Association of Alabama Tax Administrators Conference

June 10, 2019
Dealer Tags & License

- Act 2019-244 (HB393)
- Result of HJR14 (2018) to research and draft recommendations to combat curbstoning and abandoned vehicle fraud
- Effective: October 1, 2020
Dealer Tags & License

• DOR responsible for issuing dealer tags
• Dealer must have state regulatory license and county license before tag is issued
• Metal DT tag replaced by temporary 7-day DT tag issued by DOR
• Temporary DT tag - $5
• Manufacturer tags issued by DOR
• Penalty for first violation of dealer tag law increased from $100 to $200
Dealer Tags & License

- Local official cannot collect ad valorem or sales tax on vehicle in dealer inventory when “standard” plate is issued
- Creates master dealer license – eliminates separate wholesale and rebuilder license
- Penalty for delinquent dealer license - 15% of license fee after grace period (Oct)
- Increases bond from $25K to $50K
- Allows DOR to adjust license fee
Dealer Tags & License

• Penalty for failure to obtain license
  – $500 for first offense
  – $1,000 for second or subsequent offense

• No person, other than licensed dealer, may sell vehicle without title reflecting person as owner

• Local licensing official or law enforcement may impound vehicle
Dealer Tags & License

- Creates “facilitator” license for off-site sales - $25
- Facilitator is any person who facilitates an off-site sale, including the property owner
- Must apply for license 10 days before sale
- Facilitator must provide names of participating licensed dealers who must also obtain an off-site license prior to sale
- Penalties: 1\textsuperscript{st} - $500 2\textsuperscript{nd} - $1,000
Dealer Tags & License

• Creates motor vehicle wholesale auction license issued by DOR
• Any person in the business of buying, selling, exchanging or facilitating the sale of vehicles at wholesale to licensed dealers
• Licensed and bonded similar to dealer
• DOR may establish electronic reporting requirements regarding sale of vehicles
Abandoned Vehicles

- Act 2019-245 (HB394)
- Effective: January 1, 2020
- Result of HJR14 (2018)
- Increases title hold from 45 to 60 days
- Purchaser must post title surety bond if vehicle is not sold by a bonded agent
- Purchaser has one year to apply for title if vehicle is purchased from bonded agent
Fleet Online Registration & Tax (FORT) System

- Act 2019-129 (HB278)
- Effective: January 1, 2022
- DOR portal to allow registration and renewal of fleet vehicles
- Fleet – 50 or more vehicles less than 12,000 lbs.
- DOR will calculate ad valorem tax and issue “fleet” license plate
- DOR rule making authority to expand to other vehicles (i.e. IRP)
Mandatory Liability Insurance

- Act 2019-XXX (SB157)
- Effective: January 1, 2020
- Eliminate 4 mo. suspension period
- Reduce lookback period for 2nd and subsequent violations to 3 years
- Increase licensing official’s commission on reinstatement fee from 10% to 15%
- Change distribution date to 20th of the mo.
- Increase annual amount retained by licensing official’s office from $10K to $25K
Mandatory Liability Insurance

• Tag must be surrendered to official when claiming stored/inoperable exemption
• Exempt response can only be claimed once per year
• Exempt response cannot be claimed if vehicle was involved in crash or citation
• DOR can establish rule regarding exceptions
Title Service Provider

• Act 2019-238 (HB 222)
• Effective: October 1, 2019
• Allow title service provider to perform designated agent duties for a licensed dealer
• Title service provider is any person who acts as an agent for a licensed dealer
• Title service provider must be bonded like a designated agent
Manufactured Home Title Fee

• Act 2019-239 (HB226)
• Effective: January 1, 2020
• Clarifies additional $5 MH title fee shall be collected for each unit (side) of a MH subject to titling
• MH’s which are 1999 year models and older are exempt from titling
Realtor License Plate

- Act 2019-138 (SB208)
- Effective: January 1, 2020
- Redirects proceeds from sale of the Alabama Association of Realtors distinctive license plates from the Alabama Children's Trust Fund to the Alabama Realtors Foundation
EMS License Plate

• Act 2019-418 (HB489)
• Effective: January 1, 2020
• Creates Emergency Medical Services Provider distinctive license plate
• Issued to licensed EMSP
• Verified through ADPH Office of EMS website
Toll Road

• Act 2019-XXX (HB255)
• Effective: January 1, 2024
• Toll authority or agent notifies vehicle owner that registration may not be renewed until toll is paid
• Owner may appeal to district court
• Toll authority or agent notifies licensing official regarding registration “hold”
• Temporary tag may be issued
Toll Road

- Registrant pays toll authority or agent
- Toll authority or agent notifies licensing official regarding payment or payment can be verified through electronic portal
- 10% of amount collected deposited into county GF for the operational expenses of licensing official
- Toll violations may be enforced with agreements between states
Additional License Fees

• Act 2019-2 (HB2 special session)
• Effective: January 1, 2020
• Annual additional registration fee:
  – Plug in battery electric vehicle $200
  – Plug in hybrid electric vehicle $100
• 2.5% commission for official
• Fee can be prorated & transferred to qualifying replacement vehicle – no refund
• DOR will provide list of qualifying vehicles
Legislative Oversight Committee

- Act 2019-305 (HB257)
- Effective: August 1, 2019
- Jr. colleges may be private or proprietary two-year colleges or technical schools
- Appeal concerning issuance/renewal of personalized tag shall go to the circuit court of the county
- Amendment to 2019-2 – license fees allocated in accordance with Act 2019-305
Contact Us

• Telephone number: (334) 242-9000
• Licensing Offices select option 5
• Provide name, county and reason for call
• Call will be transferred to a live person
• MVD staff should identify themselves
• email: MVD@revenue.alabama.gov
• Report any issues to MVD management
Association of Alabama Tax Administrators
2019 Summer Conference
June 11, 2019

Motor Vehicle System Updates
Titles
The ETAPS system will be disabled on June 1st. All outstanding (saved, submitted, rejected, etc.) ETAPS title applications should be completed before June 1st.

[Link]
Alabama Title System
News & Alerts

• Notice of system enhancements
  • Updated every 2 – 3 weeks

• Application Lockout Feature *(Coming Soon)*
  • Applications *(including rejects)* must be *received* by ADOR within 30 days
  • ADOR will begin listing all apps over 30 days under News & Alerts
  • Reports indicate some LO’s have 300 plus applications which will prevent new applications when activated
    • Many applications are “Saved in Progress”
  • Search applications from ALTS Homepage
Alabama Title System
Alabama Title System

• Updating Banking Information
  • From the ALTS Homepage click on “My Settings”, then “Organizational Settings”
  • Requires Administrator Access
Alabama Title System

- ETAPS - no longer available

- Unresolved applications started in ETAPS must be finalized in ALTS
  - Process the application in ALTS
  - Call MVD to have the application submitted
  - If the MVD has the original documents, please notate at the bottom of the new application: **Replacing ETAPS Application #: _____**
Update Address- ALTS Title

Click “Undeliverable Address” under “Actions” on the homepage. This will allow you to update the address if the title was returned as undeliverable by the post office.
Update Address

Click “Title Information” on the Motor Vehicle homepage.
Update Address?

**Title Information**

Visit MVTRIP®

Alabama Titling System (ALTS®)
Information and resources for the new Alabama titling system.

**Application for Replacement Title**
An application for replacement title can be submitted directly to the Alabama Department of Revenue by the recorded owner(s) or lienholder refundable. An application for replacement title can also be processed by any designated agent or at your local licensing official's office.

**Track the Status of a Title Application in ETAPS®**
**Track the Status of a Title Application in ALTS®**
Check on the status of your title application.

**Title Surety Bond**
Visit the Surety Bond Portal to obtain a certificate of title for a motor vehicle by posting a surety bond.

**Salvage Vehicle Inspections**
Resources and information for Salvage Vehicle Inspections.

**Unclaimed/Abandoned Vehicle Portal**
Visit the Unclaimed/Abandoned Portal to report an unclaimed vehicle, update an existing record, or view unclaimed vehicle reports.
Rejected Applications

Click “Rejected Applications” under “Actions” to view all rejected applications.
### Rejected Applications

<table>
<thead>
<tr>
<th>Code</th>
<th>Reason</th>
<th>Comments</th>
<th>Rejected By</th>
<th>Rejected Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>DL</td>
<td>An MVT 5-7 affidavit of correction is needed to correct the assignment. A separate MVT 5-7 is needed to correct each assignment/re-assignment.</td>
<td>Name on buyer's line in assignment is illegible.</td>
<td>stephanie.dale</td>
<td>12/4/2017</td>
</tr>
</tbody>
</table>
Submit Applications

Select an application category below to filter the available applications to submit

Select an application category below to filter the available applications to submit

<table>
<thead>
<tr>
<th>Application Number</th>
<th>Application Type</th>
<th>Status</th>
<th>VIN/Side ID</th>
<th>Last Updated</th>
<th>Fee</th>
</tr>
</thead>
<tbody>
<tr>
<td>TRTL100343904</td>
<td>Transfer</td>
<td>Rejected</td>
<td>345346436454356</td>
<td>11/09/2018 08:18:41</td>
<td>$0.00</td>
</tr>
</tbody>
</table>

Showing 1 to 1 of 1 rows

0 Application(s) Selected

Total Application Fee: $0.00

✔️ SUBMIT SELECTED APPLICATION(S) FOR APPROVAL
Public Interface

• Replacements, Owner Retained Salvage/Rebuilt Applications, Lien Filings
• Electronically complete and pay for application
Future Enhancements

- Document Upload Feature
- Electronic Lien and Title (ELT)
- NMVTIS Integration
Print on Demand

• 2020 POD Receipts – Three (3) bulk shipments
  • 1\textsuperscript{st} Delivery – December 2018
  • 2\textsuperscript{nd} Delivery – February 2019
  • 3\textsuperscript{rd} Delivery – May 2019
  • Changes needed?

• All shipments must be received in AIMS to get your control numbers
  • Control numbers \textbf{must be entered} into your registration system
  • 2 digit county code and 6 digit sequential number

• Additional orders can be placed in AIMS
New/Redesigned License Plates

- Redesigning plates beginning January 1, 2019
- Changing from 2 decal pockets to 1
- Plates with 2 decal pockets are **still valid**
- Can issue month sticker
New License Plates - July 2019
Memo 2019-002

- Colon Cancer Awareness

- Prostate Cancer Research

- Jefferson State
Redesigned License Plates - July 2019
Memo 2019-002

- Letter Carrier
- A Pink Breast Cancer Tag
  - Formerly Fight Breast Cancer-Joy to Life
- Choose Life
Commitment To Purchase
June 1, 2018 – May 31, 2019

• Thank A Lineman (successful)
  • Changed from full plate design to a generic design
  • Sponsor: Central Alabama Community Foundation (Energy Institute of Alabama Foundation)
  • Available July 1, 2019 (Memo 2019-002)
Commitment To Purchase
June 1, 2019 – May 31, 2020

• Legislative Oversight Committee approved 9 new license plate applications
  – Alabama Educational Television
  – Alabama Food Banks
  – Alabama School of Mathematics and Science
  – Alabama Yoga & Love
  – Cancer Research
  – Donate Life Alabama
  – GYN Cancer Awareness
  – Louisiana State University (LSU)
  – Quail Forever
Commitment To Purchase
June 1, 2019 – May 31, 2020
PROS

• Undeliverable License Plates
  • Please verify mailing addresses when ordering license plates
  • Returned plates are being mailed directly to licensing offices

• License Plate Orders
  • Most can be ordered in bulk via AIMS
  • Collegiate plates require pre-approval
  • Call or Email - mvd@revenue.alabama.gov

• Temporary Tags
  • Order/Receiving Inventory - AIMS
  • Temporary Tag Report - Discovery
MLI - Updates

• Licensing Officials can change reinstatement dates
  • MLI-Senior User Role

• 2\textsuperscript{nd} OIVS verification check reduced from 30 to 21 days
  • Effective December 2018

• Act 2019-446 (SB157/HB302)
  • Effective January 1, 2020
MLI
Act 2019-446 (SB157/HB302)

• Eliminate Notice of Suspension
  • Add suspension language to the questionnaire

• ADOR no longer processing reinstatements
  • Updating nightly suspension file

• Reducing lookback period from 5 to 3 years
  • Already in effect

• Amend admin rule to include procedures for surrendering tags on “No – Exempt” responses
  • Similar to procedures for surrendering permanent trailer plates
Future Enhancements

- Records Request Portal
  - Electronic request and payment process
Future Enhancements

• Consolidation of Monthly MV Reports for State Comptroller’s Office and ALDOT
  • ALDOT will access the Comptroller’s report

• Electronic Temp Tag Process for Dealers
  • Does not directly affect Licensing Officials
  • Eliminate “Blue” temp tags
  • Registration uploads to state system
  • Currently in development phase

• Government Tag Portal
Questions