



# TAX COMMISSION: FY 2014 FEE SCHEDULE

BUSINESS, ECONOMIC DEVELOPMENT, AND LABOR APPROPRIATIONS SUBCOMMITTEE  
STAFF: ZACKERY KING

ISSUE BRIEF

**SUMMARY**

The purpose of this issue brief is to discuss proposed fee changes by the Tax Commission, present the Tax Commission’s FY 2014 proposed fee Schedule, and to make recommendations for the Tax Commission’s FY 2014 proposed fee Schedule. Consequently, this issue brief is divided into three sections, discussing these three items respectively.

**Section 1. Proposed Fee Changes**

The Motor Vehicle Transaction fee in the Motor Vehicle Division is the service fee charged between the Tax Commission and the counties for shared motor vehicle registration and titling work. UCA 59-2-406-3(c) requires an annual adjustment based on the prior year’s consumer price index change (CPI). The rate is to be increased 3% from 1.30 to 1.43 per unit.

Tax Commission - Tax Administration - Motor Vehicles	Old Fee	New Fee	Fee Change	Qty	Rev Chg
Motor Vehicle					
Motor Vehicle Transaction (per standard unit)	1.39	1.43	.04	1,718,700	68,748
Subtotal, Motor Vehicles					\$68,748

In an effort to standardize its fees and align existing fees more clearly with statute, the Tax Commission has proposed the following fee changes beginning FY 2014:

**Tax Commission - Tax Administration - Motor Vehicle Enforcement Division**

Remanufacturer's License	0.00	102.00	102.00	10	1,020
Temporary Sports Event Registration Certificate	0.00	12.00	12.00	100	1,200
MV Business Regulation Licenses					
Small Trailer Dealer	51.00	0.00	-51.00	20	-1,020
Subtotal, Motor Vehicle Enforcement Division					\$1,200

The Tax Commission has modified fee names and combined, deleted, or separated (and subsequently added) fees in its proposed fee schedule for FY 2014 to align with statute. For example, the “Remanufacturer’s License” listed above is not a new fee, but is currently coupled with a manufacturer’s license into one fee. Current statute lists these licenses separately. This proposed change would separate both licenses, each with its own line in the fee schedule, while maintaining the current fee amount. This is true for the “Temporary Sports Event Registration Certificate” as well. As another example, the opposite scenario is true for “Small Trailer Dealer” license listed above. The license is not being deleted from the fee schedule entirely, but combined with another license to align more clearly with statutory language authorizing the fee; the new fee name is “Motor Cycle, Off-highway Vehicle, and Small Trailer Dealer License” and there is a separate fee for a new or used license, the fee amount is maintained at its current rate of \$51.

**Section 2. Proposed FY 2014 Fee Schedule:**

<b>Tax Commission - Tax Administration - Administration Division</b>		<b>Old Fee</b>	<b>New Fee</b>	<b>Fee Change</b>	<b>Qty</b>	<b>Rev Chg</b>
Administration						
1082.	Liquor Profit Distribution	6.00	6.00	0.00	267	0
All Divisions						
1083.	Certified Document	5.00	5.00	0.00	0	0
1084.	Faxed Document Processing (per page)	1.00	1.00	0.00	0	0
1085.	Record Research	6.50	6.50	0.00	2,246	0
1086.	Photocopies, over 10 copies (per page)	.10	.10	0.00	0	0
1087.	Research, special requests (per hour)	20.00	20.00	0.00	0	0
Subtotal, Administration Division						\$0
<b>Tax Commission - Tax Administration - Technology Management</b>						
Administration						
All Divisions						
1088.	Custom Programming (per hour)	85.00	85.00	0.00	0	0
Subtotal, Technology Management						\$0
<b>Tax Commission - Tax Administration - Tax Processing Division</b>						
Administration						
All Divisions						
1089.	Tax payments and other authorized transactions Not to exceed 3% Not to exceed 3%			0.00	30,596	0
Convenience fee, not to exceed 3%						
Subtotal, Tax Processing Division						\$0
<b>Tax Commission - Tax Administration - Tax Payer Services</b>						
Administration						
1090.	Lien Subordination	300.00	300.00	0.00	8	0
Not to exceed \$300						
1091.	Tax Clearance	50.00	50.00	0.00	688	0
Subtotal, Tax Payer Services						\$0
<b>Tax Commission - Tax Administration - Motor Vehicles</b>						
Administration						
1092.	Sample License Plates	5.00	5.00	0.00	30	0
All Divisions						
1093.	Data Processing Set-Up	55.00	55.00	0.00	22	0
Aeronautics						
1094.	Aircraft Registration	3.00	3.00	0.00	1,000	0
Parks and Recreation						
1095.	Decal Replacement	4.00	4.00	0.00	1,200	0
Motor Vehicle						
1096.	Motor Vehicle Information	3.00	3.00	0.00	13,000	0
1097.	Motor Vehicle Information Via Internet	1.00	1.00	0.00	101,800	0
1098.	Motor Vehicle Transaction (per standard unit)	1.39	1.43	.04	1,718,700	68,748
Motor Carrier						
1099.	Cab Card	3.00	3.00	0.00	22,550	0
1100.	Duplicate Registration	3.00	3.00	0.00	450	0
Temporary Permit						
1101.	Individual permit	6.00	6.00	0.00	238,000	0
Electronic Payment						

TAX COMMISSION: 2014 FEE SCHEDULE

	Old Fee	New Fee	Fee Change	Qty	Rev Chg
1102. Authorized Motor Vehicle Registrations Up to \$3	Up to \$3	Up to \$3	0.00	2,740,000	0
Motor Vehicle License Plates					
1103. Reflectorized Plate	5.00	5.00	0.00	114,500	0
Special Group Plate Programs					
Inventory ordered before July 1, 2003					
1104. Plus \$5 standard plate	5.50	5.50	0.00	1,376	0
New Programs or inventory reorders after July 1, 2003					
1105. Start-up or significant program changes (per program)	3,900.00	3,900.00	0.00	0	0
1106. Extra Plate Costs (per decal set ordered)	2.92	2.92	0.00	0	0
1107. Extra Handling Cost (per decal set ordered)	2.40	2.40	0.00	0	0
1108. Postage Charge (per decal set ordered)	2.20	2.20	0.00	0	0
1109. Special Group Logo Decals	Variable	Variable	0.00	0	0
1110. Special Group Slogan Decals	Variable	Variable	0.00	0	0
Motor and Special Fuel International Fuel Tax Administration					
1111. Decal (per set)	4.00	4.00	0.00	36,000	0
1112. Reinstatement	100.00	100.00	0.00	280	0
Subtotal, Motor Vehicles					\$68,748
<b>Tax Commission - Tax Administration - Motor Vehicle Enforcement Division</b>					
MV Business Regulation					
1113. Dismantler's Retitling Inspection	50.00	50.00	0.00	35	0
1114. Remanufacturer's License	0.00	102.00	102.00	10	1,020
1115. Temporary Sports Event Registration Certificate	0.00	12.00	12.00	100	1,200
MV Business Regulation					
1116. Salvage Vehicle Inspection	50.00	50.00	0.00	90	0
Electronic Payment					
1117. Temporary Permit Books (per book)	Up to \$4	Up to \$4	0.00	10,885	0
1118. Dealer Permit Penalties (per penalty)	Up to \$1	Up to \$1	0.00	0	0
1119. Salvage Buyer's License (per license)	Up to \$3	Up to \$3	0.00	316	0
Licenses					
1120. Manufacturer License	102.00	102.00	0.00	50	0
1121. New Motor Vehicle Dealer	127.00	127.00	0.00	430	0
1122. Transporter	51.00	51.00	0.00	600	0
1123. Small Trailer Dealer	51.00	0.00	-51.00	20	-1,020
1124. Body Shop	112.00	112.00	0.00	330	0
1125. Used Motor Vehicle Dealer	127.00	127.00	0.00	1,300	0
1126. Dismantler	102.00	102.00	0.00	105	0
MV Business Regulation Licenses					
1127. Salesperson (including transfers and reissues)	31.00	31.00	0.00	7,000	0
1128. Salesperson's License Transfer or Reissue	5.00	0.00	-5.00	850	-4,250
1129. Crusher	102.00	102.00	0.00	28	0

## TAX COMMISSION: 2014 FEE SCHEDULE

		Old Fee	New Fee	Fee Change	Qty	Rev Chg
1130.	Used Motor Cycle, Off-highway Vehicle, and Small Trailer Dealer	51.00	51.00	0.00	28	0
1131.	New Motor Cycle Off-Highway Vehicle and Small Trailer Dealer	51.00	51.00	0.00	91	0
1132.	Representative	26.00	26.00	0.00	215	0
1133.	Distributor or Factory Branch and Distributor Branch's	61.00	61.00	0.00	150	0
	Additional place of business					
1134.	Temporary	26.00	26.00	0.00	225	0
1135.	Permanent	127.00	127.00	0.00	116	0
	License Plates Purchase					
1136.	Manufacturer	10.00	10.00	0.00	21	0
1137.	Dealer	12.00	12.00	0.00	1,650	0
1138.	Dismantler	10.00	10.00	0.00	14	0
1139.	Transporter	10.00	10.00	0.00	512	0
	Renewal					
1140.	Manufacturer	8.50	8.50	0.00	60	0
1141.	Dealer	10.50	10.50	0.00	12,000	0
1142.	Dismantler	8.50	8.50	0.00	60	0
1143.	Transporter	8.50	8.50	0.00	1,952	0
1144.	Temporary Permit	12.00	12.00	0.00	272,142	0
	Sold to dealers in bulk, not to exceed approved fee amount.					
1145.	In-transit Permit	2.50	2.50	0.00	12,000	0
	Subtotal, Motor Vehicle Enforcement Division					-\$3,050
<b>Tax Commission - License Plates Production</b>						
	License Plates Production					
1146.	Decal Replacement	1.00	1.00	0.00	6,582	0
1147.	Reflectorized Plate	5.00	5.00	0.00	337,120	0
	Subtotal, License Plates Production					\$0

### Section 3. Recommendations

In accordance with UCA 63J-1-504 requiring the department to “submit its fee schedule . . . to the Legislature for its approval on an annual basis”, UCA 63J-1-504 also states, “the Legislature may approve, increase or decrease and approve, or reject any fee submitted to it by a fee agency.”

After review and adjustment, the Fiscal Analyst recommends the subcommittee approve the Tax Commission’s proposed FY 2014 fee schedule contained in section two of this issue brief, which includes the proposed fee changes discussed in section 1 of this issue brief.