## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1613 <sup>Session of</sup> 2023

## INTRODUCED BY MULLINS, DELOZIER, HILL-EVANS, KINSEY, ROZZI, MARSHALL, MADDEN, GILLEN, BURGOS, PISCIOTTANO AND MCNEILL, AUGUST 10, 2023

REFERRED TO COMMITTEE ON TRANSPORTATION, AUGUST 10, 2023

## AN ACT

1 2 3	Amending Title 75 (Vehicles) of the Pennsylvania Consolidated Statutes, in registration of vehicles, providing for vendor- designed registration plates.
4	The General Assembly of the Commonwealth of Pennsylvania
5	hereby enacts as follows:
6	Section 1. Title 75 of the Pennsylvania Consolidated
7	Statutes is amended by adding a section to read:
8	§ 1341.2. Vendor-designed registration plates.
9	(a) Duties of departmentThe department shall:
10	(1) Enter into a contract with a private vendor for the
11	marketing and sale of vendor-designed registration plates
12	within 12 months of the effective date of this section. The
13	department shall select a private vendor according to the
14	provisions of 62 Pa.C.S. (relating to procurement).
15	(2) Only select a private vendor who is able to fulfill
16	the requirements of this section.
17	(3) Develop policies and procedures for the
18	implementation of this section.

1	(b) Contract requirementsA contract entered into with a
2	private vendor under subsection (a) shall be for an initial term
3	of not less than five years and be renewable by the same private
4	vendor for not less than two successive five-year terms. The
5	contract shall require the private vendor to:
6	(1) Market and sell the vendor-designed registration
7	plates on the private vendor's publicly accessible Internet
8	website.
9	(2) Process the purchase and issuance of vendor-designed
10	registration plates hosted on the private vendor's publicly
11	accessible Internet website and pay any associated costs and
12	<u>fees.</u>
13	(3) Permit a vendor-designed registration plate that is
14	purchased from the private vendor's publicly accessible
15	Internet website to be personalized.
16	(4) Provide to the department, at least monthly,
17	periodic accounts that accurately detail all material
18	transactions, including information reasonably required by
19	the department to support fees that are collected by the
20	private vendor, and regularly remit all money payable to the
21	department under the contract.
22	(5) Establish an electronic infrastructure coordinated
23	and compatible with the department's systems, by which motor
24	vehicle owners may electronically send and receive
25	applications, other documents or required payments, and that,
26	when secure access is necessary, can be electronically
27	validated by the department.
28	(6) Establish the amounts to be received by the
29	department from the fees imposed under subsection (d) as
30	negotiated with and agreed upon by the department.

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1	(7) Comply with the provisions of section 1331(a), (b)
2	and (d) (relating to issuance and reissuance of registration
3	plates).
4	(8) Manufacture the vendor-designed registration plates
5	in accordance with current department practices.
6	(9) Provide for a minimum revenue guarantee within the
7	first five years of the contract. The guarantee shall be
8	negotiated between the department and the private vendor.
9	(10) Comply with any other requirement established by
10	the department, subject to the contract limitations in
11	subsection (c).
12	(c) Contract limitationsThe department may not
13	<u>unreasonably:</u>
14	(1) disapprove or limit an aspect of a private vendor's
15	marketing and sales plan;
16	(2) interfere with the selection, assignment or
17	management by the private vendor of the private vendor's
18	employees, agents or subcontractors;
19	(3) restrict the ability of the private vendor to offer
20	a variety of plate designs with personalized and
21	nonpersonalized alphanumeric patterns;
22	(4) disapprove or limit the ability of the private
23	vendor to offer vender-designed registration plate renewal
24	terms of more than one year; or
25	(5) disapprove or limit the ability of the private
26	vendor to offer symbols on a vendor-designed registration
27	plate that are not part of the registration plate's
28	alphanumeric pattern.
29	(d) Fees
30	(1) The private vendor, in consultation with the

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department, shall establish fees for the issuance and renewal
of vendor-designed registration plates that are marketed and
sold by the private vendor. The fee shall be an amount
sufficient to allow:
(i) The private vendor to recoup costs associated
with the design, marketing, issuance, renewal and sale of
the vendor-designed registration plates or otherwise
associated with fulfilling contractual requirements with
the department.
(ii) For profit by the private vendor.
(iii) For the department to recoup administrative
costs associated with the implementation of this section.
(iv) For the department to receive additional
revenue from the sale, issuance and renewal of vendor-
designed registration plates.
(2) The fee established for vendor-designed registration
plates under paragraph (1) shall be in addition to the annual
or biennial registration fee and, as applicable, a fee under
paragraph (3).
(3) An additional personalization fee, as determined by
the private vendor, in consultation with the department,
shall be imposed for the personalization of a vendor-designed
registration plate.
(e) DepositAmounts received by the department from the
fees collected under subsection (d) shall be deposited into the
Motor License Fund.
(f) Issuance limitation
(1) Vendor-designed registration plates may only be sold
and issued for a motorcycle or a passenger car or truck with
<u>a registered gross weight of not more than 14,000 pounds.</u>

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1	(2) Subject to paragraph (3), 12 vendor-designed
2	registration plate designs shall be made available by the
3	private vendor for purchase by the motoring public.
4	(3) After 12 months from the initial date the private
5	vendor makes approved vendor-designed registration plates
6	available for purchase by the motoring public, the department
7	may approve additional vendor-designed registration plate
8	designs in excess of the limitation contained in paragraph
9	<u>(2).</u>
10	(g) Design limitationA vendor-designed registration plate
11	may not substantially mimic:
12	(1) The department's standard white, blue and yellow
13	registration plate or any future standard-issue registration
14	plates provided by the department.
15	(2) Other registration plates specifically authorized by
16	<u>this subchapter.</u>
17	(h) Design approvalThe department shall approve the
18	designs and color combinations for vendor-designed registration
19	plates that are exclusively marketed and sold by a private
20	vendor in consultation with the Pennsylvania State Police
21	subject to the following:
22	(1) The department may not restrict the background
23	color, color combinations or color of plate numbers or
24	letters of vendor-designed registration plates, except as
25	determined by the department as necessary for law enforcement
26	purposes.
27	(2) The department may disapprove a design, cancel a
28	vendor-designed registration plate or require the
29	discontinuation of a vendor-designed registration plate or
30	color combination that is marketed, hosted or sold by a

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1	private vendor at any time if the department determines that
2	the disapproval, cancellation or discontinuation is in the
3	best interest of the Commonwealth or the motoring public.
4	(i) Ownership retainedEach approved vendor-designed
5	registration plate design and color combination remains the
6	property of the department. A vendor-designed registration plate
7	remains the property of the department and shall not be
8	considered property of the person that is issued the vendor-
9	designed registration plate.
10	(j) Cease of operationsIf the private vendor that enters
11	into a contract with the department ceases operations:
12	(1) The department may fulfill the duties of the private
13	vendor temporarily until another private vendor is selected
14	and begins operation.
15	(2) The private vendor's share of the fee under
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