House Bill 551 (AS PASSED HOUSE AND SENATE) By: Representatives Ridley of the 6th, Corbett of the 174th, Jasperse of the 11th, Mathis of the 133rd, and Jones of the 25th

A BILL TO BE ENTITLED AN ACT

To amend Title 40 of the Official Code of Georgia Annotated, relating to motor vehicles and 1 traffic, so as to provide for conditions, procedures, and limitations for issuance of temporary 2 3 operating permits for motor vehicles; to revise provisions relative to the operation of an 4 unregistered motor vehicle or vehicle without a current license plate, revalidation decal, 5 county decal, or temporary operating permit; to authorize the development and maintenance 6 by third parties of an electronic temporary operating permit issuance system for issuance of 7 temporary operating permits; to provide for utilization of such system by dealers for issuance 8 of temporary operating permits; to provide for the suspension of access to such system by 9 the department for certain violations; to provide standards for the issuance of dealer master 10 plates; to authorize access to certain information with the State Board of Registration of 11 Used Motor Vehicle Dealers and Used Motor Vehicle Parts Dealers for certain purposes; to 12 revise and provide for a definition; to provide for notice and hearings; to amend Code 13 Section 43-47-2 of the Official Code of Georgia Annotated, relating to definitions relative 14 to used motor vehicle and used motor vehicle parts dealers, so as to revise the definition of 15 established place of business; to amend Chapter 1 of Title 44 of the Official Code of Georgia 16 Annotated, relating to general provisions relative to property, so as to authorize the 17 regulation of motor vehicle immobilization operators by the Department of Public Safety; 18 to limit the immobilization of trespassing vehicles to jurisdictions that have authorized such

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19 activity by ordinance or resolution; to provide for fees; to provide for notice requirements;
20 to provide for licenses; to remove authority to impose a civil penalty; to amend Code Section
21 48-5C-1 of the Official Code of Georgia Annotated, relating to alternative ad valorem tax on
22 motor vehicles, so as to provide for enhanced penalty for an owner of a passive entity that
23 fails to pay alternative ad valorem tax; to provide for a definition; to provide for an effective
24 date; to provide for related matters; to repeal conflicting laws; and for other purposes.

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BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

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SECTION 1.

Title 40 of the Official Code of Georgia Annotated, relating to motor vehicles and traffic, is amended by revising Code Section 40-2-8, relating to operation of unregistered vehicle or vehicle without current license plate, revalidation decal, or county decal and temporary operating permit issued by dealers of new or used motor vehicles, as follows:

31 *"*40-2-8.

32 (a) No person shall own, rent, lease, or operate any vehicle required to be registered 33 pursuant to Code Section 40-2-20 upon a highway in this state without registering such 34 vehicle. Any person who becomes a resident of this state shall register his or her vehicle 35 within 30 days of becoming a resident. Any person who fails to comply with this 36 subsection shall be guilty of a misdemeanor and punished by a fine of \$100.00 for each day 37 in which the vehicle is in violation. Any person owning or operating any vehicle described 38 in Code Section 40-2-20 on any public highway or street without complying with that Code 39 section shall be guilty of a misdemeanor, provided that a person shall register his or her 40 motor vehicle within 30 days after becoming a resident of this state. Any person renting, 41 leasing, or loaning any vehicle described in Code Section 40-2-20 which is being used on 42 any public highway or street without complying with that Code section shall be guilty of 43 a misdemeanor and, upon conviction thereof, shall be punished by a fine of \$100.00 for

44 each violation; and each day that such vehicle is operated in violation of Code Section
45 40-2-20 shall be deemed to be a separate and distinct offense.

46 (b)(1) It shall be unlawful and punishable as for a misdemeanor to operate any vehicle required to be registered in this state pursuant to Code Section 40-2-20 without a valid 47 48 numbered license plate properly validated with a current revalidation decal, unless such 49 operation is otherwise permitted under this chapter; and provided, further, that the 50 purchaser of a new vehicle or a used vehicle from a dealer of new or used motor vehicles 51 who displays a temporary operating permit issued as provided by paragraph (2) of this 52 subsection Code Section 40-2-8.1 may operate such vehicle on the public highways and 53 streets of this state without a current valid license plate during the period within which the purchaser is required by Code Section authorized by Code Sections 40-2-8.1 54 and 40-2-20. An owner acquiring a motor vehicle from an entity that is not a new or used 55 56 vehicle dealer shall register such vehicle as provided for in Code Section 40-2-29 unless 57 such vehicle is to be registered under the International Registration Plan pursuant to 58 Article 3A of this chapter.

59 (2)(A) Any dealer of new or used motor vehicles shall issue to the purchaser of a 60 vehicle at the time of sale thereof, unless such vehicle is to be registered under the 61 International Registration Plan, a temporary operating permit as provided for by 62 department rules or regulations which may bear the dealer's name and location and shall 63 bear an expiration date 45 days from the date of purchase. The expiration date of such a temporary operating permit may be revised and extended by the county tag agent 64 upon application by the dealer, the purchaser, or the transferee if an extension of the 65 purchaser's initial registration period has been granted as provided by Code 66 Section 40-2-20. Such temporary operating permit shall not resemble a license plate 67 issued by this state and shall be issued without charge or fee. The requirements of this 68 69 paragraph shall not apply to a dealer whose primary business is the sale of salvage motor vehicles and other vehicles on which total loss claims have been paid by insurers. 70

(B) All temporary operating permits issued by dealers to purchasers of vehicles shall
 be of a standard design prescribed by regulation promulgated by the department. The
 department may provide by rule or regulation for the sale and distribution of such
 temporary operating permits by third parties in accordance with paragraph (3) of this
 subsection.

76 (3) All sellers and distributors of temporary operating permits shall maintain an
 77 inventory record of temporary operating permits by number and name of the dealer.

(4)(2) The purchaser and operator of a vehicle shall not be subject to the penalties set
forth in this Code section during the period allowed for the registration of such vehicle.
If the owner of such vehicle presents evidence that such owner has properly applied for
the registration of such vehicle, but that the license plate or revalidation decal has not
been delivered to such owner, then the owner shall not be subject to the penalties
enumerated in this subsection.

84 (c) It shall be unlawful and punishable as for a misdemeanor to operate any vehicle required to be registered in the State of Georgia this state without a valid county decal 85 86 designating the county where the vehicle was last registered, unless such operation is 87 otherwise permitted under this chapter. Any person convicted of such offense shall be 88 punished by a fine of \$25.00 for a first offense and \$100.00 for a second or subsequent 89 such offense. However, a A county name decal shall not be required if there is no space provided for a county name decal on the current license plate. Any person convicted of a 90 91 violation of this subsection shall be subject to a fine not to exceed \$25.00 if that person 92 shows to the court having jurisdiction of the offense that the proper revalidation decal had 93 been obtained prior to the time of the offense.

94 (d) No violation of this Code section shall have occurred upon presentation of evidence

95 that the owner had properly applied for the registration of such vehicle, but that the license

96 plate or revalidation decal had not been delivered to such owner at the time the uniform

97 <u>traffic citation was issued.</u>

98	(e) The commissioner is authorized to promulgate rules and regulations necessary to
99	effectuate the provisions of this Code section."
100	SECTION 2.
101	Said title is further amended by revising Code Section 40-2-8.1, relating to operation of
102	vehicle without revalidation decal on license plate, as follows:
103	"40-2-8.1.
104	Notwithstanding Code Section 40-2-8 or any other provision of law, a person who operates
105	a vehicle which is required to be registered in this state and which has attached to the rear
106	thereof a valid numbered license plate without having the required revalidation decal
107	affixed upon that plate, which person is otherwise guilty of a misdemeanor for not having
108	such decal affixed to the plate, shall be subject for that offense only to a fine not to exceed
109	\$25.00 if that person shows to the court having jurisdiction of the offense that the proper
110	revalidation decal had been obtained prior to the time of the offense.
111	(a) As used in this Code section, the term 'dealer' means any person who is engaged, in
112	whole or in part, in the business of selling, exchanging, renting with an option to purchase,
113	or offering an interest in motor vehicles for commission or with intent to make a profit or
114	gain of money or other thing of value, whether or not such motor vehicles are owned by
115	such person, and demonstrates an annual motor vehicle sales history of at least five motor
116	vehicle sales as identified by department records or documentation approved by the
117	department.
118	(b) Any dealer of new or used motor vehicles shall issue a temporary operating permit
119	without charge or fee to the purchaser of a vehicle at the time of sale thereof, unless such
120	vehicle is to be registered under the International Registration Plan or such dealer is one
121	whose primary business is the sale of salvage motor vehicles and other vehicles on which
122	total loss claims have been paid by insurers. Such temporary operating permit shall be of
123	a standard design prescribed the department; provided, however, that such permit shall not

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124 resemble a license plate issued by this state. A temporary operating permit may bear the 125 name of the dealer and location and shall include an expiration date which shall be 45 days from the date of purchase. The expiration date of a temporary operating permit may be 126 127 revised and extended by the county tag agent upon application by the dealer, purchaser, or transferee if an extension of the purchaser's initial registration period has been granted as 128 provided by Code Section 40-2-20. 129 130 (c)(1) The department may provide by rule or regulation for the sale and distribution of 131 temporary operating permits to dealers by third parties through the development and 132 maintenance of an electronic temporary operating permit issuance system and establish standards for distribution and issuance of such permits. The department may further 133 provide by rule or regulation for standards for authorized access to an electronic 134 temporary operating permit issuance system, which may include, but shall not be limited 135 136 to, required criminal background checks for any user of the system. Any third party 137 authorized to sell and distribute temporary operating permits shall maintain an inventory 138 record of such permits by number and name of the dealer. 139 (2)(A) The department shall be authorized to suspend access to the electronic 140 temporary operating permit issuance system established pursuant to this Code section 141 for any dealer found to have issued temporary operating permits for a vehicle which has 142 not been sold or intended to be registered or otherwise violated requirements for 143 issuance of such permits established by rule or regulation of the department after 144 issuance of notice of such violation by electronic means and opportunity for informal 145 review as set forth in this subparagraph. Any dealer who has received notice pursuant 146 to this subsection of an alleged violation and for whom the department intends to suspend access to the electronic temporary operating permit issuance system may 147 request an informal review of the allegations with the department. The method for 148

150 means. Upon receipt of such request for informal review, the department shall, within

making such request shall be developed by the department and may be by electronic

- 152 suspected violations. Proceedings under this subparagraph shall not be governed by any formal procedural requirements and may be conducted in such manner as the 153 154 department may establish by rule or regulation. The department shall consider the historical use of the electronic temporary operating permit issuance system by the 155 dealer under consideration for access suspension, together with other pertinent 156 157 information which may be available, and shall render a decision regarding access to the electronic temporary operating permit issuance system within seven business days of 158 159 the informal conference. Upon a finding that such dealer violated the requirements of 160 this Code section or rules and regulations of the department, the department shall be authorized to impose fines or fees as provided by law. The department shall not be 161 authorized to suspend access to the temporary operating permit system unless the 162 department finds a dealer to be substantially out of compliance with the requirements 163 164 of this Code section or the rules and regulations of the department and such dealer has 165 failed to produce satisfactory evidence of extenuating circumstances to justify such noncompliance. 166 167 (B) If the department suspends a dealer's access to the electronic temporary operating
- 168 permit issuance system established pursuant to this Code section after an informal 169 review held pursuant to subparagraph (A) of this paragraph, the suspended dealer shall 170 have the right to a formal hearing to review the suspension pursuant to Code 171 Section 40-3-6. Such hearing shall be held within 30 days of the department's decision 172 to suspend the dealer's access to the electronic temporary operating permit issuance 173 system and shall be conducted in accordance with Chapter 13 of Title 50, the 'Georgia Administrative Procedure Act.' At such hearing, the department may present evidence 174 175 of any instances in which the suspended dealer unlawfully issued temporary operating permits or issued fraudulent temporary operating permits. Upon a finding that the 176 suspended dealer is in compliance with the requirements of this Code section and has 177

178 issued temporary operating permits predominantly for bona fide motor vehicle sales, the department shall provide for the immediate restoration of access to the electronic 179 180 temporary operating permit issuance system for such dealer but shall be authorized to 181 impose fines or fees as provided by law for failure to comply with the requirements of 182 this chapter. Upon a finding that the suspended dealer violated the requirements of this Code section or rules and regulations of the department, the department shall be 183 184 authorized to extend the term of suspension for a period of up to 24 months. Upon a 185 finding that a dealer has unlawfully issued temporary operating permits in violation of this chapter or rules and regulations of the department, the department shall further be 186 187 authorized to issue a civil monetary penalty in an amount no greater than \$100.00 per violation, suspend or revoke the registration issued to a dealer pursuant to Code Section 188 40-2-39, and suspend, confiscate, or limit issuance of any dealer plates issued pursuant 189 190 to Code Section 40-2-38 for a period of up to 24 months. The department shall comply 191 with Chapter 13 of Title 50, the 'Georgia Administrative Procedure Act,' in relation to 192 the expedited review provided for in this subparagraph and the suspended dealer shall 193 have the right to appeal any decision of the department in accordance with such chapter. 194 (d) The commissioner is authorized to promulgate rules and regulations necessary to effectuate the provisions of this Code section." 195

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SECTION 3.

Said title is further amended in Code Section 40-2-33, relating to issuance of license plates
and decals, transfer of registration to a digital license plate, compensation of tag agents, and
required identification, by revising paragraph (3) of subsection (a) as follows:

200 "(3) At the time of initial application for registration or at any time during the registration
 201 period, a vehicle owner may file with the county tag agent, on a form or electronic form
 202 prescribed by the commissioner, a request to have a vehicle license plate duplicated on
 203 a digital license plate purchased from a digital license plate provider. Such request to the

204county tag agent shall include all applicable registration fees. Upon approving the205application provided in this paragraph, the commissioner or county tag agent shall furnish206the digital license plate provider with the appropriate licensing information to be207displayed upon the digital license plate. In accordance with Code Section 40-2-820840-2-8.1, a 45 day temporary operating permit shall be issued by the commissioner or209county tag agent to an applicant for a digital license plate until such license plate is210received by the applicant."

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SECTION 4.

Said title is further amended in Code Section 40-2-38, relating to registration and licensing of manufacturers, distributors, and dealers and issuance of manufacturer, manufacturer headquarters, distributor, and dealer plates, by adding a new paragraph to subsection (a), revising paragraph (1) of subsection (a), and by revising subsections (c) through (f) as follows:

217 "(a)(.1) As used in this Code section, the term 'dealer' shall have the same meaning as set
218 forth in Code Section 40-2-8.1.

219 (1) Manufacturers, manufacturer headquarters, distributors, and dealers engaged in the 220 manufacture, sale, or leasing of vehicles required to be registered under Code Section 221 40-2-20 shall register by electronic means with the commissioner, making application for 222 a distinguishing dealer's number, specifying the name and make of motor vehicle, tractor. or trailer manufactured, sold, or leased by them number, upon forms prepared by the 223 224 commissioner for such purposes, and pay therefor a fee of \$62.00, which shall accompany such application. Upon payment of such fee by a dealer an applicant, the 225 commissioner shall furnish to the dealer one master number plate to expire each year in 226 227 accordance with subsection (f) of this Code section, to be known as a dealer's number and 228 to based upon the type of master number plate issued. Each additional plate issued pursuant to this Code section shall require payment of a \$12.00 fee. Each master number 229

230 plate and any additional plates issued pursuant to this Code section shall be distinguished 231 from the number license plates provided for in this chapter by different and distinguishing colors to be determined by the commissioner. The dealer plate for a franchise motor 232 233 vehicle dealer shall be distinguishable from the dealer plate for a used car dealer and from 234 the dealer plate for a motor vehicle wholesaler. Except as otherwise authorized by this Code section, a dealer's master number plate or additional plates issued pursuant to this 235 Code section shall be A dealer's number plate is for the purpose of demonstrating or 236 237 transporting the dealer's vehicles or trailers for sale or lease. Persons engaged in the 238 business of transporting vehicles for a dealer under a vehicle's own power shall be 239 permitted to use such dealer's plate for the purpose of transporting a vehicle."

240 "(c) This Code section shall not apply in any manner to mopeds.

(d)(c) The license plates issued pursuant to this Code section shall be revoked and
confiscated upon a determination after a hearing that such dealer, distributor, manufacturer,
or manufacturer headquarters has unlawfully used such license plates in violation of this
Code section.

245 (e)(d) If a license plate issued pursuant to this Code section is lost or stolen, the dealer, 246 manufacturer, distributor, manufacturer headquarters, or other party to whom the license 247 plate was issued must shall immediately report the lost or stolen plate to local law 248 enforcement agencies. If a replacement license plate is sought, the dealer, manufacturer, 249 distributor, manufacturer headquarters, or other party to whom the license plate was issued 250 shall file a notarized affidavit with the department requesting a replacement plate. Such affidavit shall certify under penalty of perjury that the license plate has been lost or stolen 251 252 and that the loss has been reported to a local law enforcement agency.

(f)(1)(e) Except as otherwise provided for in this Code section, the The expiration of a license plate issued pursuant to this Code section shall be the last day of the registration period as provided in division (a)(1)(A)(ii) of Code Section 40-2-21, except that for the purposes of this subsection, the registration period shall be determined by the first letter of the legal name of the business listed on the application for registration or renewal of registration. An application for renewal of registration shall not be submitted earlier than 90 days prior to the last day of the registration period. A penalty of 25 percent of the total registration fees due shall be assessed any person registering pursuant to this Code section who, prior to the expiration of such person's registration period, fails to apply for renewal or if having applied fails to pay the required fees.

- 263 (2) A transition period shall commence on October 1, 2007, and conclude on December
 264 31, 2007, for all existing registrations and any new registration applications presented
- 265 prior to January 1, 2008. On or after January 1, 2008, new applications for registration
- 266 shall be submitted and remain valid until the expiration of such registration as specified
- 267 in paragraph (1) of this subsection."
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SECTION 5.

Said title is further amended in Code Section 40-2-130, relating to records of certificates of
registration, by revising subsection (c) as follows:

271 "(c) The motor vehicle registration records which the commissioner is required to maintain 272 under this Code section or any other provision are exempt from the provisions of any law 273 of this state requiring that such records be open for public inspection; provided, however, 274 that, subject to subsection (d) of this Code section, the records may be disclosed for use as 275 provided in the federal Driver's Privacy Protection Act of 1994, 18 U.S.C. Chapter 123, and 276 by the following:

- 277 (1) Any licensed dealer of new or used motor vehicles;
- 278 (2) Any tax collector, tax receiver, or tax commissioner;
- (3) The director of the Environmental Protection Division of the Department of NaturalResources or his or her designee;
- (4) Any private person who has met the requirements of Code Section 40-2-25, provided
 that the information shall be used for the sole purpose of effectuating the registration or

renewal of motor vehicles by electronic or similar means and that the private person requesting the information has entered into an agreement to provide electronic services to the commissioner or a county tag agent; provided, further, that the information made available pursuant to this paragraph for such purpose shall be limited to the vehicle identification number, the license tag number, the date of expiration of registration, and the amount of tax owed; and

- (5) A person or entity authorized by the commissioner for use in providing notice to the
 owners of towed or impounded vehicles; and
- (6) The board established pursuant to Chapter 47 of Title 43 for use in carrying out its
 functions."
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SECTION 6.

Said title is further amended in Code Section 40-3-23, relating to issuance of certificate of
title, maintenance of record of certificates issued, public inspection, furnishing records for
fee, and electronic format, by revising subsection (d) as follows:

297 "(d) The motor vehicle records which the commissioner or the commissioner's duly 298 authorized county tag agent is required to maintain under this Code section or any other 299 provision are exempt from the provisions of any law of this state requiring that such 300 records be open for public inspection; provided, however, that, subject to subsection (f) of 301 this Code section, the records may be disclosed for use as provided in the federal Driver's 302 Privacy Protection Act of 1994, 18 U.S.C. Chapter 123, and by the following:

- 303 (1) Any licensed dealer of new or used motor vehicles;
- 304 (2) Any tax collector, tax receiver, or tax commissioner; and
- 305 (3) A person or entity authorized by the commissioner for use in providing notice to the
 306 owners of towed or impounded vehicles<u>; and</u>
- 307 (4) The board established pursuant to Chapter 47 of Title 43 for carrying out its
 308 <u>functions</u>."

SECTION 7.

Said title is further amended in Code Section 40-3-33, relating to transfer of vehicle to or from dealer, records to be kept by dealers, electronic filing, and application for title where dealer located, by revising subsections (a) and (b) and by adding new subsections to read as follows:

314 ''(a)(1) Except as provided in paragraph (2) of this subsection, a dealer who buys a 315 vehicle and holds it for resale need not apply to the commissioner for a new certificate 316 of title but may retain the delivered certificate delivered to him. Upon transferring the 317 vehicle to another person other than by the creation of a security interest, such dealer 318 shall promptly execute the assignment and warranty of title by a dealer. Such assignment 319 and warranty shall show the names and addresses of the transferee and any holder of a security interest created or reserved at the time of the resale and the date of his the 320 321 security agreement, in the spaces provided therefor on the certificate or as the 322 commissioner prescribes. Transfers of vehicles under this Code section shall otherwise 323 conform with Code Section 40-3-32. A dealer selling a previously registered vehicle for 324 which under this chapter need not have a certificate of title is not required under this 325 chapter need not furnish a purchaser of such a vehicle a certificate of title. After a 326 previously registered vehicle has been brought under the terms of this chapter, a dealer, 327 when selling that vehicle, shall conform to all provisions of this chapter.

328 (2)(A) As used in this paragraph, the term 'franchise dealer' means a dealer who under
a contract or franchise agreement with a manufacturer, distributor, wholesaler, or
importer is authorized to sell new motor vehicles of or for such manufacturer,
distributor, wholesaler, or importer and who is authorized to use trademarks or service
marks associated with one or more makes of motor vehicles in connection with such
sales.

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(B) A dealer who is not a franchise dealer who acquires a vehicle for which the original

certificate of title has not been issued and who holds such vehicle for resale shall not

be exempt from the requirement to obtain a certificate of title in such dealer's name as
provided in paragraph (1) of this subsection. Such dealer shall, as provided in Code
Section 40-3-32, obtain a certificate of title in such dealer's name prior to selling or
otherwise transferring said vehicle to any other person or dealer.

(b) Every dealer shall maintain a record, in the form the commissioner prescribes, of every 340 vehicle bought, sold, or exchanged by him, or received by him for sale or exchange. Such 341 342 record shall be kept for three years and shall be open to inspection by a representative of 343 the commissioner during reasonable business hours. The information contained in records 344 maintained by a dealer pursuant to this subsection shall be an accurate representation of the transaction, and no alternative versions of records shall be produced for a purchaser with 345 346 information which differs from that contained in records maintained for inspection by the 347 department."

348 "(f) The department shall be authorized to assess a civil penalty against a dealer of up to

349 \$500.00 for each sales transaction conducted in violation of subsection (b) of this Code
350 section.

351 (g) The department is authorized to promulgate rules and regulations necessary to

- 352 <u>effectuate the provisions of this Code section.</u>"
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SECTION 8.

Code Section 43-47-2 of the Official Code of Georgia Annotated, relating to definitions
relative to used motor vehicle and used motor vehicle parts dealers, is amended by revising
paragraph (3) as follows:

357 "(3) 'Established place of business' means a salesroom or sales office in a building or on 358 an open lot of a retail used car dealership or at which a permanent business of bartering, 359 trading, offering, displaying, selling, buying, dismantling, or rebuilding wrecked or used 360 motor vehicles or parts is carried on, or the place at which the books, records, and files 361 necessary to conduct such business are kept. Each such place of business shall be furnished with a working telephone listed in the name of the licensee for use in conducting the business and shall be marked by an appropriate permanent sign as prescribed by the appropriate division under this chapter. Except when at least 500 motor vehicle sales are conducted annually at such location, each such place of business shall be at least 250 square feet."

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SECTION 9.

368 Chapter 1 of Title 44 of the Official Code of Georgia Annotated, relating to general 369 provisions relative to property, is amended in Code Section 44-1-13, relating to removal of 370 improperly parked cars or trespassing personal property, concurrent jurisdiction, procedure, 371 automatic surveillance prohibited, and penalty, by adding a new paragraph to subsection (a) 372 and revising subsections (a.1), (b), and (f) as follows:

373 "(1.1) 'Immobilization device' means any mechanical device designed or used to be
 374 attached to a wheel, tire, or other part of a parked motor vehicle so as to prohibit the
 375 motor vehicle's usual manner of movement or operation."

376 "(a.1) Any person or his or her authorized agent entitled to the possession of any private 377 property shall have the right to remove or cause to be removed from the property or 378 immobilize or cause to be immobilized any vehicle or trespassing personal property 379 trespassing thereon which is not authorized to be at the place where it is found and to store 380 or cause to be stored such trespassing vehicle or trespassing personal property, provided 381 that there shall have been conspicuously posted on the private property notice that any 382 trespassing vehicle or trespassing personal property which is not authorized to be at the 383 place where it is found may be immobilized or removed at the expense of the owner of the trespassing vehicle or trespassing personal property. Such notice shall also include 384 385 information as to the contact information for removal of an immobilization device, the full 386 legal names of the company conducting the immobilization and the property owner where the immobilization occurred, the fee amount for removal of an immobilization device, 387

388 location where the removed vehicle or personal property can be recovered, the cost of said recovery, and information as to the form of payment; provided, however, that the owner 389 390 of residential private property containing not more than four residential units shall not be 391 required to comply with the posting requirements of this subsection. Only towing and 392 storage firms issued permits or licenses by the local governing authority of the jurisdiction 393 in which they operate or by the department, and having a secure impoundment facility, 394 shall be permitted to remove trespassing property and trespassing vehicles and personal 395 property at the request of the owner or authorized agent of the private property. Only 396 persons issued a permit by the department and operating in a jurisdiction which has 397 authorized the immobilization of trespassing vehicles by ordinance or resolution of the 398 governing authority shall be authorized to place an immobilization device upon a 399 trespassing vehicle.

400 The department shall have the authorization to regulate and control the (b)(1)401 immobilization and towing of trespassing vehicles on private property if such immobilization or towing is performed without the prior consent or authorization of the 402 403 owner or operator of the vehicle, including the authority to set just and reasonable rates, 404 fares, and charges for services related to the immobilization, removal, storage, and 405 required notification to owners of such towed vehicles. No storage fees shall be charged 406 for the first 24 hour period which begins at the time the vehicle is removed from the 407 property. and no such. No fees shall be allowed for the immobilization or removal and 408 storage of vehicles removed by towing and storage firms by persons found to be in 409 violation of this Code section. The department is authorized to impose a civil penalty for any violation of this Code section in an amount not to exceed \$2,500.00. 410

411 (2) In accordance with subsection (d) of this Code section, the governing authority of a
412 municipality may require towing and storage operators firms to charge lower maximum
413 rates on traffic moving between points within such municipality than those provided by
414 the department's maximum rate tariff and may require higher public liability insurance

H. B. 551 - 16 - 415 limits and cargo insurance limits than those required by the department. The governing 416 authority of a municipality shall not provide for higher maximum costs of 417 immobilization, removal, relocation, or storage than is provided for by the department." 418 "(f) It shall be unlawful and punishable by a fine of \$1,000.00 for any towing and storage 419 firm, permitted or unpermitted, licensed or unlicensed, to enter into any agreement with 420 any person in possession of private property to provide automatic or systematic 421 surveillance of such property for purposes of removal and relocation of any such 422 trespassing vehicle or trespassing personal property except upon call by such person in 423 possession of such private property to such towing and storage firm for each individual 424 case of trespass; provided, further, that it shall be unlawful and punishable by a fine of 425 \$1,000.00 for any towing and storage firm person to pay to any private property owner or 426 one in possession of private property any fee or emolument, directly or indirectly, for the right to immobilize or remove a trespassing vehicle or trespassing personal property from 427 said private property." 428

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SECTION 10.

430 Code Section 48-5C-1 of the Official Code of Georgia Annotated, relating to alternative ad 431 valorem tax on motor vehicles, is amended by adding a new paragraph to subsection (a), by 432 revising paragraph (9) of subsection (d), and by adding a new subsection to read as follows: "(3.1) 'Passive entity' means a person, other than an individual, formed under the laws 433 434 of another state that does not have an established place of business in this state, owns no real property, and conducts no trade or business other than the holding of assets for 435 investment and income." 436 437 "(9)(A) Any owner of any motor vehicle who fails to submit within 30 days of the date

438 such owner is required by law to register such vehicle in this state an application for a
 439 first certificate of title under Code Section 40-3-21 or a certificate of title under Code
 440 Section 40-3-32 shall be required to pay a penalty in the amount of 10 percent of the

441 state title ad valorem tax fees and 10 percent of the local title ad valorem tax fees 442 required under this Code section and, if such state and local title ad valorem tax fees 443 and the penalty are not paid within 60 days following the date such owner is required 444 by law to register such vehicle, interest at the rate of 1 percent per month shall be imposed on the state and local title ad valorem tax fees due under this Code section, 445 unless a temporary permit has been issued by the tax commissioner. The tax 446 447 commissioner shall grant a temporary permit in the event the failure to timely apply for a first certificate of title is due to the failure of a lienholder to comply with Code 448 449 Section 40-3-56, regarding release of a security interest or lien, and no penalty or 450 interest shall be assessed. Such penalty and interest shall be in addition to the penalty 451 and fee required under Code Section 40-3-21 or 40-3-32, as applicable.

- 452 (B) The penalties provided for in subparagraph (A) of this paragraph shall be double
- 453 for any resident of this state who owns at least 50 percent of a passive entity that owns
 454 a motor vehicle that fails to submit within 60 days of the date such owner is required
 455 by law to register such vehicle in this state an application for a first certificate of title
 456 under Code Section 40-3-21 or a certificate of title under Code Section 40-3-32 and
 457 register such vehicle."
- 458 "(h) The commissioner shall be authorized in his or her sole discretion to share information

459 obtained for purposes of this Code section with the board established pursuant to

460 Chapter 47 of Title 43. Any confidential information furnished pursuant to this Code

461 section shall retain its character as confidential. Any person who divulges confidential

462 <u>information obtained pursuant to this Code section shall be subject to the same penalties</u>

- 463 <u>as those provided for divulgence of information by employees of the department.</u>"
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SECTION 11.

465 This Act shall become effective on January 1, 2026.

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SECTION 12.

467 All laws and parts of laws in conflict with this Act are repealed.