



The bill requires that the owner of a non-repairable vehicle apply for a non-repairable title and sell the vehicle as scrap or for parts. If the vehicle is sold for parts, the owner must furnish the purchaser of the parts a copy of the non-repairable title as proof of ownership. As a result, the DOR may see an increase in the number of requests for non-repairable titles. Any increase in fee revenue collected as a result is expected to be minimal and will be credited to the Colorado State Titling and Registration Account of the Highway Users Tax Fund.

### **State Expenditures**

For FY 2014-15, one-time cash fund expenditures in the DOR are expected to increase by \$97,850.

**Department of Revenue.** The DOR will be required to contract for one-time programming services at a rate of \$103 per hour for 950 hours (\$97,850). Programming to the Colorado State Titling and Registration System (CSTARS) will be required to capture and retain title brand information and to print the brand information on the title. The Governor's Office of Information Technology will perform the required programming work.

The DOR will be required to update rules, forms, manuals, and the department's website to reflect the change in law. Training will be provided to authorized agents, Titles and Registration Section staff, and other entities impacted by the bill. Workload increases and expenses associated with these activities are expected to be minimal and do not require new appropriations.

### **Local Government Impact**

County clerk and recorders issuing motor vehicle titles are authorized by current law to retain a certain portion of the fees collected, and remit the remainder of the fees to the state. To the extent that the bill results in an increase in the number of title requests for non-repairable vehicles, there may be an increase in fee revenue retained by local governments. This amount is expected to be minimal.

### **Effective Date**

The bill takes effect August 6, 2014, if the General Assembly adjourns on May 7, 2014, as scheduled, and no referendum petition is filed.

### **State Appropriations**

For FY 2014-15, the Department of Revenue requires a cash fund appropriation of \$97,850 from the CSTARS Account. Additionally, the Governor's Office of Information Technology requires spending authority for \$97,850 in reappropriated funds.

### **State and Local Government Contacts**

Revenue

Clerk and Recorders