

HOUSE BILL No. 1033

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-6-5-9.

Synopsis: Motor vehicle excise tax. Provides that if a person: (1) fails to register a vehicle with the bureau of motor vehicles; (2) fails to pay the motor vehicle excise tax; and (3) displays on the vehicle a license plate issued by another state, any interest or penalties for the delinquent excise tax that is collected by the department of state revenue shall be deposited in the state general fund for distribution to the county in which the person resides.

Effective: July 1, 1998.

Ayres, Stevenson

January 6, 1998, read first time and referred to Committee on Ways and Means.



Introduced

Second Regular Session 110th General Assembly (1998)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 1997 General Assembly.

HOUSE BILL No. 1033

A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 6-6-5-9, AS AMENDED BY P.L.62-1996,
2 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 1998]: Sec. 9. (a) The bureau, in the administration and
4 collection of the annual license excise tax imposed by this chapter, may
5 utilize the services and facilities of license branches operated under
6 IC 9-16 in its administration of the motor vehicle registration laws of
7 the state of Indiana. The license branches may be so utilized in
8 accordance with such procedures, in such manner, and to such extent
9 as the bureau shall deem necessary and proper to implement and
10 effectuate the administration and collection of the excise tax imposed
11 by this chapter. However, in the event the bureau shall utilize such
12 license branches in the collection of excise tax, the following apply:
13 (1) The excise taxes so collected by each license branch shall be
14 deposited daily by the license branch in a separate account in a
15 depository duly designated by the state board of finance. The
16 county treasurer of the county for which the collections are due
17 may withdraw funds from the account at least two (2) times each

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1 week. The county treasurer is responsible for the safekeeping and
2 investment of money withdrawn by the county treasurer under this
3 subsection. Before the eleventh day of the month following the
4 month in which the collections are made, the bureau of motor
5 vehicles shall report the excise taxes collected outside the county
6 to the county treasurer of the county to which the collections are
7 due. The bureau shall forward a copy of this excise tax report to
8 the county auditor of the county.

9 (2) A license branch shall each week forward a report to the
10 county auditor of the county to whom the collections are due,
11 showing the excise tax collected on each vehicle and a copy of
12 each registration certificate for all collections within the county.

13 (3) Each license branch shall also report to the bureau all excise
14 taxes collected under this chapter in the same manner and at the
15 same time as registration fees are reported.

16 (4) Premiums for insurance to protect the funds collected by
17 license branches against theft shall be paid by the bureau, except
18 that the bureau may issue blanket coverage for all branches at its
19 discretion. At the discretion of the bureau, the bureau may:

20 (A) self-insure to cover the activities of the license branches;
21 or

22 (B) rather than purchase a bond or crime policy for each
23 branch, purchase a single blanket bond or crime insurance
24 policy endorsed to include faithful performance to cover all
25 branches.

26 (5) If the services of a license branch are used by the bureau in the
27 collection of the excise tax imposed by this chapter, the license
28 branch shall collect the service charge prescribed under IC 9-29
29 for each vehicle registered upon which an excise tax is collected
30 by that branch.

31 (6) If the excise tax imposed by this chapter is collected by the
32 department of state revenue, the money collected shall be
33 deposited in the state general fund to the credit of the appropriate
34 county and reported to the bureau of motor vehicles on the first
35 working day following the week of collection. **Except as**
36 **provided in subdivision (7)**, any amount collected by the
37 department which represents interest or a penalty shall be retained
38 by the department and used to pay its costs of enforcing this
39 chapter.

40 **(7) This subdivision applies only to interest or a penalty**
41 **collected by the department of state revenue from a person**
42 **who:**



1 (A) fails to properly register a vehicle as required by
2 IC 9-18 and pay the tax due under this chapter; and

3 (B) during any time after the date by which the vehicle was
4 required to be registered under IC 9-18 displays on the
5 vehicle a license plate issued by another state.

6 **The total amount collected by the department that represents**
7 **interest or a penalty shall be deposited in the state general**
8 **fund for the credit of the county in which the person resides.**

9 **The amount shall be reported to the bureau of motor vehicles**
10 **on the first working day following the week of collection.**

11 The bureau may contract with a bank card or credit card vendor for
12 acceptance of bank or credit cards. However, if there is a vendor
13 transaction charge or discount fee, whether billed to the bureau or
14 charged directly to the bureau's account, the bureau shall collect from
15 the person using the card an official fee that may not exceed the highest
16 transaction charge or discount fee charged to the bureau by bank or
17 credit card vendors during the most recent collection period. This fee
18 may be collected regardless of retail merchant agreements between the
19 bank and credit card vendors that may prohibit such a fee. The fee is a
20 permitted additional charge under IC 24-4.5-3-202.

21 (b) On or before April 1 of each year the bureau shall provide to the
22 auditor of state the amount of motor vehicle excise taxes collected for
23 each county for the preceding year.

24 (c) On or before May 10 and November 10 of each year the auditor
25 of state shall distribute to each county one-half (1/2) of:

26 (1) the amount of delinquent taxes; **and**

27 (2) **any penalty or interest described in subsection (a)(7);**

28 that have been credited to the county under subsection (a). There is
29 appropriated from the state general fund the amount necessary to make
30 the distributions required by this subsection. The county auditor shall
31 apportion and distribute the delinquent tax distributions to the taxing
32 units in the county at the same time and in the same manner as excise
33 taxes are apportioned and distributed under section 10 of this chapter.

34 (d) The commissioner of insurance shall prescribe the form of the
35 bonds or crime policies required by this section.

