plates to a basic color and design.
- (2) No special license plates and no special license plate programs in existence on or before June 30, 1998, shall be affected by the provisions of <u>subsections</u> (2) through (5) of this section. On and after July 1, 1998, any new special license plate program authorized or any redesign of an existing special license plate, shall use the same red, white and blue background as the standard issue of license plates described in section 49-443, Idaho Code, except that:
 - (a) The identification of county shall be omitted;
 - (b) The word "Idaho" shall appear on every plate;
 - (c) The inscription "Scenic Idaho" may be omitted without legislative consideration and approval; and
 - (d) No slogan shall be used that infringes upon, dilutes or compromises, or could be perceived to infringe upon, dilute or compromise, the trademarks of the state of Idaho, including, but not limited to, "Idaho Potatoes®," "Grown in Idaho™," "Famous Idaho Potatoes™" or "Famous Potatoes®."

The provisions of this section shall not apply to the plate designs issued pursuant to the provisions of section 49-417, Idaho Code.

- (3) Any redesign required for a special plate to conform with legislative intent and the provisions of this section may be done in a manner similar to that used to produce the original design.
- (4) The special plates shall conform in all other respects with the provisions of section 49-443, Idaho Code, relating to visibility requirements,

display of registration number, time period for validity of plates, and reservation of plate numbers.

- (5) Unless otherwise specifically provided, no special license plates shall be issued to motor vehicles with a registered maximum gross weight in excess of twenty-six thousand (26,000) pounds, or any motor vehicle registered under section 49-434(5), Idaho Code, or section 49-435, Idaho Code.
- (6) Following an introductory period of three (3) years during which the provisions of this subsection shall not apply, if, during both years of any following two (2) consecutive years, Notwithstanding any other provision of law to the contrary, on and after July 1, 2020, no new special license plate or special license plate program shall be established for the benefit of any entity that is not the state of Idaho or an agency of the state of Idaho. With respect to any special license plate program that is in existence on July 1, 2020, that has a nonprofit agency as a recipient of the proceeds from the sales of such plate, if fewer than one thousand (1,000) plates are issued in each of those two (2) consecutive years the first year of the special plate program's existence, fewer than one thousand five hundred (1,500) plates are issued in the second year of the special plate program's existence, or fewer than two thousand (2,000) plates in the third or any subsequent year of such special plate program's existence, the department shall discontinue that special license plate program.
- (7) With respect to a special license plate that has been discontinued prior to July 1, 2020, or is discontinued after that date for any reason, aAny existing plates may be renewed upon its their expiration until the physical license plates must be replaced pursuant to section 49-443(2), Idaho Code. No duplicate or replacement plates will be produced if such plates are lost or damaged prior to the seven (7) year replacement. The provisions of this subsection shall apply to sections 49-416, 49-417, 49-417A, 49-417B, 49-417C, 49-418A, 49-418B, 49-418C, 49-419, 49-419A, 49-420, 49-420B, Idaho Code, and any other special license plate programs created on and after July 1, 2002.

SECTION 2. That Section 49-402D, Idaho Code, be, and the same is hereby amended to read as follows:

- 49-402D. SPECIAL LICENSE PLATE PREQUALIFICATION PROCESS. (1) For any new special license plate program approved by the legislature, the program sponsor shall, before issuance of any such special license plate, meet the prequalification process outlined in this section. The program sponsor for any special plate program shall:
 - (a) Submit a financial plan for the use of the proceeds from the special license plate sales and certify that all such proceeds shall be deposited in the highway distribution account, except with respect to any new special plate that may be established for the benefit of an Idaho public college or university pursuant to section 49-418A, Idaho Code, or a military license plate; and
 - (b) Designate an individual who shall be deemed responsible by the agency for certifying compliance with the requirements of this section and working with the department; and

- (c) If the applicant is a nonprofit agency, submit evidence to the department that the applicant has 501(c)(3) federal income tax status that has been in existence for at least two (2) years.
- (d) The department is authorized and shall adopt and promulgate rules to carry out the provisions of this section.
- (2) If the request for a special license plate is approved by the department, the following requirements, in addition to those set out in subsection (1) of this section, shall be met by September 1 prior to the next legislative session and prior to the issuance of any special license plates approved by the legislature.
 - (a) The applicant shall deposit estimated programming and administrative costs with the department to be utilized for programming costs of the specialty plate. Administrative costs in the amount of one thousand dollars (\$1,000) shall be nonrefundable.
 - (b) In addition to the requirements provided for in section 49-402C, Idaho Code, the applicant requesting a special license plate program shall provide to the department an acceptable plate design.
 - (c) The applicant shall transmit to the department a list of two hundred fifty (250) applicants, whose vehicles are currently registered in the state of Idaho, who intend to purchase the specialty plate when available, as evidenced by completing forms provided by the department.
- (3) The department shall submit the completed applications for special license plate programs that meet the requirements of this section to the chairmen of the senate transportation committee and the house of representatives transportation and defense committee each year on behalf of the agency to be included for consideration in the next legislative session.
- (4) On an annual basis, by December 1 of each calendar year, the sponsor of a special license plate program, shall prepare an annual report, which shall be made available on request, and shall be forwarded to the department. Such report shall include an accounting of revenues and expenditures associated with the funds collected for the special license plate program. The department shall compile and forward such reports to the chairmen of the senate transportation committee and the house of representatives transportation and defense committee by January 15 of each year. Failure of the agency to provide such report by the due date shall result in the suspension discontinuation of the special license plate program sales on January 1 until such report is provided. The provisions of this section shall apply to all special plate programs generating revenue outside of the department excluding exclude special plates established for the highway distribution account, an Idaho public college or university pursuant to section 49-418A, Idaho Code, and military license plate programs.
- (5) Any decision by the department that the special license plate program application does not meet the provisions of this section may be appealed to the director of the department. Such notice of appeal shall be made in writing within twenty (20) days of the notice of denial. For all denied applications, the department shall, at the next legislative session, report to the senate and house of representatives transportation committees on such denied applications and the reason for the denials.