1 A bill to be entitled 2 An act relating to fees; amending ss. 320.06 and 3 320.08053, F.S.; conforming cross-references; amending 4 s. 320.08056, F.S.; requiring the Department of 5 Highway Safety and Motor Vehicles to establish fees 6 for issuance or renewal of specialty license plates 7 marketed and sold by private vendors; requiring 8 certain portions of a contract with the private vendor 9 to be paid with such fees; requiring certain excess 10 fees to be deposited in the General Revenue Fund; 11 conforming provisions to changes made by the act; 12 amending s. 320.08058, F.S.; conforming a cross-13 reference; providing a contingent effective date. 14 Be It Enacted by the Legislature of the State of Florida: 15 16 17 Section 1. Paragraph (b) of subsection (1) of section 18 320.06, Florida Statutes, as amended by HB 1267, 2021 Regular 19 Session, is amended to read: 20 320.06 Registration certificates, license plates, and 21 validation stickers generally.-22 (1)23 (b)1. Except as provided in s. 320.08056(5) s. 24 320.08056(3), registration license plates bearing a graphic 25 symbol and the alphanumeric system of identification shall be Page 1 of 13

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2021

26 issued for a 10-year period. At the end of the 10-year period, upon renewal, the plate shall be replaced. The department shall 27 28 extend the scheduled license plate replacement date from a 6-29 year period to a 10-year period. The fee for such replacement is 30 \$28, \$2.80 of which shall be paid each year before the plate is 31 replaced, to be credited toward the next \$28 replacement fee. 32 The fees shall be deposited into the Highway Safety Operating 33 Trust Fund. A credit or refund may not be given for any prior years' payments of the prorated replacement fee if the plate is 34 35 replaced or surrendered before the end of the 10-year period, 36 except that a credit may be given if a registrant is required by 37 the department to replace a license plate under s. 320.08056(14)(a) s. 320.08056(11)(a). With each license plate, a 38 39 validation sticker shall be issued showing the owner's birth month, license plate number, and the year of expiration or the 40 appropriate renewal period if the owner is not a natural person. 41 42 The validation sticker shall be placed on the upper right corner 43 of the license plate. The license plate and validation sticker 44 shall be issued based on the applicant's appropriate renewal 45 period. The registration period is 12 months, the extended 46 registration period is 24 months, and all expirations occur based on the applicant's appropriate registration period. A 47 vehicle that has an apportioned registration shall be issued an 48 annual license plate and a cab card that denote the declared 49 50 gross vehicle weight for each apportioned jurisdiction in which

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51 the vehicle is authorized to operate.

52 2. In order to retain the efficient administration of the 53 taxes and fees imposed by this chapter, the 80-cent fee increase 54 in the replacement fee imposed by chapter 2009-71, Laws of 55 Florida, is negated as provided in s. 320.0804.

56 Section 2. Paragraph (b) of subsection (3) of section 57 320.08053, Florida Statutes, as amended by HB 1267, 2021 Regular 58 Session, is amended to read:

59

(3)

60 (b) If the Legislature has approved 150 or more specialty 61 license plates, the department may not make any new specialty 62 license plates available for design or issuance until a 63 sufficient number of plates are discontinued pursuant to s. 64 320.08056(14) s. 320.08056(11) such that the number of plates 65 being issued does not exceed 150. Notwithstanding s. 66 320.08056(14)(a) s. 320.08056(11)(a), the 150-license-plate 67 limit includes license plates above the minimum sales threshold 68 and those exempt from that threshold.

Section 3. Subsections (2), (3), and (4) through (18) of section 320.08056, Florida Statutes, as amended by HB 1267, 2021 Regular Session, are renumbered as subsections (4), (5), and (7) through (21), respectively, paragraphs (b) and (c) of subsection (1), present subsection (3), paragraph (d) of present subsection (6), paragraph (c) of present subsection (11), paragraph (a) of present subsection (13), and present subsection (15) are

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76 amended, and new subsections (2), (3), and (6) are added to that 77 section, to read:

320.08056 Specialty license plates.-

(1) The department is responsible for developing the specialty license plates authorized in s. 320.08053 and shall enter into a contract with an experienced private vendor whose proposal is most advantageous to the state, as determined from competitive sealed proposals that satisfy the requirements of this section, for the exclusive vendor rights to market and sell specialty license plates.

A contract entered into with a private vendor shall 86 (b) 87 provide for the department to recover all costs incurred by the 88 department in implementing subsections (2)-(6) (2) and (3). 89 Under the contract, the department may require the private 90 vendor to reimburse the department in advance for up to 50 percent of the department's anticipated costs in connection with 91 92 the contract and the department's anticipated costs in 93 connection with the introduction of a new specialty license 94 plate under the contract.

95 (c) The department shall certify to the Chief Financial 96 Officer an estimate, with a detailed explanation of the basis on 97 which the estimate is calculated, of all reasonable costs to the 98 department associated with the evaluation of competitive sealed 99 proposals received by the department under this subsection and 100 with the implementation and enforcement of a contract entered

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101 into under this subsection, including direct, indirect, and 102 administrative costs for the issuance or renewal of specialty 103 license plates under subsection (8) (5).

104 The department shall, by rule, establish fees for the (2) issuance or renewal of specialty license plates that are 105 106 marketed and sold by a private vendor. Fees must be reasonable 107 and not less than the amounts necessary to allow the department 108 to recover all reasonable costs to the department associated 109 with the evaluation of the competitive sealed proposals received 110 by the department and with the implementation and enforcement of the contract, including direct, indirect, and administrative 111 112 costs. A fee established under this subsection is in addition to 113 the registration fee and any optional registration fee for the 114 motor vehicle for which a specialty license plate is issued and 115 any additional fee for the issuance of a specialty license plate 116 for that motor vehicle.

117 (3) The portion of a contract with the private vendor 118 regarding the marketing and sale of specialty license plates is 119 payable only from amounts derived from the collection of the fee 120 established under subsection (2).

121 (5) (3) Notwithstanding s. 320.06, a specialty license 122 plate marketed and sold by a private vendor must be approved by 123 the department for issuance for a term of 1, 3, 5, or 10 years. 124 Subject to the limitations provided in subsection (14) (11) and 125 s. 320.08053(2)(b), the department may cancel a specialty

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126 license plate or require the discontinuation of a specialty 127 license plate design or color combination that is marketed and 128 sold by the private vendor under contract at any time if the 129 department determines that the cancellation or discontinuation 130 is in the best interest of this state or the motoring public.

131 (6) To the extent that specialty license plate fees
 132 collected under this section are in excess of the minimum amount
 133 required under subsection (9) or subsection (10), less any fees
 134 negotiated with the private vendor, the excess amount shall be
 135 deposited in the General Revenue Fund.

136 <u>(9)(6)</u> Each request for a specialty license plate must be 137 made annually to the department or an authorized agent serving 138 on behalf of the department, accompanied by the following tax 139 and fees:

140 Unless the amount of an annual use fee is otherwise (d) 141 specified in subsection (10) (7) for a particular specialty 142 license plate, an annual use fee of \$25 for any specialty 143 license plate that is required to be developed under s. 144 320.08058, plus any amounts necessary to allow the department to 145 recover all reasonable costs to the department associated with a 146 specialty license plate marketed and sold by a private vendor, 147 including evaluation of competitive sealed proposals received by 148 the department, implementation and enforcement of a contract, and any other direct, indirect, and <u>administrative costs</u>. 149 150

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151 A request may be made any time during a registration period. If 152 a request is made for a specialty license plate to replace a 153 current valid license plate, the specialty license plate must be 154 issued with appropriate decals attached at no tax for the plate, 155 but all fees and service charges must be paid. If a request is 156 made for a specialty license plate at the beginning of the 157 registration period, the tax, together with all applicable fees 158 and service charges, must be paid.

159

(14) (11)

(c) A vehicle owner or lessee issued a specialty license 160 plate that has been discontinued by the department may keep the 161 162 discontinued specialty license plate for the remainder of the license plate replacement period provided in subsection (5) (3)163 164 or s. 320.06, as applicable, and must pay all other applicable 165 registration fees. However, such owner or lessee is exempt from 166 paying the applicable specialty license plate annual use fee 167 under paragraph (9)(6)(d) or subsection (10)(7) for the 168 remainder of the license plate replacement period.

169 <u>(16) (13) (a)</u> A specialty license plate annual use fee 170 collected and distributed under this chapter, or any interest 171 earned from those fees, may not be used for commercial or for-172 profit activities nor for general or administrative expenses, 173 except as authorized by s. 320.08058 or to pay the cost of the 174 audit or report required by s. 320.08062(1). The fees and any 175 interest earned from the fees may be expended only for use in

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176 this state unless the annual use fee is derived from the sale of United States Armed Forces and veterans-related specialty 177 178 license plates pursuant to paragraph (9) (d) for the Support 179 Our Troops and American Legion license plates; paragraphs (10) (-7) (b), (q), and (v) for the Florida Salutes Veterans, 180 181 United States Marine Corps, and Military Services license 182 plates, respectively; and s. 320.0891 for the U.S. Paratrooper 183 license plate. This paragraph does not apply to specialty license plates marketed and sold by private vendors. 184

185 (18) (15) Notwithstanding s. 320.08058(3)(a), the department, in cooperation with the independent colleges or 186 187 universities as defined in s. 1009.89 or s. 1009.891, shall create a standard template specialty license plate with a unique 188 189 logo or graphic identifying each independent college or 190 university. Each independent college or university may elect to 191 use this standard template specialty license plate in lieu of 192 its own specialty license plate. Annual use fees from the sale 193 of these license plates shall be distributed to the independent 194 college or university for which the logo or graphic is displayed 195 on the license plate and shall be used as provided in s. 196 320.08058(3). Independent colleges or universities opting to use the standard template specialty license plate shall have their 197 plate sales combined for purposes of meeting the minimum license 198 plate sales threshold in paragraph $(14)\frac{(11)}{(a)}$ and for 199 200 determining the license plate limit in s. 320.08053(3)(b).

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201 Specialty license plates created pursuant to this subsection 202 must be ordered directly from the department. This paragraph 203 does not apply to specialty license plates marketed and sold by 204 private vendors.

205 Section 4. Subsection (101) of section 320.08058, Florida 206 Statutes, as amended by HB 1267, 2021 Regular Session, is 207 amended to read:

208

320.08058 Specialty license plates.-

209

(101) DIVINE NINE LICENSE PLATES.-

210 (a) The department shall develop a Divine Nine license plate as provided in this section and s. 320.08053 using a 211 standard template and a unique logo, graphic, or color for each 212 of the organizations listed in sub-subparagraphs (b)2.a.-i. The 213 214 plate must bear the colors and design approved by the 215 department, and must include the official logo, graphic, or color as appropriate for each organization. The word "Florida" 216 217 must appear at the top of the plate, and the words "Divine Nine" 218 must appear at the bottom of the plate.

(b) The annual use fees from the sale of the plate shallbe distributed as follows:

Five percent of the proceeds shall be distributed to
 the United Negro College Fund, Inc., for college scholarships
 for Florida residents attending Florida's historically black
 colleges and universities.

225

2. The remaining 95 percent of the proceeds shall be

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distributed to one of the following organizations as selected by the purchaser of the plate who shall receive a license plate with the logo, graphic, or color associated with the appropriate recipient organization:

230

a. Alpha Phi Alpha Fraternity, Inc.

(I) Eighty-five percent shall be distributed to the
Florida Federation of Alpha Chapters, Inc., to promote community
awareness and action through educational, economic, and cultural
service activities within this state.

(II) Ten percent shall be distributed to the Florida
Federation of Alpha Chapters, Inc., solely for the marketing of
the plate.

238

b. Alpha Kappa Alpha Sorority, Inc.

(I) Eighty-five percent shall be distributed to the Alpha
 Kappa Alpha Educational Advancement Foundation, Inc., to promote
 community awareness and action through educational, economic,
 and cultural service activities within this state.

(II) Ten percent shall be distributed to the Alpha Kappa
Alpha Educational Advancement Foundation, Inc., solely for the
marketing of the plate.

246

c. Kappa Alpha Psi Fraternity, Inc.

(I) Eighty-five percent shall be distributed to the
Southern Province of Kappa Alpha Psi Fraternity, Inc., to
promote community awareness and action through educational,
economic, and cultural service activities within this state.

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(II) Ten percent shall be distributed to the Southern
Province of Kappa Alpha Psi Fraternity, Inc., solely for the
marketing of the plate.

254

d. Omega Psi Phi Fraternity, Inc.

(I) Eighty-five percent shall be distributed to the State
 of Florida Omega Friendship Foundation, Inc., to promote
 community awareness and action through educational, economic,
 and cultural service activities within this state.

(II) Ten percent shall be distributed to the State of Florida Omega Friendship Foundation, Inc., solely for the marketing of the plate.

262

e. Delta Sigma Theta Sorority, Inc.

(I) Eighty-five percent shall be distributed to the Delta Research and Educational Foundation, Inc., to promote community awareness and action through educational, economic, and cultural service activities within this state.

267 (II) Ten percent shall be distributed to the Delta
268 Research and Educational Foundation, Inc., solely for the
269 marketing of the plate.

270

f. Phi Beta Sigma Fraternity, Inc.

(I) Eighty-five percent shall be distributed to the TMB
Charitable Foundation, Inc., to promote community awareness and
action through educational, economic, and cultural service
activities within this state.

275

(II) Ten percent shall be distributed to the TMB

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276 Charitable Foundation, Inc., solely for the marketing of the 277 plate.

278

g. Zeta Phi Beta Sorority, Inc.

(I) Eighty-five percent shall be distributed to the Florida Pearls, Inc., to promote community awareness and action through educational, economic, and cultural service activities within this state.

(II) Ten percent shall be distributed to the Florida
Pearls, Inc., solely for the marketing of the plate.

285

h. Sigma Gamma Rho Sorority, Inc.

(I) Eighty-five percent shall be distributed to the Sigma
Gamma Rho Sorority National Education Fund, Inc., to promote
community awareness and action through educational, economic,
and cultural service activities within this state.

(II) Ten percent shall be distributed to the Sigma Gamma
 Rho Sorority National Education Fund, Inc., solely for the
 marketing of the plate.

293

i. Iota Phi Theta Fraternity, Inc.

(I) Eighty-five percent shall be distributed to the
National Iota Foundation, Inc., to promote community awareness
and action through educational, economic, and cultural service
activities within this state.

(II) Ten percent shall be distributed to the National Iota
Foundation, Inc., solely for the marketing of the plate.

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301 License plates created pursuant to this subsection shall have 302 their plate sales combined for the purpose of meeting the 303 minimum license plate sales threshold in <u>s. 320.08056(14)(a)</u> s. 304 <u>320.08056(11)(a)</u> and for determining the license plate limit in 305 s. 320.08053(3)(b). License plates created pursuant to this 306 subsection must be ordered directly from the department.

307 Section 5. This act shall take effect on the same date 308 that HB 1267 or similar legislation takes effect, if such 309 legislation is adopted in the same legislative session or an 310 extension thereof and becomes a law.

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