

## HB 10 Explanation of Changes

Section 2 – Changes the current statute with regards to registering non-commercial trailers by allowing the owner to choose either the normal biennial fee of \$30 or to select permanent registration for a fee of \$100.

Section 4 – This change to statute allows municipalities to set a Motor Vehicle Registration Tax rate for permanent registration of a trailer.

Current statutes only allow for a Motor Vehicle Registration Tax rate based on the age of a vehicle. This change is important because the Motor Vehicle Registration Tax can only be collected at the time of registration. It also addresses the potential loss in revenue that would happen if the section were not changed.

Section 6 – The Transportation Committee amended the bill, by establishing an effective date of January 1, 2014. The logic behind this is that municipalities are only allowed to make the changes made in Section 4 of the bill, once every two years. By setting the effective date to 2014 it will allow all municipalities the time needed to make changes if they choose.