### **HOUSE BILL NO. 19**

# IN THE LEGISLATURE OF THE STATE OF ALASKA TWENTY-EIGHTH LEGISLATURE - FIRST SESSION

#### BY REPRESENTATIVES STOLTZE AND KELLER, Neuman

**Introduced: 1/16/13** 

Referred: Transportation, Finance

### A BILL

## FOR AN ACT ENTITLED

- 1 "An Act relating to permanent motor vehicle registration; relating to the registration fee
- 2 for noncommercial trailers and to the motor vehicle tax for trailers; and providing for
- 3 an effective date."

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- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
- **Section 1.** AS 28.10.108(a) is amended to read:
- 6 (a) Except for a vehicle registered under AS 28.10.152 or 28.10.155, a vehicle required to be registered under this chapter shall be registered under the procedures set out in this section.
  - \* Sec. 2. AS 28.10 is amended by adding a new section to read:
- Sec. 28.10.155. Permanent motor vehicle registration. (a) The owner of a motor vehicle, other than a commercial motor vehicle, that is required to be registered under this chapter may elect to register the motor vehicle permanently in lieu of registration under AS 28.10.108 if the vehicle is at least eight years old. The permanent registration expires when the owner transfers or assigns the owner's title or

interest in the vehicle. A permanent registration may not be renewed. On receiving the proper application and fees, the department shall issue to the registered owner registration plates, tabs, and a permanent registration form.

(b) The fees for permanent registration must equal the fees that would be applicable if the motor vehicle were registered under AS 28.10.108, plus a permanent registration fee of \$25. The motor vehicle registration tax for a permanently registered vehicle is the rate established for permanent motor vehicle registration under AS 28.10.431(j). If a municipality has not established a tax for a permanently registered motor vehicle, the biennial rate established in AS 28.10.431(b) or (j), if any, is levied upon the vehicle and is payable only once at the time a motor vehicle is permanently registered. Except as provided in AS 28.10.423(b), the owner of a permanently registered motor vehicle is not required to pay other registration fees or taxes under this chapter.

# \* **Sec. 3.** AS 28.10.411(f) is amended to read:

(f) A resident 65 years of age or older on January 1 of the year the vehicle is registered or a resident with a disability that limits or impairs the ability to walk and who provides proof of that disability as provided in 23 C.F.R. 1235.2 is entitled to an exemption from the registration fee required under this section for one vehicle subject to registration under AS 28.10.421(b)(1), (2), or (5), or (j) [(6)]. An exemption may not be granted except upon written application for the exemption on a form prescribed by the department.

# \* Sec. 4. AS 28.10.421 is amended by adding a new subsection to read:

(j) When a person registers a trailer not used or maintained for the transportation of persons or property for hire or for other commercial use, including a boat trailer, baggage trailer, box trailer, utility trailer, house trailer, travel trailer, or trailer rented or offered for rent, the person may choose to pay a biennial registration fee of \$30 or to register the trailer permanently. If the person permanently registers the trailer, the person shall pay the biennial registration fee plus a permanent registration fee of \$25. If the person permanently registers the trailer, no additional registration fees are required if the same person who initially registered the trailer continues to own the trailer. A new owner of a trailer previously registered under this subsection

shall register and pay the biennial registration fee or the permanent registration fee as provided in this subsection. The motor vehicle registration tax for a permanently registered trailer is the rate established for permanent trailer registration under AS 28.10.431(j). If a municipality has not established a tax for a permanently registered trailer, the biennial rate established in AS 28.10.431(b) or (j), if any, is levied upon the trailer and is payable only once at the time a trailer is permanently registered. If the person pays the registration tax as required by this subsection and AS 28.10.431, no additional registration taxes are required if the same person who initially registered the trailer continues to own the trailer.

\* Sec. 5. AS 28.10.423 is amended by adding a new subsection to read:

(b) In addition to the permanent registration fee established in AS 28.10.155, a \$2 fee is imposed on the owner of each permanently registered motor vehicle required to be inspected under an emission control program established in AS 46.14.400 or 46.14.510. That fee shall be collected biennially.

## \* **Sec. 6.** AS 28.10.431(b) is amended to read:

(b) The biennial tax is levied upon motor vehicles subject to the registration fee under AS 28.10.411 and 28.10.421 and is based upon the age of vehicles as determined by model year in the first year of the biennial period, according to the following schedule:

| 20 | Tax According to Age of |                   |       |       |       |      |      |     |         |
|----|-------------------------|-------------------|-------|-------|-------|------|------|-----|---------|
| 21 | Vehicle                 |                   |       |       |       |      |      |     |         |
| 22 |                         | Since Model Year: |       |       |       |      |      |     |         |
| 23 |                         |                   |       |       |       |      |      |     | 8th     |
| 24 |                         | 1st               | 2nd   | 3rd   | 4th   | 5th  | 6th  | 7th | or over |
| 25 | Motor Vehicle           |                   |       |       |       |      |      |     |         |
| 26 | (1) motorcycle          | \$ 17             | \$ 15 | \$ 13 | \$ 10 | \$ 7 | \$ 5 | \$4 | \$4     |
| 27 | (2) vehicles specified  | 21                | 99    | 77    | 55    | 39   | 28   | 19  | 16      |
| 28 | in AS 28.10.421(b)(1)   |                   |       |       |       |      |      |     |         |
| 29 | (3) vehicles specified  | 121               | 99    | 77    | 55    | 39   | 28   | 19  | 16      |

31 (4) vehicles specified

in AS 28.10.421(b)(3)

| 1  | in AS 28.10.421(c)(1)-(4              | 4)     |           |     |     |     |     |     |     |
|----|---------------------------------------|--------|-----------|-----|-----|-----|-----|-----|-----|
| 2  | 5,000 pounds or less                  | 121    | 99        | 77  | 55  | 39  | 28  | 19  | 16  |
| 3  | 5,001-12,000 pounds                   | 198    | 154       | 121 | 99  | 77  | 55  | 33  | 22  |
| 4  | 12,001-18,000 pounds                  | 447    | 392       | 348 | 304 | 260 | 227 | 205 | 194 |
| 5  | 18,001 pounds or over                 | 546    | 469       | 403 | 348 | 304 | 260 | 216 | 194 |
| 6  | (5) vehicles specified                | 198    | 154       | 121 | 99  | 77  | 55  | 33  | 22  |
| 7  | in AS 28.10.421(b)(4)                 |        |           |     |     |     |     |     |     |
| 8  | (6) vehicles specified                | 17     | 15        | 13  | 10  | 7   | 5   | 4   | 4   |
| 9  | in <b>AS 28.10.421(j)</b>             |        |           |     |     |     |     |     |     |
| 10 | [AS 28.10.421(b)(6)]                  |        |           |     |     |     |     |     |     |
| 11 | (7) vehicles specified                | 121    | 99        | 77  | 55  | 39  | 28  | 19  | 16  |
| 12 | in AS 28.10.421(d)(8)                 |        |           |     |     |     |     |     |     |
| 13 | (8) vehicles specified                | 121    | 99        | 77  | 55  | 39  | 28  | 19  | 16  |
| 14 | in AS 28.10.421(b)(2)                 |        |           |     |     |     |     |     |     |
| 15 | (9) vehicles eligible                 | 88     |           |     |     |     |     |     |     |
| 16 | for dealer                            |        |           |     |     |     |     |     |     |
| 17 | plates under                          |        |           |     |     |     |     |     |     |
| 18 | AS 28.10.421(d)(9).                   |        |           |     |     |     |     |     |     |
| 19 | * <b>Sec. 7.</b> AS 28.10.431(c) is a | mended | l to read | l:  |     |     |     |     |     |

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(c) Except as provided in (m) of this section, the [THE] registration tax shall be levied, collected, enforced, and otherwise administered in the same manner as provided for the registration fee in this chapter. Only one registration tax may be collected with respect to the same motor vehicle in the year for which the tax is paid.

## \* **Sec. 8.** AS 28.10.431(j) is amended to read:

(j) A municipality that imposes a motor vehicle registration tax as described under (a) of this section may also, by passage of an appropriate ordinance, increase the scheduled amount of tax described under (b) or (l) of this section, establish a tax for a motor vehicle that is permanently registered under AS 28.10.155, or establish a tax for a trailer that is permanently registered under AS 28.10.421(j) [BY PASSAGE OF AN APPROPRIATE ORDINANCE]. A municipality that chooses to change the tax imposed under (b) or (l) of this section or establishes a tax for

| permanently registered motor vehicles or trailers shall file a written notice of the |
|--|
| change with the department by January 1 of the year preceding the year in which the  |
| change in tax is to take effect. A municipality may not change the amount of the tax |
| imposed under this section more than once every two years. The department may        |
| charge a municipality a one-time fee to cover the cost to the department of          |
| implementing a change under this subsection.   |

- \* Sec. 9. AS 28.10.431 is amended by adding a new subsection to read:
  - (m) The department may not collect a registration tax established by a municipality under (j) of this section for a permanently registered motor vehicle or trailer if the amount of the tax is greater than \$100 unless the tax is for a motor vehicle subject to registration under AS 28.10.421(c)(3) and (4).
- \* **Sec. 10.** AS 28.10.421(b)(6) is repealed.

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\* Sec. 11. This Act takes effect January 1, 2014.