

FIRST REGULAR SESSION
[PERFECTED]
HOUSE COMMITTEE SUBSTITUTE FOR
HOUSE BILL NO. 424
102ND GENERAL ASSEMBLY

0842H.03P

DANA RADEMAN MILLER, Chief Clerk

AN ACT

To repeal sections 136.055, 301.469, and 301.3175, RSMo, and to enact in lieu thereof three new sections relating to department of revenue fee offices.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Sections 136.055, 301.469, and 301.3175, RSMo, are repealed and three
2 new sections enacted in lieu thereof, to be known as sections 136.055, 301.469, and
3 301.3175, to read as follows:

136.055. 1. Any person who is selected or appointed by the state director of revenue
2 as provided in subsection 2 of this section to act as an agent of the department of revenue,
3 whose duties shall be the processing of motor vehicle title and registration transactions and
4 the collection of sales and use taxes when required under sections 144.070 and 144.440, and
5 who receives no salary from the department of revenue, shall be authorized to collect from the
6 party requiring such services additional fees as compensation in full and for all services
7 rendered on the following basis:

8 (1) For each motor vehicle or trailer registration issued, renewed or transferred, [~~six~~]
9 **nine** dollars and [~~twelve~~] **eighteen** dollars for those licenses sold or biennially renewed
10 pursuant to section 301.147;

11 (2) For each application or transfer of title, [~~six~~] **nine** dollars;

12 (3) For each instruction permit, nondriver license, chauffeur's, operator's or driver's
13 license issued for a period of three years or less, [~~six~~] **nine** dollars and [~~twelve~~] **eighteen**
14 dollars for licenses or instruction permits issued or renewed for a period exceeding three
15 years;

16 (4) For each notice of lien processed, [~~six~~] **nine** dollars;

EXPLANATION — Matter enclosed in bold-faced brackets [~~thus~~] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

17 (5) Notary fee or electronic transmission per processing, two dollars.

18 2. The director of revenue shall award fee office contracts under this section through
19 a competitive bidding process. The competitive bidding process shall give priority to
20 organizations and entities that are exempt from taxation under Section 501(c)(3), 501(c)(6), or
21 501(c)(4), except those civic organizations that would be considered action organizations
22 under 26 C.F.R. Section 1.501 (c)(3)-1(c)(3), of the Internal Revenue Code of 1986, as
23 amended, with special consideration given to those organizations and entities that reinvest a
24 minimum of seventy-five percent of the net proceeds to charitable organizations in Missouri,
25 and political subdivisions, including but not limited to, municipalities, counties, and fire
26 protection districts. **Notwithstanding any law to the contrary, the director of revenue**
27 **shall not award any fee office contract under this section to any entity affiliated in any**
28 **manner with a current employee of the department of revenue or with a former**
29 **employee of the department of revenue for the one-year period following the former**
30 **employee's termination of employment with the department. For purposes of this**
31 **subsection, "affiliated in any manner" includes owning the entity that is applying for a**
32 **fee office contract, or serving as an officer or board member of such entity.** The director
33 of the department of revenue may promulgate rules and regulations necessary to carry out the
34 provisions of this subsection. Any rule or portion of a rule, as that term is defined in section
35 536.010, that is created under the authority delegated in this subsection shall become effective
36 only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable,
37 section 536.028. This section and chapter 536 are nonseverable and if any of the powers
38 vested with the general assembly pursuant to chapter 536 to review, to delay the effective
39 date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant
40 of rulemaking authority and any rule proposed or adopted after August 28, 2009, shall be
41 invalid and void.

42 3. **Except as otherwise provided in subsection 8 of this section, all fees authorized**
43 **under this section collected by a [tax-exempt-organization] contract fee office may be**
44 **retained and used by the [organization] entity operating the contract fee office, and all fees**
45 **authorized under this section collected by a fee office operated by the department of**
46 **revenue shall be considered state revenue.**

47 4. All fees charged shall not exceed those in this section. The fees ~~[imposed by]~~
48 **authorized under this section [shall] may be collected by all [permanent] contract fee**
49 **offices and shall be collected by all full-time or temporary offices [maintained] operated by**
50 **the department of revenue.**

51 5. Any person acting as agent of the department of revenue for the sale and issuance
52 of registrations, licenses, and other documents related to motor vehicles shall have an

53 insurable interest in all license plates, licenses, tabs, forms and other documents held on
54 behalf of the department.

55 6. The fees authorized by this section shall not be collected by motor vehicle dealers
56 acting as agents of the department of revenue under section 32.095 or those motor vehicle
57 dealers authorized to collect and remit sales tax under subsection 10 of section 144.070.

58 7. Notwithstanding any other provision of law to the contrary, the state auditor may
59 audit all records maintained and established by the fee office in the same manner as the
60 auditor may audit any agency of the state, and the department shall ensure that this audit
61 requirement is a necessary condition for the award of all fee office contracts. No confidential
62 records shall be divulged in such a way to reveal personally identifiable information.

63 **8. Notwithstanding any other provision of law to the contrary, one dollar of any**
64 **fee authorized and charged under subdivision (1), (2), (3), or (4) of subsection 1 of this**
65 **section by a fee office not operated by the department of revenue shall be remitted to the**
66 **license office distribution fund established under subsection 9 of this section. Money**
67 **remitted to the license office distribution fund under this subsection shall be held in**
68 **trust for the entities awarded fee contracts under this section, and shall not be**
69 **considered state revenue. In the event a court of competent jurisdiction issues a final**
70 **judgment specifying that money remitted under this subsection is subject to Article IV,**
71 **Section 30(b) of the Missouri Constitution, the provisions of this subsection shall be null**
72 **and void.**

73 **9. (1) There is hereby created in the state treasury the "License Office**
74 **Distribution Fund", which shall consist of moneys collected as provided under**
75 **subsection 8 of this section. The state treasurer shall be custodian of the fund. In**
76 **accordance with sections 30.170 and 30.180, the state treasurer may approve**
77 **disbursements. The fund shall be a dedicated fund and shall be used solely for the**
78 **purposes specified in this subsection.**

79 **(2) Notwithstanding the provisions of section 33.080 to the contrary, any moneys**
80 **remaining in the fund at the end of the biennium shall not revert to the credit of the**
81 **general revenue fund.**

82 **(3) The state treasurer shall invest moneys in the fund in the same manner as**
83 **other funds are invested. Any interest and moneys earned on such investments shall be**
84 **credited to the fund.**

85 **(4) Beginning after December 31, 2024, but no later than February 15, 2025,**
86 **quarterly disbursements shall be made from the fund to the fee offices awarded**
87 **contracts under this section. Except as otherwise specified in subdivision (5) of this**
88 **subsection, the disbursement to each fee office shall be equal. The total funds disbursed**

89 following each quarter shall be equal to the amount of funds received by the fund under
90 subsection 8 of this section during the quarter.

91 (5) Quarterly disbursements under this subsection shall be distributed to the
92 entity holding each fee office contract when the quarterly disbursement occurs,
93 provided that in the case that a contract fee office transitions between two contractors
94 during the quarter, the disbursement for that fee office shall be divided between the
95 contractors in proportion to the number of transactions the office processed under each
96 contractor during the quarter for which the transfer is taking place.

97 (6) Quarterly disbursements under this subsection shall be made as follows:

98 (a) Disbursements for transactions occurring from January first to March
99 thirty-first shall occur no later than May fifteenth of each year.

100 (b) Disbursements for transactions occurring from April first to June thirtieth
101 shall occur no later than August fifteenth of each year.

102 (c) Disbursements for transactions occurring from July first to September
103 thirtieth shall occur no later than November fifteenth of each year.

104 (d) Disbursements for transactions occurring from October first to December
105 thirty-first shall occur no later than February fifteenth of the following calendar year
106 each year.

301.469. 1. Any vehicle owner may receive license plates as prescribed in this
2 section, for any motor vehicle such person owns, either solely or jointly, other than an
3 apportioned motor vehicle or a commercial motor vehicle licensed in excess of twenty-four
4 thousand pounds gross weight, after an annual payment of an emblem-use authorization fee to
5 the Missouri conservation heritage foundation. The foundation hereby authorizes the use of
6 its official emblems to be affixed on multiyear license plates as provided in this section. Any
7 vehicle owner may annually apply for the use of the emblems.

8 2. Upon annual application and payment of a twenty-five dollar emblem-use
9 authorization fee to the Missouri conservation heritage foundation, the foundation shall issue
10 to the vehicle owner, without further charge, an emblem-use authorization statement, which
11 shall be presented to the director of the department of revenue at the time of registration of a
12 motor vehicle.

13 3. Upon presentation of the annual statement, payment of a fifteen dollar fee in
14 addition to the regular registration fees and documents which may be required by law, the
15 director of the department of revenue shall issue a license plate, which shall bear an emblem
16 of the Missouri conservation heritage foundation in a form prescribed by the director, to the
17 vehicle owner. Such license plates shall be made with fully reflective material with a
18 common color scheme and design, shall be clearly visible at night, and shall be aesthetically
19 attractive, as prescribed by section 301.130. Notwithstanding the provisions of section

20 301.144, no additional fee shall be charged for the personalization of license plates pursuant
21 to this section.

22 **4. Application for the emblem-use authorization and payment of the twenty-five-**
23 **dollar contribution may also be made at the time of registration to the director of the**
24 **department of revenue, who shall deposit the contribution to the credit of the Missouri**
25 **conservation heritage foundation.**

26 **5.** A vehicle owner, who was previously issued a plate with a Missouri conservation
27 heritage foundation emblem authorized by this section but who does not provide an emblem-
28 use authorization statement at a subsequent time of registration, shall be issued a new plate
29 which does not bear the foundation emblem, as otherwise provided by law.

30 ~~5-]~~ **6.** The director of the department of revenue may promulgate rules and
31 regulations for the administration of this section. Any rule or portion of a rule, as that term is
32 defined in section 536.010, that is promulgated under the authority delegated in this section
33 shall become effective only if it has been promulgated pursuant to the provisions of chapter
34 536. All rulemaking authority delegated prior to August 28, 1999, is of no force and effect;
35 however, nothing in this section shall be interpreted to repeal or affect the validity of any rule
36 filed or adopted prior to August 28, 1999, if it fully complied with the provisions of chapter
37 536. This section and chapter 536 are nonseverable and if any of the powers vested with the
38 general assembly pursuant to chapter 536 to review, to delay the effective date, or to
39 disapprove and annul a rule are subsequently held unconstitutional, then the grant of
40 rulemaking authority and any rule proposed or adopted after August 28, 1999, shall be invalid
41 and void.

301.3175. 1. Any vehicle owner may apply for "Back the Blue" license plates for any
2 motor vehicle the person owns, either solely or jointly, other than an apportioned motor
3 vehicle or a commercial motor vehicle licensed in excess of twenty-four thousand pounds
4 gross weight. Upon making a ten dollar contribution to the Missouri Law Enforcement
5 Memorial Foundation, the vehicle owner may apply for the "Back the Blue" plate. If the
6 contribution is made directly to the Missouri Law Enforcement Memorial Foundation, the
7 foundation shall issue the individual making the contribution a receipt, verifying the
8 contribution, that may be used to apply for the "Back the Blue" license plate. If the
9 contribution is made directly to the director of revenue pursuant to section 301.3031, the
10 director shall note the contribution and the owner may then apply for the "Back the Blue"
11 plate. The applicant for such plate shall pay a fifteen dollar fee in addition to the regular
12 registration fees and present any other documentation required by law for each set of "Back
13 the Blue" plates issued pursuant to this section. Notwithstanding the provisions of section
14 301.144, no additional fee shall be charged for the personalization of license plates issued
15 pursuant to this section. **Notwithstanding any provision of law to the contrary, the**

16 **department of revenue shall issue the license plate or plates, as authorized in this**
17 **section, for nonapportioned vehicles of any classification for which it issues a license**
18 **plate or plates.**

19 **2.** The "Back the Blue" plate shall bear the emblem of a thin blue line encompassed in
20 black as prescribed by the director of revenue and shall have the words "BACK THE BLUE".
21 Such license plates shall be made with fully reflective material with a common color scheme
22 and design, shall be clearly visible at night, and shall be aesthetically attractive, as prescribed
23 by section 301.130.

24 ~~2.~~ **3.** The director of revenue may promulgate rules and regulations for the
25 administration of this section. Any rule or portion of a rule, as that term is defined in section
26 536.010, that is created under the authority delegated in this section shall become effective
27 only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable,
28 section 536.028. This section and chapter 536 are nonseverable and if any of the powers
29 vested with the general assembly pursuant to chapter 536 to review, to delay the effective
30 date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant
31 of rulemaking authority and any rule proposed or adopted after August 28, 2019, shall be
32 invalid and void.

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