

# Bill Summary: H.B. 283 Vehicle Registration Amendments

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#### Summary

This bill removes the requirement to display a registration decal for most vehicles and creates a monthly vehicle registration option.

### Background

Utah primarily offers an annual registration option for most vehicles, meaning an individual pays for 12 months of registration in advance. A six-month registration option is available for passenger cars and motorcycles, though it costs approximately 75% of the annual registration fee amount.

In instances such as a car wreck, selling a vehicle, or moving out-of-state, an individual is unable to receive a refund for the registration fee, other fees, and taxes that were prepaid for the remainder of the registration period. This legislation creates a monthly registration option that allows individuals to register, and pay for the associated pro-rated taxes and fees, their vehicles on a monthly basis.

Upon initial registration of a vehicle, the Division of Motor Vehicles (DMV) typically issues a month decal and a year decal, with some variation among vehicle types. Upon registration renewal, the DMV issues a new year decal, and an individual maintains the original month decal. These decals are typically applied to the rear license plate to indicate that the vehicle registration is current.

## **Proposed Changes in this Bill**

Monthly Registration

This bill creates a monthly vehicle registration option, which would allow individuals to pay on a monthly basis an amount that is a pro-rated amount of the annual vehicle registration fee, other fees, and property taxes. The registration will automatically renew monthly until canceled.

To participate in this option, individuals must:

- pay online using bank account information (ACH transfer);
- register for electronic notification of registration renewal (instead of a mailed postcard); and
- provide proof of emissions inspection within the last 12 months, if applicable.

#### Registration Decals

Registration decals will no longer be issued upon initial registration or renewal for most vehicles, including all light-duty passenger vehicles, on highway motorcycles, and trailers. The classes of vehicles that will still be issued registration stickers or license plate decals are:

- Motorboats and sailboats (no license plate; registration sticker is the only identifier)
- Park model recreational vehicles (no license plate; registration sticker is the only identifier)
- Off Highway Vehicles (DNR Law Enforcement is unable to search license plate numbers for registration data in remote locations)