

ADOMA DMV Updates Webinar

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New Road Improvement Fee	2
Insurance Company Use Tax Exemption	2
County Fee Changes	3
2021 California Vehicle Code (CVC) Not Printed	3
Use Tax Rate Changes	4
Revised REG 1000 IB Form	5
Heavy-Duty Vehicle Registration Compliance	5
Online Personalized License Plate Order Changes	6
Odometer Disclosure for 2010 Models and Newer	7
Miscellaneous Fee Increases	8
Online Vehicle Sales and Off-Site Delivery	12
Vehicle Dealer Records Storage Changes	13
Miscellaneous Fee Increases - Occupational Licensing	13
IBCs Reintroduce Walk-In Option	14

New Road Improvement Fee

Effective July 1, 2020, a \$100 road improvement fee (RIF) will be assessed as part of the total vehicle registration (VR) renewal fee on all model year 2020 and later zero-emission vehicles (ZEVs).

NOTE: The RIF will not be assessed on the initial registration of a newly-purchased ZEV from a licensed vehicle dealer.

The following are exempt from the RIF: Commercial vehicles with an unladen weight of more than 10,000 pounds. Vehicles exempt from registration fees. Vehicles currently on planned nonoperational (PNO) status. International Registration Plan (IRP) vehicles. Vehicles with historical plates.

NOTE: This fee increased as of January 1, 2021 from \$100 to \$110.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-06

Insurance Company Use Tax Exemption

Vehicles acquired or purchased by insurance companies are exempt from use tax. The California Department of Tax and Fee Administration (CDTFA) Sales and Use Tax Regulation states that use tax does not apply to the storage, use, or other consumption in this state by insurance companies of tangible personal property.

- Vehicles/vessels acquired by an insurance company after settling with a registered owner on a total loss of a vehicle/vessel and transferred the vehicle/vessel into the company name.
- Unrecovered stolen vehicles/vessels transferred to the insurance company that was previously registered to the insurer.
- Vehicles purchased by, and registered to, an insurance company for business use.

NOTE: The above transactions do not require the Certificate of Vehicle, Mobilehome, or Commercial Coach Use Tax Clearance (CDTFA-111) or Vehicle/Vessel Use Tax Clearance (CDTFA-111-B) form to complete the transfer process.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-07

County Fee Changes

The vehicle theft deterrence, investigation, prosecution, and prosecution of driving under the influence (Auto Theft/DUI), and Abandoned Vehicle Abatement (AVA) program fee collection by the DMV will be changed as follows.

Effective with vehicle registration fees due on July 1, 2020, or after:

- Yolo County will increase its Auto Theft/DUI program fees from \$1 to \$2 for autos and from \$3 to \$6 for Commercial Vehicle Registration Act (CVRA).

Effective with vehicle registration fees due on July 1, 2020, or after:

- Merced County will extend their AVA program to July 16, 2030.

All other counties that currently have fee programs will continue to participate, and DMV will continue to collect the various program fees. For the complete list of participating counties and fees, see the Vehicle Industry Registration Procedures Manual, Appendix 1A, located at dmv.ca.gov.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-08

2021 California Vehicle Code (CVC) Not Printed

The DMV will no longer print or publish the California Vehicle Code (CVC) for 2021. The CVC was printed annually, but now, it dictates that the DMV can publish the CVC every two years instead.

If you have a business need for a printed 2021 CVC book, they are available from online retailers. The 2020 California Vehicle Code Book Order Form (ADM 1B) will no longer be used and will be removed from the DMV website.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-15, CVC §1656(a)

Use Tax Rate Changes

Effective October 1, 2020, vehicle transfer application fees with applicable sales/use tax rates will increase for the following special districts. The new total sales/use tax rate includes state, county, and city (special districts) rates:

City	County	Count Code (CC)	Affected Zip Codes*	Prior Sales/Use Tax Rate (%)	New Total Sales/Use Tax Rate (%)
Hawaiian Gardens	Los Angeles	19	90716	9.50%	10.25%
Vernon	Los Angeles	19	90058	9.50%	10.25%
Blythe	Riverside	13	92225	7.75%	8.75%

*Certain zip codes may represent areas that have different tax rates based on city and county boundaries. To identify a specific tax rate, visit the California Department of Tax and Fee Administration (CDTFA) website at cdtfa.ca.gov, look under Current Tax Rates, and click Find a Sales and Use Tax Rate by Address. All other existing state, county, and city sales/use taxes will continue at their current rates.

Effective October 1, 2020, vehicle transfer application fees with applicable sales/use tax rates will be extended in the following city:

City	County	(CC)	Extended Current Sales/Use Tax Rate (%)	Until Midnight
Long Beach	Los Angeles	19	10.25%	12/31/2022

Application Affected Dates The sales/use tax rate changes will apply to:

- Original applications with a “fee due date” or “date of first operation” of October 1, 2020, or later.
- Transfer applications with a purchase date of October 1, 2020, or later. Process registration applications as usual; programming will generate the correct use tax and county fees.

For complete state, county, and city sales/use tax rate information, visit the CDTFA website at cdtfa.ca.gov, look under Current Tax Rates, and click Tax Rates by County and City.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-09

Revised REG 1000 IB Form

Implementation Date: September 30, 2020

The Income-Based Clean Air Vehicle Decal (IB-CAVD) Program Application (REG 1000 IB, REV. 10/2020) form was revised to reflect the state's new median income of \$69,680. Due to the current pandemic, implementing the new income was delayed and will not be enforced until October 1, 2020.

Continue to accept the REG 1000 IB with a 1/2020 revision date until October 15, 2020. Please note, the application must be signed and dated prior to October 1, 2020. Follow processing instructions in the VR 2020-01 Income-Based Clean Air Vehicle Decal Program memo.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-10

Speaking of Clean Air Vehicle Decals, the new decal color for decals issued in 2021 will be blue. Blue decals will expire 1/1/2025.



More information on the Clean Air Vehicle Decal Program is available at:

www.dmv.ca.gov/portal/vehicle-registration/license-plates-decals-and-placards/clean-air-vehicle-decals-for-using-carpool-lanes/

Heavy-Duty Vehicle Registration Compliance

Effective January 1, 2020, new legislation required the Department of Motor Vehicles to deny registration to diesel-powered vehicles with a gross vehicle weight rating (GVWR) over 14,000 pounds if they do not comply with California Air Resource Board (CARB) emission standards. These non-compliant vehicles will have a Record Condition Code (RCC) 85 Reason Code (RSN) 02 added to the vehicle record. Because of this, **only** the following applications can be processed by DMV when RCC: 85 RSN: 02 is present on the vehicle record:

- Planned non-operation (PNO)
- Junk
- Salvage
- Duplicate title

Business Partner Automation (BPA) participants are not able to process these applications. Applications may be submitted to the DMV Industry Business Center (IBC).

For direct inquiries regarding vehicle compliance, call the CARB Diesel Hotline at 1-866-634-3735.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-11

Online Personalized License Plate Order Changes

Customers ordering personalized license plates online can no longer pick up their license plates at a field office. Instead, when ordering personalized license plates online the customers will be required to provide the license plate number and last three digits of the vehicle identification number (VIN) of the vehicle the license plates to which they will be assigned. Personalized license plates must be assigned to a vehicle during the application process then mailed to the customer's address on file once they are manufactured.

Approximately 75% of personalized license plates are ordered online. Given the need to reduce in-person visits to the DMV, the online personalized license plate ordering process has been updated to allow these license plates to be assigned to a vehicle when ordered and issued directly by headquarters.

Customers may no longer order personalized license plates as gifts online. Gift orders must be submitted by mail or in person at a field office using the REG 17, Special Interest License Plate Application.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-13

Odometer Disclosure for 2010 Models and Newer

Beginning January 1, 2021, the odometer reading must be disclosed when transferring ownership of a vehicle if it is less than 20 years old, beginning with the 2010 model year and newer. Exempt vehicles outlined in Chapter 5 of the Vehicle Industry Registration Procedures Manual will remain exempt. The table below shows a vehicle's age by subtracting the model year from the calendar year to determine if odometer disclosure is required.

Model Year	Calendar Year										
	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031
2010	11	12	13	14	15	16	17	18	19	20	21
2011	10	11	12	13	14	15	16	17	18	19	20
2012	9	10	11	12	13	14	15	16	17	18	19
2013	8	9	10	11	12	13	14	15	16	17	18
2014	7	8	9	10	11	12	13	14	15	16	17
2015	6	7	8	9	10	11	12	13	14	15	16
2016	5	6	7	8	9	10	11	12	13	14	15
2017	4	5	6	7	8	9	10	11	12	13	14
2018	3	4	5	6	7	8	9	10	11	12	13
2019	2	3	4	5	6	7	8	9	10	11	12
2020	1	2	3	4	5	6	7	8	9	10	11
2021		1	2	3	4	5	6	7	8	9	10
2022			1	2	3	4	5	6	7	8	9

Chapter 5 of the Vehicle Industry Registration Procedures Manual outlines the proper procedure for completing odometer statements, as necessary. Remember, the DMV encourages odometer mileage disclosure for all vehicles regardless of year model or exemption.

This extended reporting period adopted by DMV is in response to the National Highway Traffic Safety Administration (NHTSA)'s new rules to combat odometer fraud, given that the lifespan of a vehicle now extends well past 10 years.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-14

Miscellaneous Fee Increases

Beginning January 1, 2021, the following fees increased based on the consumer price index. The fee increases are as follows:

<i>Fee Code</i>	<i>Service or Transaction Fee</i>	<i>Affected California Vehicle Code Sections (§)</i>	<i>Current Fee Amount</i>	<i>New Fee Amount</i>
001 101 201 301	Registration	§9250	\$59	\$61
002 102 202 302	California Highway Patrol (CHP)	§9250.8(a) §9250.13(a)(1) not affected	\$27 (\$4 and \$23)	\$28 (\$5 and \$23)
002	Off-highway vehicle (OHV) CHP	§38225.4 §38225.5	\$8 (\$4) (\$4)	\$10 (\$5) (\$5)
013 113 213 313	Privately-owned school bus (PSB) Registration/licensing Education-related nonprofit purpose	§9102.5(a) §9102.5(c)	\$22	\$23
016	Moped original	§5036	\$22	\$23
029	Special equipment (SE) original/transfer-pursuant to CVC §5014 or §5016.5 (SE transfer is covered under this fee code as a new owner must apply and qualify)	§5014(f) §9261(a) §9261(b) §9261(c)	\$22	\$23
032	One trip permit	§9258	\$22	\$23
035	OHV (Motorcycle) transportation permit	§38232	\$22	\$23
045	SE renewal-pursuant to CVC §5014 or §5016.5	§5014(f) §9261(d)	\$22	\$23
079 179 279 379	CHP Commercial Vehicle Registration Act (CVRA)	§9250.8(a), §9250.8(b) not affected §9250.13(2), not affected, and §9250.13(a)(1) not affected	\$45 (\$4, \$9, \$9, and \$23)	\$46 (\$5, \$9, \$9, and \$23)

Procedures, continued

Fee Code	Service or Transaction Fee	Affected California Vehicle Code Sections (§)	Current Fee Amount	New Fee Amount
296 297 298 299	Road Improvement Fee (RIF)	§9250.6 (b)	\$100	\$110
316 317 318 319	Transportation Improvement Fee (TIF)	<i>California Revenue and Taxation Code §11052(b)</i> If the vehicle value is: <ul style="list-style-type: none"> • \$0–\$4,999 • \$5,000–\$24,999 • \$25,000–\$34,999 • \$35,000–\$59,999 • \$60,000 or more 	\$27 (no change) (\$54 \$107 \$161 \$188)	\$27 (\$55 \$110 \$165 \$192)
402	Title only	§9254	\$22	\$23
403	OHV transfer	§38255(a) §38255(b) §38255(c)	\$22	\$23
405	Moped transfer	§5036	\$22	\$23
411	Salvage certificate	§11515	\$22	\$23
412	OHV salvage certificate	§11515	\$22	\$23
421	Duplicate ownership certificate	§9265(a)	\$22	\$23
422	Duplicate registration	§9265(a)	\$22	\$23
423	Duplicate license plate	§9265(b)	\$22	\$23
424	OHV duplicate ownership certificate	§38260	\$22	\$23
425	OHV duplicate registration	§38260	\$22	\$23
428	Moped duplicate identification (ID) card	§5036	\$22	\$23
430	Prisoner of War (POW) duplicate license plate	§9265(b)	\$22	\$23
432	SE duplicate ID	§9265(a)	\$22	\$23

Procedures, continued

Fee Code	Service or Transaction Fee	Affected California Vehicle Code Sections (§)	Current Fee Amount	New Fee Amount
433	Horseless carriage/historical vehicle/historical motorcycle duplicate license plate	§5004 §9265	\$22	\$23
434	Duplicate salvage certificate-pursuant to CVC §11515	§9265(a)	\$22	\$23
435	OHV duplicate salvage certificate-pursuant to CVC §11515	§9265(a)	\$22	\$23
441	Substitute license plate	§9265(b)	\$22	\$23
442	Substitute sticker	§9265(b)	\$22	\$23
443	OHV substitute plate	§38260	\$22	\$23
446	Moped substitute plate	§9265(b)	\$22	\$23
448	SE substitute plate	§9265(b)	\$22	\$23
456	Partial year registration (PYR) service	§9702	\$22	\$23
457	Nonresident original service	§9252(a)	\$22	\$23
458	Nonresident reregistration	§9252(a)	\$22	\$23
465	OHV planned nonoperation (PNO) service	§38121(b)	\$22	\$23
472	VLF Refund Service	R&TC 10902(c)	\$22	\$23
474	PNO service	§4604(b)	\$22	\$23
484	Nonrepairable certificate	§11515.2	\$22	\$23
485	Duplicate nonrepairable certificate	§11515.2	\$22	\$23
488	Permanent trailer ID (PTI) paper title	§9254	\$22	\$23
542	OHV transfer penalty	§38265(a)	\$22	\$23

Procedures, continued

Fee Code	Service or Transaction Fee	Affected California Vehicle Code Sections (§)	Current Fee Amount	New Fee Amount
621	Prejudgment attachment (filing/indexing notice of lien and certificate fee for notice of attachment)	California Code of Civil Procedures §§488.385(b) and 488.385(c)	\$22	\$23
627	Nonresident commuter permit	§6700.25(e)	\$22	\$23
680	International Registration Plan (IRP) CHP	§9250.8 (a), §9250.13(a)(1) not affected	\$27 (\$4 and \$23)	\$28 (\$5 and \$23)
693	IRP/CHP	§9250.8(a), §9250.8(b), not affected, §9250.13(2), not affected, and §9250.13(a)(1) not affected	\$45 (\$4, \$9, \$9, and \$23)	\$46 (\$5, \$9, \$9, and \$23)
910	Firm substitute special license plate	§9265(b)	\$22	\$23
911	Firm duplicate registration	§9265(a)	\$22	\$23
912	Firm substitute sticker	§9265(b)	\$22	\$23

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** VIN 2020-17

Online Vehicle Sales and Off-Site Delivery

On April 28, 2020, in accordance with Executive Order N-33-20 (issued March 19, 2020), the State Public Health Officer designated workers critical to the manufacturing, distribution, and sales of vehicles as essential infrastructure workers, subject to adhering to the public health guidelines issued by the California Department of Public Health (CDPH).

This memorandum (OLIN 2020-04) was released to clarify the requirements for online vehicle sales and off-site delivery of a purchaser's vehicle during this outbreak period.

The Vehicle Code (VC) requires vehicle sales to be conducted through a licensed location. This requirement applies to brick and mortar vehicle dealerships transactions and online sales transactions conducted through brick and mortar dealer licensees. The vehicle offered for sale by the dealership must be present at the dealership's licensed location at the time of the sales transaction or be available to the dealer directly from the manufacturer or distributor of the vehicle at the time of the advertisement or the offer of the vehicle for sale. The sale occurs at the licensed location and meets the requirements of VC §11714(b). Accordingly, the dealership is permitted to deliver the vehicle to the customer at an off-site location to complete the sale through the licensed site as required by VC §5901(d). The dealer and salesperson must comply with all sales-related requirements of the VC before, during, and after the sale of the Vehicle.

Compliance Requirements:

- All products must be contracted for sale before the delivery of the vehicle.
- All terms of the transaction must be agreed upon before the vehicle's delivery at an off-site location. Negotiations may not be conducted at the purchaser's delivery location.
- All contracts must be signed by the dealership before delivery of the vehicle at the off-site location. The purchaser may sign the contract at the time of delivery.
- Any person engaged in the negotiation and sale of the vehicle must be a licensed salesperson.
- A copy of all notices to the consumer required by the VC and the Civil Code must be provided to the purchaser before the purchaser executes all sales related documents, such as the notice of the right to inspection, etc.
- All Regulation Z disclosures must be provided to the purchaser and the purchaser must be allowed to review before purchaser executes sales related documents.
- All state and local social distancing requirements must be adhered to when the vehicle is delivered.
- Adherence to social distancing requirements and sanitization of the vehicle is required if a test drive of the vehicle occurs.

NOTE: For further information, consult the Centers for Disease Control and CDPH websites. Consult your legal counsel if you have questions regarding the VC's requirements and other applicable statutes and regulations. Any deceptive or fraudulent activities occurring in the offer of or during the vehicle sales transaction should be reported to the local office of the Department of Motor Vehicles (DMV) Investigations Division.

A dealership selling new or used vehicles, at retail or wholesale, must possess a valid dealer license issued by the DMV's Occupational Licensing Branch (OLB). On behalf of the dealer, a salesperson engaged in the sales transaction must also possess a valid salesperson license issued by OLB.

Although the VC does not explicitly address or prohibit online sales of vehicle inventory and delivery of the vehicle to an off-site location from a dealership’s licensed established place of business, adherence to other requirements of the vehicle sales transaction regulated by the VC, the Civil Code, the Business and Professions Code, and other codes, is required.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** OLIN 2020-04, Vehicle Code §§5901(d), 11713(b), and 11714(b)

Vehicle Dealer Records Storage Changes

Effective October 1, 2020, the Department of Motor Vehicles reduced the required time vehicle dealers must store hard copies of records **onsite** from 18 months to 90 days. The 3-year requirement to maintain paper records remains unchanged. After 90 days, they may be stored off-site for the remainder of the three years. If records are requested by the Department of Motor Vehicles, they must be provided within three business days.

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** OLIN 2020-10

Miscellaneous Fee Increases - Occupational Licensing

As of January 1, 2021, several Occupational Licensing-related fees have increased. These fees affect occupational licensees with special license plates such as dealers, manufacturers, dismantlers, distributors, remanufacturers, and vehicle transporters.

The fee increases are as follows:

Fee Code	Type of Fee	California Vehicle Code Section (§)	Prior Fee	New Fee
001	Registration	§9250	\$59	\$61
911	Duplicate certificate of ownership/registration card/equipment ID card	§9265(a)	\$22	\$23
912	Duplicate license plates (except personalized)/substitute license plates/equipment ID plate for same vehicle	§9265(b)	\$22	\$23

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** OLIN 2020-13

IBCs Reintroduce Walk-In Option

The DMV has begun offering one :

30-minute walk-in service per day, per industry customer, in addition to the appointment, drop-off, and mail-in bundle services currently provided at Industry Business Centers (IBCs).

Walk-in services are available at the 10 IBCs each business day until 2:00 pm for the following urgent transactions:

- Vehicles impounded due to registration-related issues
- Temporary operating permits (TOPs) due to extenuating circumstances
- Partial year registration (PYR)
- Commercial vehicles held at weight scales due to registration-related issues
- Customer demands title due to out of the country export
- One trip permits and commercial permits (fee paid permits)
- Vehicle information requests for lien sales

Due to the COVID-19 pandemic and subsequent physical distancing guidelines, industry customers will not be allowed to wait in the lobby area. DMV encourages customers to drop off or mail-in bundle applications for the protection of customers and DMV employees.

Items can either be dropped off during normal business hours or mailed in. These transactions will be processed in the order received and completed within five business days from the date received. Once completed, items will be mailed back to the industry customer.

You may schedule an in-person appointment at your local IBS by phone or walk an item in (one 30-minute walk-in service will be allowed per day until 2:00 p.m. daily) at the following IBC locations:

- Bakersfield IBC - 5800 District Blvd., Ste 100
(661) 282-2350
- Fairfield IBC - 4630 W. America Dr.
(707) 864-4763
- LA Metro IBC - 1365 N. Grand Ave., Ste 100
(626) 974-715
- Mountain View IBC - 595 Showers Dr.
(650) 429-3295
- Placentia IBC - 2390 Rose Dr.
(657) 315-4092
- Rancho San Diego IBC - 1530 Hilton Head Rd.
(619) 262-3253
- Sacramento IBC - 7226 Florin Mall Dr.
(916) 262-3253
- San Bernardino IBC - 473 E. Carnegie Dr., Ste 125
(909) 501-3173
- San Marcos IBC - 590 Rancheros Dr.
(760) 916-9282
- Winnetka IBC - 20725 Sherman Way
(818) 702-2828

For additional information, refer to the following Vehicle Industry News memo:

① **REFERENCE:** OLIN 2020-12