

AB 516 Temp Tags

Bill Language



AB516 - EFFECTIVE JANUARY 1, 2019

The information below contains excerpts obtained from AB516. Approved by Governor July 25, 2016. Filed with Secretary of State July 25, 2016. The vehicle code will be amended and the Department of Motor Vehicles will interpret the code enacting their procedures. To find the full language of the bill visit leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201720180AB516 or use your search engine and search for AB516.

SEC. 3. Section 4456 is added to the Vehicle Code, to read:

4456. a. When selling a vehicle, dealers and lessor-retailers shall report the sale using the reporting system described in Section 4456.2. After providing information to the reporting system, the dealer or lessor-retailer shall do all of the following:

1. The dealer or lessor-retailer shall attach for display a copy of the report-of-sale form provided by the reporting system on the vehicle before the vehicle is delivered to the purchaser.
2. The dealer or lessor-retailer shall submit to the department an application accompanied by all fees and penalties due for registration or transfer of registration of the vehicle within 30 days from the date of sale, as provided in subdivision (c) of Section 9553, if the vehicle is a used vehicle, and within 20 days if the vehicle is a new vehicle. Penalties due for noncompliance with this paragraph shall be paid by the dealer or lessor-retailer. The dealer or lessor-retailer shall not charge the purchaser for the penalties.
3. As part of an application to transfer registration of a used vehicle, the dealer or lessor-retailer shall include all of the following information on the certificate of title, application for a duplicate certificate of title, or form prescribed by the department:
 - A. Date of sale and report-of-sale number.
 - B. Purchaser's name and address.
 - C. Dealer's name, address, number, and signature, or signature of authorized agent.
 - D. Salesperson number.
8. **If the vehicle does not display license plates previously issued by the department, the dealer or lessor-retailer shall attach the temporary license plates issued by the reporting system.**

4456.2. a. The department shall develop a system for dealers and lessor-retailers to electronically report the sale of a vehicle before the vehicle is delivered to the purchaser. At minimum, the system shall conform to the following conditions:

1. The system shall provide a licensed dealer with the forms for use as prescribed in subdivision (a) of Section 4456.
2. For a vehicle that does not already display license plates, the system shall also produce a temporary license plate to be used and displayed in lieu of license plates, pursuant to subdivision (c) of Section 4456. The temporary license plate shall display the report-of-sale number, expiration date, and any other information deemed necessary by the department.
3. The dealer reporting system shall assign each transaction a unique report-of-sale number that will be displayed on the report-of-sale forms and any temporary license plate.

SEC. 6. Section 4456.5 is added to the Vehicle Code, to read:

4456.5. a. A dealer may charge the purchaser or lessee of a vehicle the following charges:

1. A document processing charge for the preparation and processing of documents, disclosures, and titling, registration, and information security obligations imposed by state and federal law. The dealer document processing charge shall not be represented as a governmental fee.
 - A. If a dealer has a contractual agreement with the department to be a private industry partner pursuant to Section 1685, the document processing charge shall not exceed eighty-five dollars (\$85).
 - B. If a dealer does not have a contractual agreement with the department to be a private industry partner pursuant to Section 1685, the document processing charge shall not exceed seventy dollars (\$70).