## GENERAL ASSEMBLY OF NORTH CAROLINA

## **SESSION 1997**

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HOUSE BILL 973

Short Title: On-Line Vehicle Registration Pilot.

Sponsors: Representatives Reynolds; Baker, Barbee, Bowie, Brawley, Buchanan, Capps, Clary, Cole, Culp, Dedmon, Eddins, Goodwin, Grady, Gulley, Hall, Hardy, Ives, Jeffus, Moore, Morris, Mosley, Rayfield, Sexton, Smith, Starnes, Tallent, and Thompson.

Referred to: Technology, if favorable, Transportation.

## April 16, 1997

A BILL TO BE ENTITLED

2 AN ACT DIRECTING THE DIVISION OF MOTOR VEHICLES OF THE 3 DEPARTMENT OF TRANSPORTATION TO CONDUCT A PILOT PROGRAM 4 THAT ALLOWS NEW MOTOR VEHICLE DEALERS TO ISSUE REGISTRATION PLATES FOR NEW MOTOR VEHICLES SOLD BY THEM. 5 6 The General Assembly of North Carolina enacts:

Section 1. Program Established. – The Division of Motor Vehicles of the
Department of Transportation shall implement a pilot program that allows new motor
vehicle dealers to issue registration plates for new motor vehicles sold by them. The
issuance of registration plates by dealers participating in the program shall begin January
1, 1998, and continue until January 1, 1999, or a later date set by the Division.

Section 2. Selection of Dealers. – The Division shall determine the requirements a new motor vehicle dealer must meet to participate in the program. The Division shall select dealers to participate in the program on the basis of these requirements and on the ability of the dealers selected to provide a thorough test of the program. In selecting automobile dealers to participate, the Division shall consider the recommendations of the North Carolina Automobile Dealers Association.

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The Division shall determine the number of dealers to be included in the 1 2 program and shall include as many as is feasible. The Division may implement the 3 program in phases so that the number of participating dealers is increased as the Division 4 gains experience with the program and resolves any problems that arise with the program.

5 Section 3. Implementation. – The Division shall implement the program by 6 allowing the participating dealers to submit an application for a vehicle registration to the 7 Division electronically and to receive authorization electronically to issue a registration 8 plate. The electronic submission of an application for registration may be made by the 9 dealer directly to the Division or indirectly through a third-party vendor that submits the 10 application for registration directly to the Division.

Notwithstanding G.S. 20-63(h), the Division shall provide participating dealers 11 12 with registration plates to issue under the program. A dealer may not issue a personalized 13 or other special registration plate under the program.

14 The Division may enter into contracts to implement this program. If the 15 Division implements the program by using a third-party vendor, any charges by the 16 vendor for its services shall be billed to and paid by the participating dealers through per-17 transaction charges to the dealers or another method.

18 Section 4. Progress Report. – The Division shall submit a written report to the Joint Legislative Transportation Oversight Committee by December 1, 1997, on its plan 19 20 to implement the pilot program required by this act. The report shall describe the 21 program and the Division's goals for the program.

22 Section 5. Final Report. – The Division shall submit a written report to the 23 Joint Legislative Transportation Oversight Committee by December 1, 1998. The report 24 shall include an evaluation by the Division of the success or failure of the program and a recommendation on whether the program should end on January 1, 1999, or should 25 continue beyond that date. The report shall include data on the number of dealers 26 27 participating in the program, the number of vehicle registration plates issued by month by participating dealers under the program, the effect of the program on the workload of the 28

29 Division, and any effect the program has had on contract tag agents of the Division. 30

Section 6. This act is effective when it becomes law.