# First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

### **INTRODUCED**

LLS NO. 25-0663.01 Jery Payne x2157

**HOUSE BILL 25-1121** 

#### **HOUSE SPONSORSHIP**

Suckla, Richardson

#### SENATE SPONSORSHIP

(None),

## **House Committees**

**Senate Committees** 

Finance

101

102

#### A BILL FOR AN ACT

CONCERNING AN OPTION TO REGISTER A TRAILER UNTIL IT IS TRANSFERRED TO ANOTHER PERSON.

### **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 <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The bill authorizes the owner of a trailer to register the trailer for as long as the person owns the trailer. The trailer must be class B or class C personal property. To register the trailer, the owner must pay:

- 10 years of specific ownership tax; and
- \$24.50 to cover fees.

Upon the transfer of ownership of the trailer, the owner is required

to notify the department of revenue of the transfer. The department will notify the owner of this requirement. If the owner fails to make the notification, the department may suspend the person's authority to register a trailer under the bill for 3 years. Procedures are set for implementing the suspension.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 42-3-102, add (5) as 3 follows: 4 42-3-102. Periodic registration - rules. (5) (a) IN LIEU OF 5 REGISTERING UNDER SUBSECTIONS (1) TO (3) OF THIS SECTION, AN 6 APPLICANT MAY REGISTER A TRAILER UNDER THIS SUBSECTION (5) IF: 7 (I) THE TRAILER QUALIFIES AS CLASS B OR CLASS C PERSONAL 8 PROPERTY; AND 9 (II) THE OWNER COMPLIES WITH THIS SECTION AND SECTIONS 10 42-3-107 (29) AND 42-3-315. 11 (b) A TRAILER REGISTRATION ISSUED UNDER THIS SUBSECTION (5) 12 DOES NOT EXPIRE UNTIL THE TRAILER CHANGES OWNERSHIP IN 13 ACCORDANCE WITH THIS ARTICLE 3. THE REGISTRATION EXPIRES UPON THE 14 TRANSFER OF THE TRAILER. 15 (c) THE DEPARTMENT SHALL ISSUE A LICENSE PLATE TO A TRAILER 16 REGISTERED UNDER THIS SUBSECTION (5), BUT A VALIDATING STICKER OR 17 TAB IS NOT ISSUED NOR REQUIRED FOR THE LICENSE PLATE. 18 (d) (I) (A) Upon the transfer of ownership of a trailer 19 REGISTERED UNDER THIS SECTION, THE OWNER SHALL NOTIFY THE 20 DEPARTMENT OF THE TRANSFER. 21 (B) IF A PERSON FAILS TO MAKE THE NOTIFICATION REQUIRED BY 22 THIS SUBSECTION (5)(d), THE DEPARTMENT MAY SUSPEND THE PERSON'S 23 AUTHORITY TO REGISTER A TRAILER UNDER THIS SUBSECTION (5) FOR

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| 1  | THREE YEARS. UPON DETERMINING THAT A PERSON FAILED TO MAKE THE  |
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| 2  | NOTIFICATION, THE DEPARTMENT SHALL NOTIFY THE PERSON WITHIN   |
| 3  | THIRTY DAYS AFTER THE DETERMINATION OF THE RIGHT TO REQUEST A   |
| 4  | HEARING TO APPEAL THE DETERMINATION. THE PERSON MAY APPEAL THE  |
| 5  | DETERMINATION AT A HEARING IF THE REQUEST IS MADE WITHIN THIRTY   |
| 6  | DAYS AFTER THE DEPARTMENT MAKES THE NOTIFICATION. THE HEARING   |
| 7  | MUST BE HELD IN ACCORDANCE WITH ARTICLE 4 OF TITLE 24.  |
| 8  | (II) Upon registering a trailer under this section, the   |
| 9  | DEPARTMENT SHALL NOTIFY THE OWNER OF THE REQUIREMENT OF THIS  |
| 10 | $\hbox{subsection}(5)(d)\hbox{to}\hbox{notify}\hbox{the}\hbox{department}\hbox{of}\hbox{any}\hbox{transfer}\hbox{of}\hbox{the}$ |
| 11 | TRAILER REGISTERED UNDER THIS SUBSECTION (5). THE DEPARTMENT  |
| 12 | SHALL ALSO NOTIFY THE PUBLIC OF THE REQUIREMENTS OF THIS  |
| 13 | SUBSECTION (5) ON ITS WEB PAGE.   |
| 14 | SECTION 2. In Colorado Revised Statutes, 42-3-107, add (29)   |
| 15 | as follows:   |
| 16 | 42-3-107. Taxable value of classes of property - rate of tax -  |
| 17 | when and where payable - department duties - apportionment of tax   |
| 18 | collections - definitions - rules - repeal. (29) The owner must prepay  |
| 19 | TEN YEARS OF ANNUAL SPECIFIC OWNERSHIP TAX TO REGISTER A TRAILER  |
| 20 | UNDER SECTION 42-3-102 (5).   |
| 21 | SECTION 3. In Colorado Revised Statutes, add 42-3-315 as  |
| 22 | follows:  |
| 23 | 42-3-315. Fee for long-term or permanent registration -   |
| 24 | trailers. (1) In Lieu of any other fee imposed for registration of  |
| 25 | A TRAILER, THE FEE FOR REGISTRATION ISSUED UNDER SECTION $42-3-102$   |
| 26 | (5) IS TWENTY-FOUR DOLLARS AND FIFTY CENTS.   |
| 27 | (2) (a) THE DEPARTMENT OR AUTHORIZED AGENT THAT   |

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| 1  | REGISTERED THE TRAILER MAY RETAIN TWO DOLLARS OF THE                        |
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| 2  | REGISTRATION FEE.   |
| 3  | (b) THE DEPARTMENT OR AUTHORIZED AGENT SHALL RETAIN ONE                     |
| 4  | DOLLAR AND FIFTY CENTS OF THE FEE, WHICH THE DEPARTMENT SHALL               |
| 5  | TRANSFER TO THE COUNTY WHERE THE REGISTRATION OCCURRED, IF                  |
| 6  | APPLICABLE, AND THE COUNTY SHALL ALLOCATE THE MONEY TO THE                  |
| 7  | COUNTY ROAD AND BRIDGE FUND FOR THE COUNTY CREATED PURSUANT                 |
| 8  | TO SECTION $43-2-202(1)(a)$ .   |
| 9  | (c) The state treasurer shall credit the following                          |
| 10 | AMOUNTS OF THE REMAINDER OF THE FEE TO THE FOLLOWING FUNDS:                 |
| 11 | (I) FIFTY CENTS TO THE COLORADO DRIVES VEHICLE SERVICES                     |
| 12 | ACCOUNT CREATED IN SECTION 42-1-211 (2) WITHIN THE HIGHWAY USERS            |
| 13 | TAX FUND;   |
| 14 | (II) TWO DOLLARS AND FIFTY CENTS TO THE LICENSE PLATE CASH                  |
| 15 | FUND CREATED IN SECTION 42-3-301 (1)(b);                                    |
| 16 | (III) FIVE DOLLARS TO THE STATEWIDE BRIDGE AND TUNNEL                       |
| 17 | ENTERPRISE SPECIAL REVENUE FUND CREATED IN SECTION $43-4-805$ (3)(a);       |
| 18 | AND   |
| 19 | (IV) THE REMAINDER OF THE FEE TO THE HIGHWAY USERS TAX                      |
| 20 | FUND CREATED IN SECTION 43-4-201.   |
| 21 | SECTION 4. In Colorado Revised Statutes, 42-1-211, amend (2)                |
| 22 | as follows:   |
| 23 | 42-1-211. Driver's license, record, identification, and vehicle             |
| 24 | <b>enterprise solution.</b> (2) There is hereby created the Colorado DRIVES |
| 25 | vehicle services account in the highway users tax fund for the purpose of   |
| 26 | providing funds for the development and operation of Colorado DRIVES,       |
| 27 | including operations performed under articles 2, 3, 4, 6, 7, and 12 of this |

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1 title 42, to cover the costs of administration and enforcement of the 2 motorist insurance identification database program created in section 3 42-7-604, and to purchase and issue license plates, decals, and validating 4 tabs in accordance with article 3 of this title 42. Money received from the 5 fees imposed by sections 38-29-138 (1), (2), (4), and (5), 42-1-206 (2)(a), 6 42-1-210 (1)(a)(II), 42-1-231, 42-1-233 (3)(b), 42-2-107 (1)(a)(I), 7 42-2-114 (2)(b), (2)(c)(I), (2)(c)(II), (2)(e), and (4)(a), 42-2-114.5 (1), 8 42-2-117 (1), 42-2-118 (1)(b)(I)(C) and (1.5)(b), 42-2-133 (2), 42-2-306 9 (2), 42-2-406 (1), (2), (3)(d), and (6), 42-2-508 (1), 42-3-107 (22), 42-3-213 (1)(b)(IV), 42-3-304 (18)(d)(I)(B), 42-3-306 (14), 42-3-312, 10 11 42-3-313 (2)(c)(I), 42-3-315, 42-6-110 (1.7)(c), 42-6-137 (1), (2), (4), (5), 12 and (6), and 42-6-138 (1)(a), (2), and (4) and any money received through 13 gifts, grants, and donations to the account from private or public sources 14 for the purposes of this section, shall be credited by the state treasurer to 15 the Colorado DRIVES vehicle services account. The state treasurer shall 16 credit all interest and income derived from the deposit and investment of 17 money in the Colorado DRIVES vehicle services account to the account. 18 The general assembly shall appropriate annually the money in the account 19 for the purposes of this subsection (2). If any unexpended and 20 unencumbered money remains in the account at the end of a fiscal year, 21 the balance remains in the account and is not transferred to the general 22 fund or any other fund. 23 **SECTION 5.** Act subject to petition - effective date. This act 24 takes effect at 12:01 a.m. on the day following the expiration of the 25 ninety-day period after final adjournment of the general assembly; except 26 that, if a referendum petition is filed pursuant to section 1 (3) of article V 27 of the state constitution against this act or an item, section, or part of this

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- act within such period, then the act, item, section, or part will not take
- 2 effect unless approved by the people at the general election to be held in
- November 2026 and, in such case, will take effect on the date of the
- 4 official declaration of the vote thereon by the governor.

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