

**Second Regular Session  
Seventy-fourth General Assembly  
STATE OF COLORADO**

**PREAMENDED**

*This Unofficial Version Includes Committee  
Amendments Not Yet Adopted on Second Reading*

LLS NO. 24-0071.01 Josh Schultz x5486

**HOUSE BILL 24-1089**

---

**HOUSE SPONSORSHIP**

**Hamrick and Frizell**, Amabile, Clifford, Duran, Froelich, Joseph, Lindsay, Parenti,  
Taggart, Weinberg

**SENATE SPONSORSHIP**

**Zenzinger and Pelton R.**,

---

**House Committees**

Finance  
Appropriations

**Senate Committees**

Finance  
Appropriations

---

**A BILL FOR AN ACT**

101 **CONCERNING THE USE OF ELECTRONIC NOTIFICATIONS FOR VEHICLE**  
102 **TRANSACTIONS.**

---

**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 <http://leg.colorado.gov>.)*

**Section 1** of the bill requires the department of revenue (department) to create a process for a vehicle owner to request to receive and for the department to provide electronic communications and notifications, instead of written notifications, concerning vehicle transactions, including electronic notifications for vehicle registration renewals and issuance of license plates. The department is not permitted,

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.  
*Capital letters or bold & italic numbers indicate new material to be added to existing law.  
Dashes through the words or numbers indicate deletions from existing law.*

HOUSE  
3rd Reading Unamended  
March 18, 2024

HOUSE  
Amended 2nd Reading  
March 15, 2024

however, to provide electronic notifications for the revocation of a vehicle registration or license plate. The bill also requires the department to adopt rules to create procedures for a vehicle owner to request the electronic notification.

**Sections 2 and 3** make conforming amendments limiting requirements for written notification to transactions related to drivers' licenses and certain other transactions.

---

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, **add** 42-1-236 as  
3 follows:

4 **42-1-236. Electronic notification of transactions involving**  
5 **vehicles - rules - definitions - repeal.** (1) NO LATER THAN MARCH 31,  
6 2026, THE DEPARTMENT SHALL CREATE A PROCESS FOR AN OWNER TO  
7 REQUEST TO RECEIVE AND FOR THE DEPARTMENT TO PROVIDE ELECTRONIC  
8 NOTIFICATION, IN LIEU OF WRITTEN NOTIFICATION, OF DEPARTMENT  
9 NOTICES AND TRANSACTIONS UNDER ARTICLE 2, 3, OR 6 OF THIS TITLE 42.

10 (2) (a) EXCEPT AS PROVIDED IN SUBSECTION (2)(b) OF THIS  
11 SECTION, IF AN OWNER REQUESTS ELECTRONIC NOTIFICATION OF THE  
12 IMPENDING EXPIRATION OF THE VEHICLE'S REGISTRATION, THE  
13 DEPARTMENT MAY ISSUE NOTICES OR OTHERWISE COMMUNICATE WITH  
14 THE OWNER ELECTRONICALLY CONCERNING VEHICLE TRANSACTIONS  
15 UNDER ARTICLE 2, 3, OR 6 OF THIS TITLE 42. THE VEHICLE TRANSACTION  
16 NOTICES OR OTHER COMMUNICATIONS MAY INCLUDE:

17 (I) NOTICES REGARDING:

18 (A) VEHICLE REGISTRATION EXPIRATION;

19 (B) IDENTIFYING PLATE AND IDENTIFYING PLACARD, AS DEFINED  
20 IN SECTION 42-3-204 (1)(g) AND (1)(f), RENEWAL;

21 (C) VEHICLE CERTIFICATE OF TITLE ISSUANCE;

22 (D) FLEET VEHICLE REGISTRATION RENEWAL; ■

- 1 (E) HEARINGS;  
2 (F) DRIVER'S LICENSES; AND  
3 (G) DEALER LICENSE PLATE AND DEPOT TAG ISSUANCE; AND  
4 (II) COMMUNICATIONS ABOUT MISSING DOCUMENTATION.

5 (b) THE DEPARTMENT SHALL NOT USE ELECTRONIC MEANS TO  
6 NOTIFY AN OWNER OF THE REVOCATION OF A VEHICLE REGISTRATION DUE  
7 TO DISHONORED PAYMENT PURSUANT TO SECTION 42-3-123 OR THE  
8 REVOCATION OF AN IDENTIFYING PLATE OR IDENTIFYING PLACARD  
9 PURSUANT TO SECTION 42-3-204 (7).

10 (c) ON OR BEFORE DECEMBER 31, 2024, THE DEPARTMENT SHALL  
11 PROMULGATE RULES FOR IMPLEMENTING THE ELECTRONIC NOTIFICATION  
12 PROCESS DESCRIBED IN SUBSECTION (2)(a) OF THIS SECTION.

13 (3) ANY ELECTRONIC COMMUNICATION MADE PURSUANT TO THIS  
14 SECTION MUST INCLUDE ANY NOTIFICATION INFORMATION REQUIRED BY  
15 ARTICLE 2, 3, OR 6 OF THIS TITLE 42.

16 (4)(a) THE GENERAL ASSEMBLY SHALL APPROPRIATE MONEY FROM  
17 THE COLORADO DRIVES VEHICLE SERVICES ACCOUNT, CREATED IN  
18 SECTION 42-1-211 (2), TO THE DEPARTMENT OF REVENUE TO DEVELOP THE  
19 SOFTWARE TO IMPLEMENT THIS SECTION.

20 (b) THIS SUBSECTION (4) IS REPEALED, EFFECTIVE JULY 1, 2026.

21 **SECTION 2.** In Colorado Revised Statutes, 42-2-119, **amend** (2)  
22 as follows:

23 **42-2-119. Notices - change of address or name.** (2) All notices  
24 and orders required to be given to any licensee ~~or registered owner~~ under  
25 ~~the provisions of the motor vehicle laws shall~~ THIS ARTICLE 2 MUST be  
26 PROVIDED THROUGH ELECTRONIC NOTIFICATION OR GIVEN in writing and,  
27 if mailed, postpaid by first-class mail to ~~him or her~~ THE LICENSEE at the

1 last-known address shown by the records kept by the department pursuant  
2 to this ~~article~~. Such mailing shall be ARTICLE 2. THE MAILING IS sufficient  
3 notice in accord with the motor vehicle laws. Any notice or order of the  
4 department mailed first class under the provisions of this ~~title~~ TITLE 42  
5 creates a presumption for administrative purposes that ~~such~~ THE notice or  
6 order was received if the department maintains a copy of the notice or  
7 order and maintains a certification that the notice or order was deposited  
8 in the United States mail by an employee of the department. Evidence of  
9 a copy of the notice mailed to the last-known address of the licensee, as  
10 shown by the records kept by the department pursuant to this ~~article~~  
11 ARTICLE 2, and a certification of mailing by a department employee; ~~or~~  
12 evidence of delivery of notice in person to the last-known address of the  
13 licensee, as shown by the records kept by the department pursuant to this  
14 ~~article~~; ARTICLE 2; or evidence of personal service upon the licensee or  
15 upon ~~any~~ AN attorney appearing on the licensee's behalf of the order of  
16 denial, cancellation, suspension, or revocation of the license by the  
17 executive director of the department or by the executive director's duly  
18 authorized representative is prima facie proof that the licensee received  
19 personal notice of ~~said~~ THE denial, cancellation, suspension, or  
20 revocation.

21 **SECTION 3.** In Colorado Revised Statutes, 42-2-120, **amend** (1)  
22 as follows:

23 **42-2-120. Methods of service.** (1) Any notice or order required  
24 to be served under ~~the provisions of the motor vehicle laws~~ THIS ARTICLE  
25 2 may be served in any manner reasonably designed to notify the person  
26 to be served of the material provisions of ~~such~~ THE notice or order. A  
27 person has been served with a notice or order when ~~such~~ THE person has

1 knowledge of the material provisions of ~~such~~ THE notice or order,  
2 regardless of the manner in which ~~such~~ THE knowledge was acquired.  
3 Any irregularity in the form or manner of service or documentation of the  
4 proof of service or the means by which knowledge of the material  
5 provisions of a notice or order is acquired ~~shall~~ DOES not affect the  
6 validity of ~~such~~ THE notice or order.

7 **SECTION 4.** In Colorado Revised Statutes, 42-2-127, **amend**  
8 (8)(a) as follows:

9 **42-2-127. Authority to suspend license - to deny license - type**  
10 **of conviction - points.** (8) (a) Whenever the department's records show  
11 that a licensee has accumulated a sufficient number of points to be subject  
12 to license suspension, the department shall notify the licensee that a  
13 hearing will be held not less than twenty days after the date of the notice  
14 to determine whether the licensee's driver's license should be suspended.  
15 The notification shall be given to the licensee THROUGH ELECTRONIC  
16 NOTIFICATION OR in writing by regular mail, addressed to the address of  
17 the licensee as shown by the records of the department.

18 **SECTION 5.** In Colorado Revised Statutes, 42-1-234, **amend**  
19 (1)(a) introductory portion, (1)(b), (1)(c), (2)(a) introductory portion,  
20 (2)(b)(I)(A), and (2)(b)(I)(B) as follows:

21 **42-1-234. Electronic vehicle registration and titling - electronic**  
22 **transmission of vehicle lien information - authority - rules - electronic**  
23 **transactions fund - gifts, grants, and donations - repeal.** (1) (a) ON OR  
24 BEFORE SEPTEMBER 30, 2024, the department ~~may~~ SHALL establish a  
25 system to allow the electronic transmission of registration, lien, and titling  
26 information for motor vehicles, off-highway vehicles, or special mobile  
27 machinery INCLUDING FOR LEASED MOTOR VEHICLES. Except as provided

1 in subsection (3) of this section, the department may adopt rules necessary  
2 for the implementation of this section, including rules to allow the  
3 department to:

4 (1) (b) The department's approval of a third-party provider to  
5 register a vehicle, or special mobile machinery, file or release liens, or  
6 issue any type of certificate of title must be evidenced by an agreement  
7 between the department and the third-party provider.

8 (c) In registering a vehicle, or special mobile machinery, filing or  
9 releasing liens, or issuing any type of certificate of title, the third-party  
10 provider is acting as an agent of the department. The third-party provider  
11 shall collect and remit to the department all taxes and fees imposed by  
12 law to issue any type of certificate of title, TO file or release a lien, or to  
13 register the vehicle. or special mobile machinery.

14 (2) (a) The department is authorized to seek and accept gifts,  
15 grants, or donations from private or public sources, including from  
16 third-party providers, for the purposes of this section; except that the  
17 department may not accept a gift, grant, or donation that is subject to  
18 conditions that are inconsistent with this section or any other law of the  
19 state. The department shall ensure that any funds contributed to the  
20 department for the implementation of the system for the electronic  
21 transmission of registration, lien, and titling information for motor  
22 vehicles AND vehicles off-highway vehicles, and special mobile  
23 machinery are:

24 (b) (I) In addition to the fees described in subsection (1)(c) of this  
25 section, a third-party provider shall pay the department a fee of up to  
26 three dollars for each of the following types of transactions completed by  
27 the third-party provider:

1           (A) Issuance of or transfer of a certificate of title for a motor  
2 vehicle; or an off-highway vehicle;

3           (B) Issuance of or renewal of a registration for a motor vehicle OR  
4 a vehicle; or special mobile machinery; and

5           **SECTION 6. Safety clause.** The general assembly finds,  
6 determines, and declares that this act is necessary for the immediate  
7 preservation of the public peace, health, or safety or for appropriations for  
8 the support and maintenance of the departments of the state and state  
9 institutions.