1 AN ACT 2 relating to the fees for and issuance of certain license plates. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 3 Δ SECTION 1. Section 504.003, Transportation Code, is amended by amending Subsection (c) and adding Subsection (c-1) to read as 5 6 follows: 7 (C) If a [the] souvenir license plate issued before September 1, 2009, is personalized, the fee for the plate is 8 \$40. Of the fee: 9 10 (1)\$20 shall be deposited to the credit of the state highway fund; 11 \$10 shall be deposited to the credit of the 12 (2) 13 designated account if the souvenir license plate is a replica of a specialty license plate issued under Subchapter G or I for which the 14 15 fee is deposited to a designated account other than the state highway fund; and 16 (3) the remainder shall be deposited to the credit of 17 the general revenue fund. 18 (c-1) The fee for a souvenir license plate issued on or 19 after September 1, 2009, is the amount established under Section 20 504.851(c). 21 22 SECTION 2. Section 504.102, Transportation Code, is amended 23 to read as follows: Sec. 504.102. PERSONALIZATION OF [OTHER] SPECIALTY LICENSE 24

PLATE [PLATES]. Unless expressly prohibited by this chapter or 1 2 department rule, any specialty license plate issued under this chapter may be personalized. If <u>a</u> [another] specialty license 3 4 plate is personalized, the fee for personalization of the specialty license plate [established by Section 504.101(c)] shall be added to 5 the fee for issuance of that specialty license plate. 6 7 SECTION 3. Section 504.409, Transportation Code, is amended to read as follows: 8 9 Sec. 504.409. [<del>VOLUNTEER</del>] FIREFIGHTERS. (a) The department shall issue specialty license plates for: 10 11 (1) volunteer firefighters certified by: 12 (A) [<del>(1)</del>] the Commission Texas on Fire 13 Protection; or (B) [(2)] the State Firemen's and Fire Marshals' 14 15 Association of Texas; and 16 (2) fire protection personnel as that term is defined 17 by Section 419.021, Government Code. 18 The fee for issuance of each set of [the] license plates (b) 19 is: 20 (1) \$4 for volunteer firefighters; and \$30 for fire protection personnel. 21 (2) 22 A person may be issued not more than three sets [only one (c) set] of [the] license plates. 23 24 SECTION 4. Section 504.601, Transportation Code, is amended 25 to read as follows: Sec. 504.601. GENERAL 26 PROVISIONS APPLICABLE ТО [<del>ALL</del>] 27 SPECIALTY LICENSE PLATES FOR GENERAL DISTRIBUTION. (a) Unless

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1 expressly provided by this subchapter or department rule:

2 (1) the fee for issuance of a license plate under this3 subchapter is \$30; and

4 (2) of each fee received under this subchapter, the
5 department shall use \$8 to defray its administrative costs in
6 complying with this subchapter.

7 (b) This section does not apply to a specialty license plate 8 marketed and sold by a private vendor at the request of the 9 specialty license plate sponsor under Section 504.6011.

SECTION 5. Subchapter G, Chapter 504, Transportation Code,
is amended by adding Section 504.6011 to read as follows:

Sec. 504.6011. GENERAL PROVISIONS APPLICABLE TO SPECIALTY LICENSE PLATES FOR GENERAL DISTRIBUTION SOLD THROUGH PRIVATE VENDOR. (a) The sponsor of a specialty license plate authorized to be issued under this subchapter before September 1, 2009, may contract with the private vendor authorized under Subchapter J for the marketing and sale of the specialty license plate.

18 (b) The fee for issuance of a specialty license plate 19 described by Subsection (a) is the amount established under Section 20 <u>504.851.</u>

21 (c) Notwithstanding any other law, from each fee received 22 for the issuance of a specialty license plate described by 23 Subsection (a), the department shall:

24 <u>(1) deduct the administrative costs described by</u>
25 <u>Section 504.601(a)(2);</u>

26 (2) deposit to the credit of the account designated by
27 the law authorizing the specialty license plate the portion of the

1 <u>fee for the sale of the plate that the state would ordinarily</u> 2 <u>receive under the contract described by Section 504.851(a); and</u> 3 <u>(3) pay to the private vendor the remainder of the fee.</u> 4 SECTION 6. Subchapter G, Chapter 504, Transportation Code, 5 is amended by adding Section 504.660 to read as follows:

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6 <u>Sec. 504.660. SEXUAL ASSAULT AWARENESS LICENSE PLATES.</u> 7 <u>(a) The department shall design and issue specialty license plates</u> 8 to support victims of sexual assault.

9 (b) The license plates must include the words "Speak up. 10 <u>Speak out." and an image of a blue ribbon.</u>

11 (c) After deduction of the department's administrative 12 costs, the remainder of the fee for issuance of the license plates 13 shall be deposited to the credit of the sexual assault program fund 14 established by Section 420.008, Government Code.

15 SECTION 7. Section 504.801, Transportation Code, is amended 16 by amending Subsections (d), (e), and (f) and adding Subsection 17 (d-1) to read as follows:

(d) The fee for issuance of license plates <u>created</u>
[authorized] under this subchapter <u>before September 1, 2009</u>, is \$30
unless the department sets a higher fee. <u>This subsection does not</u>
<u>apply to a specialty license plate marketed and sold by a private</u>
<u>vendor at the request of the specialty license plate sponsor.</u>

23 (d-1) The fee for issuance of license plates created under 24 this subchapter on or after September 1, 2009, is the amount 25 established under Section 504.851.

26 (e) For each fee collected <u>for a license plate issued by the</u>
27 <u>department under this section</u>:

(1) \$8 shall be used to reimburse the department for
 its administrative costs; and

3 (2) the remainder shall be deposited to the credit of:
4 (A) the specialty license plate fund, which is an
5 account in the general revenue fund, if the sponsor nominated a
6 state agency to receive the funds; or

7 (B) the state highway fund if the sponsor did not
8 nominate a state agency to receive the funds or if there is no
9 sponsor.

10 (f) Subchapter D, Chapter 316, Government Code, and Section 11 403.095, Government Code, do not apply to fees collected under this 12 <u>subchapter</u> [section].

SECTION 8. Subchapter I, Chapter 504, Transportation Code,
is amended by adding Section 504.802 to read as follows:

Sec. 504.802. MARKETING AND SALE BY PRIVATE VENDOR OF SPECIALTY LICENSE PLATES CREATED BEFORE SEPTEMBER 1, 2009. (a) A sponsor of a specialty license plate created under this subchapter before September 1, 2009, may contract with the private vendor authorized under Subchapter J for the marketing and sale of the specialty license plate.

21 (b) The fee for issuance of a specialty license plate
22 described by Subsection (a) is the amount established under Section
23 <u>504.851(c).</u>

24 (c) Notwithstanding any other law, from each fee received
 25 from the issuance of a specialty license plate marketed and sold by
 26 the private vendor under this section, the department shall:

27 (1) deduct the administrative costs described by

1	Section 504.801(e)(1);
2	(2) deposit the portion of the fee for the sale of the
3	plate that the state would ordinarily receive under the contract
4	described by Section 504.851(a) to the credit of:
5	(A) the specialty license plate fund, if the
6	sponsor nominated a state agency to receive the funds; or
7	(B) the general revenue fund, if the sponsor did
8	not nominate a state agency to receive the funds or if there is no
9	sponsor; and
10	(3) pay to the private vendor the remainder of the fee.
11	SECTION 9. Section 504.851, Transportation Code, is amended
12	by amending Subsections (a), (b), and (j) and adding Subsections
13	(a-1), (a-2), and (c-1) to read as follows:
14	(a) The department shall enter into a contract with the
15	private vendor whose proposal is most advantageous to the state, as
16	determined from competitive sealed proposals that satisfy the
17	requirements of this section, for the marketing and sale of:
18	(1) personalized license plates [ <del>authorized by</del>
19	Section 504.101]; or
20	(2) with the agreement of the private vendor, other
21	specialty license plates authorized by <u>Subchapters G and I</u> [this
22	<pre>subchapter].</pre>
23	(a-1) The department may not issue specialty, personalized,
24	or souvenir license plates with background colors other than white,
25	unless the plates are marketed and sold by the private vendor.
26	(a-2) Specialty license plates authorized for marketing and
27	sale under Subsection (a) must include:

1(1) specialty license plates created under2Subchapters G and I on or after September 1, 2009; and3(2) at the request of the specialty license plate

4 <u>sponsor</u>, an existing specialty license plate created under
5 <u>Subchapters G and I before September 1, 2009</u>.

6 (b) <u>The</u> [Instead of the fees established by Section 7 504.101(c), the] commission by rule shall establish fees for the 8 issuance or renewal of personalized license plates that are 9 marketed and sold by the private vendor. Fees must be reasonable 10 and not less than the greater of:

(1) the amounts necessary to allow the department to recover all reasonable costs to the department associated with the evaluation of the competitive sealed proposals received by the department and with the implementation and enforcement of the contract, including direct, indirect, and administrative costs; or

16 (2) the amount established by Section <u>504.853(b)</u> 17 [<del>504.101(c)</del>].

18 (c-1) Subsections (b) and (c) do not apply to the sale at 19 auction of a specialty plate or personalized specialty plate that 20 is not used on a motor vehicle.

(j) From amounts received by the department <u>under the</u> <u>contract described by Subsection (a)</u>, the department shall deposit to the credit of the state highway fund an amount sufficient to enable the department to recover its administrative costs for all license plates issued under this section, [including] any payments to the vendor under <u>the contract</u> [Subsection (a)], and any other amounts allocated <u>by law</u> to the state highway fund [by another law].

To the extent that the disposition of other amounts received by 1 2 [from] the department is [vendor are] governed by another law, those amounts shall be deposited in accordance with the other law[au3 4 and for each type of license plate the amount charged for the license plate may not be less than the amount in effect on January 5 6 1, 2003]. Any additional amount received by [from] the department 7 under the contract [vendor] shall be deposited to the credit of the 8 general revenue fund.

9 SECTION 10. Subchapter J, Chapter 504, Transportation Code, 10 is amended by adding Sections 504.853 and 504.854 to read as 11 follows:

Sec. 504.853. PERSONALIZED LICENSE PLATES ISSUED BEFORE 12 13 SEPTEMBER 1, 2009. (a) A personalized license plate issued before September 1, 2009, may be issued for a subsequent registration 14 period only if the applicant submits an application and pays the 15 required fee for the applicable registration period. A person who 16 is issued a personalized license plate has first priority on that 17 license plate for each subsequent registration period for which the 18 person submits a new application for that plate. 19

20 (b) The fee for issuance of a personalized license plate 21 issued before September 1, 2009, is \$40, unless the director adopts 22 by rule a higher fee.

## 23 (c) A person who is issued a personalized license plate by 24 <u>the department before September 1, 2009, may:</u>

25 <u>(1) submit an application for the plate under</u> 26 <u>Subsection (a) and pay the required fee for each subsequent</u> 27 <u>registration period under Subsection (b); or</u>

S.B. No. 1616 1 (2) purchase through the private vendor a license to display the alphanumeric pattern on a license plate for any term 2 allowed by law. 3 4 (d) The department may not issue a replacement set of personalized license plates to the same person before the sixth 5 anniversary of the date of issuance unless the applicant for 6 7 issuance of replacement plates pays an additional fee of \$30. 8 (e) Of each fee collected by the department under this 9 section: 10 (1) \$1.25 shall be used to defray the cost of administering this section; and 11 (2) the remainder shall be deposited to the credit of 12 13 the general revenue fund. Sec. 504.854. AUCTION. (a) The private vendor may sell at 14 15 auction a license to display a unique alphanumeric pattern on a 16 license plate. 17 (b) Only a license to display an alphanumeric pattern purchased under this section or a license to display an 18 alphanumeric pattern sold by the private vendor under Section 19 504.853 may be transferred to another person. The transferee is 20 entitled to the same rights and privileges as the transferor. 21 22 (c) The transferee shall file a form prescribed by the department to notify the department of the transfer. 23 The department may set a fee to be paid by the transferee to the 24 25 department for the transfer. SECTION 11. The following provisions of the Transportation 26 27 Code are repealed:

(1) Section 504.101; and
 (2) Subsection (m), Section 504.851.
 SECTION 12. The changes in law made by this Act do not
 require the rebidding of a contract that is in effect on the
 effective date of this Act.

6 SECTION 13. This Act takes effect September 1, 2009.

President of the Senate Speaker of the House I hereby certify that S.B. No. 1616 passed the Senate on May 8, 2009, by the following vote: Yeas 30, Nays 0; and that the Senate concurred in House amendments on May 30, 2009, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

I hereby certify that S.B. No. 1616 passed the House, with amendments, on May 27, 2009, by the following vote: Yeas 148, Nays O, one present not voting.

Chief Clerk of the House

Approved:

Date

Governor