Second Regular Session Seventy-first General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 18-1207.01 Jery Payne x2157

HOUSE BILL 18-1424

HOUSE SPONSORSHIP

Salazar and Duran,

SENATE SPONSORSHIP

(None),

House Committees Transportation & Energy **Senate Committees**

A BILL FOR AN ACT

101 CONCERNING THE CREATION OF A CHICANA/O SPECIAL LICENSE PLATE.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov</u>.)

The bill creates the Chicana/o special license plate. A person becomes eligible to use the plate by providing a certificate confirming that the person has made a donation to an organization chosen by the department of revenue based on the organization's provision of services to the Latino community. The organization may implement the bill by making grants to other organizations that also qualify under the standards of the bill.

In addition to the standard motor vehicle fees, the plate requires 2

one-time fees of \$25. One of the fees is credited to the highway users tax fund and the other to the licensing services cash fund.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, add 42-3-252 as 3 follows: 4 42-3-252. Special plates - Chicana/o license plate. 5 (1) BEGINNING THE EARLIER OF JANUARY 1, 2019, OR WHEN THE 6 DEPARTMENT IS ABLE TO ISSUE THE PLATES, THE DEPARTMENT SHALL 7 ISSUE SPECIAL LICENSE PLATES TO QUALIFIED APPLICANTS IN ACCORDANCE 8 WITH THIS SECTION FOR MOTORCYCLES, PASSENGER CARS, TRUCKS, OR 9 NONCOMMERCIAL OR RECREATIONAL MOTOR VEHICLES THAT DO NOT 10 EXCEED SIXTEEN THOUSAND POUNDS EMPTY WEIGHT. 11 (2) (a) THERE IS HEREBY ESTABLISHED THE CHICANA/O LICENSE

PLATE. THE DEPARTMENT MAY STOP ISSUING THE CHICANA/O LICENSE
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PLATE IF THREE THOUSAND LICENSE PLATES ARE NOT ISSUED BY JULY 1,
2023. A PERSON WHO WAS ISSUED A CHICANA/O LICENSE PLATE ON OR
BEFORE JULY 1, 2023, MAY CONTINUE TO USE THE LICENSE PLATE AFTER
JULY 1, 2023, REGARDLESS OF WHETHER THE DEPARTMENT STOPS ISSUING
THE SPECIAL LICENSE PLATE.

18 (b) The department shall design the special license plate
19 WITH INPUT FROM INTERESTED PERSONS TO SHOW THAT THE OWNER
20 SUPPORTS THE LATINO COMMUNITY.

(3) (a) AT LEAST ONCE EVERY FIVE YEARS, THE DEPARTMENT
SHALL DESIGNATE ONE OR MORE ORGANIZATIONS TO QUALIFY APPLICANTS
TO BE ISSUED THE CHICANA/O LICENSE PLATE. ANY ORGANIZATION IS
ELIGIBLE TO BE SELECTED AND RETAINED IF THE ORGANIZATION HAS
RECEIVED A DETERMINATION LETTER FROM THE INTERNAL REVENUE

- 1 SERVICE GRANTING THE ORGANIZATION TAX-EXEMPT STATUS UNDER 26
- 2 U.S.C. SEC. 501 (c)(3) AND IF THE ORGANIZATION:
- 3 (I) IS BASED IN COLORADO;

4 (II) HAS BEEN IN EXISTENCE FOR AT LEAST THREE YEARS;

5 (III) EMPLOYS NO MORE THAN FIFTY PEOPLE;

6 (IV) USES AT LEAST SEVENTY-FIVE PERCENT OF THE
7 ORGANIZATION'S REVENUES TO PROVIDE SERVICES TO THE COLORADO
8 LATINO COMMUNITY; AND

9 (V) COMPLIES WITH THIS SECTION.

10 (b) AN ORGANIZATION CHOSEN TO QUALIFY APPLICANTS TO BE 11 ISSUED A LICENSE PLATE MAY PROVIDE SERVICES DIRECTLY OR BY ACTING 12 AS A FISCAL AGENT BY IMPLEMENTING A GRANT PROGRAM TO OTHER 13 ORGANIZATIONS THAT PROVIDE SERVICES. TO QUALIFY FOR A GRANT 14 USING MONEY RAISED UNDER THIS SECTION, THE ORGANIZATION MUST 15 MEET THE REQUIREMENTS ESTABLISHED IN SUBSECTION (3)(a) OF THIS 16 SECTION. TO IMPLEMENT THIS PROGRAM AS A FISCAL AGENT MAKING 17 GRANTS, THE FISCAL AGENT SHALL NOT RETAIN OR SPEND MORE THAN TEN 18 PERCENT OF THE MONEY RAISED UNDER THIS SECTION ON ADMINISTRATIVE 19 COSTS.

20 (c) A PERSON MAY APPLY FOR A CHICANA/O LICENSE PLATE IF THE 21 PERSON PAYS THE TAXES AND FEES REOUIRED UNDER THIS SECTION AND 22 PROVIDES TO THE DEPARTMENT OR AN AUTHORIZED AGENT A CERTIFICATE 23 ISSUED BY THE ORGANIZATION CHOSEN IN ACCORDANCE WITH THIS 24 SUBSECTION (3) CONFIRMING THAT THE APPLICANT HAS MADE A DONATION 25 TO THE ORGANIZATION. THE ORGANIZATION MAY ESTABLISH A MINIMUM 26 DONATION AMOUNT TO QUALIFY FOR THE PLATE. THE ORGANIZATION 27 SHALL USE THE DONATION TO SUPPORT LATINO COMMUNITIES.

-3-

(d) THE ORGANIZATION CHOSEN IN ACCORDANCE WITH THIS
 SUBSECTION (3) SHALL FILE WITH THE DEPARTMENT AN ANNUAL
 STATEMENT VERIFYING THAT IT IS A NONPROFIT ORGANIZATION UNLESS
 THE DEPARTMENT STOPS ISSUING THE LICENSE PLATE.

5 (4) THE AMOUNT OF THE TAXES AND FEES FOR SPECIAL LICENSE 6 PLATES UNDER THIS SECTION IS THE SAME AS THE AMOUNT OF THE TAXES 7 AND FEES FOR REGULAR MOTOR VEHICLE LICENSE PLATES; EXCEPT THAT 8 THE DEPARTMENT SHALL COLLECT AN ADDITIONAL ONE-TIME FEE OF 9 TWENTY-FIVE DOLLARS FOR ISSUANCE OR REPLACEMENT OF THE LICENSE 10 PLATE. THE DEPARTMENT SHALL TRANSMIT THE ADDITIONAL ONE-TIME 11 FEE TO THE STATE TREASURER, WHO SHALL CREDIT THE FEE TO THE 12 HIGHWAY USERS TAX FUND CREATED IN SECTION 43-4-201.

13 (5) AN APPLICANT MAY APPLY FOR PERSONALIZED CHICANA/O 14 LICENSE PLATES. UPON PAYMENT OF THE ADDITIONAL FEE REQUIRED BY 15 SECTION 42-3-211 (6)(a) FOR PERSONALIZED LICENSE PLATES, THE 16 DEPARTMENT MAY ISSUE THE PLATES IF THE APPLICANT COMPLIES WITH 17 SECTION 42-3-211. IF AN APPLICANT HAS EXISTING PERSONALIZED LICENSE 18 PLATES FOR A MOTOR VEHICLE, THE APPLICANT MAY TRANSFER THE 19 COMBINATION OF LETTERS OR NUMBERS TO A NEW SET OF CHICANA/O 20 LICENSE PLATES FOR THE VEHICLE UPON PAYING THE FEE REQUIRED BY 21 SECTION 42-3-211 (6)(a) AND UPON TURNING IN THE EXISTING PLATES TO 22 THE DEPARTMENT. A PERSON WHO HAS OBTAINED PERSONALIZED LICENSE 23 PLATES UNDER THIS SUBSECTION (5) SHALL PAY THE ANNUAL FEE IMPOSED 24 BY SECTION 42-3-211 (6)(b) FOR RENEWAL OF THE PERSONALIZED PLATES. 25 THE FEES UNDER THIS SUBSECTION (5) ARE IN ADDITION TO ALL OTHER 26 APPLICABLE TAXES AND FEES.

27 **SECTION 2.** In Colorado Revised Statutes, **amend** 42-3-312 as

-4-

1 follows:

2 **42-3-312.** Special license plate surcharge. In addition to any 3 other fee imposed by this article 3, an applicant for a special license plate 4 created by rule in accordance with section 42-3-207, as the section existed 5 when the plate was created, or license plates issued pursuant to sections 6 42-3-211 to 42-3-218, sections 42-3-221 to 42-3-234, and sections 7 42-3-237 to 42-3-251 42-3-252 shall pay an issuance fee of twenty-five 8 dollars; except that the fee is not imposed on special license plates 9 exempted from additional fees for the issuance of a military special 10 license plate by section 42-3-213 (1)(b)(II). The department shall transfer 11 the fee to the state treasurer, who shall credit it to the licensing services 12 cash fund created in section 42-2-114.5.

13 SECTION 3. Act subject to petition - effective date. This act 14 takes effect at 12:01 a.m. on the day following the expiration of the 15 ninety-day period after final adjournment of the general assembly (August 16 8, 2018, if adjournment sine die is on May 9, 2018); except that, if a 17 referendum petition is filed pursuant to section 1 (3) of article V of the 18 state constitution against this act or an item, section, or part of this act 19 within such period, then the act, item, section, or part will not take effect 20 unless approved by the people at the general election to be held in 21 November 2018 and, in such case, will take effect on the date of the 22 official declaration of the vote thereon by the governor.