# Second Regular Session Sixty-seventh General Assembly STATE OF COLORADO

## REREVISED

This Version Includes All Amendments Adopted in the Second House HOUSE BILL 10-1172

LLS NO. 10-0488.01 Jery Payne

### **HOUSE SPONSORSHIP**

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# A BILL FOR AN ACT

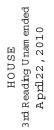
101 CONCERNING THE REGISTRATION OF MOBILE MACHINERY IN ORDER TO
 102 PAY SPECIFIC OWNERSHIP TAX, AND MAKING AN APPROPRIATION
 103 THEREFOR.

#### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Section 1 makes stylistic changes to clarify the definition of special mobile machinery. Section 5 deems farm equipment meeting the definition of special mobile machinery to be Class F personal property if the equipment is used for a purpose other than agricultural production.

SENATE 3rd Reading Unam ended M ay 7,2010



ended 2nd Reading

Am

HOUSE

April 20, 2010

Section 6 prohibits affixing a prorated registration sticker to special mobile machinery unless it is registered, prohibits the operation of such machinery unless it is registered, and grants a credit for taxes paid to the owner who converts a vehicle to special mobile machinery.

Section 7 creates a demonstration plate to be used by people who sell special mobile machinery and sets the fee for the plate. A violation of the demonstration plate requirements is a class 2 misdemeanor. Section 8 requires a person who sells special mobile machinery to notify the buyer that the owner should register the machinery.

**Section 16** authorizes owners to obtain a temporary registration similar to the temporary registration for motor vehicles.

The remaining sections of the bill contain conforming amendments.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** 42-1-102 (33), (41), (54), and (60), Colorado 3 Revised Statutes, are amended, and the said 42-1-102 is further amended 4 BY THE ADDITION OF A NEW SUBSECTION, to read: 5 42-1-102. Definitions. As used in articles 1 to 4 of this title, 6 unless the context otherwise requires: 7 (33) "Farm tractor" means every motor vehicle IMPLEMENT OF 8 HUSBANDRY designed and used primarily as a farm implement for 9 drawing plows and mowing machines and other implements of 10 husbandry. (41) "Gross dollar volume" means the total contracted cost of 11 12 work performed or put in place in a given county by the owner or operator 13 of SPECIAL mobile machinery. "Mobile machinery" or "self-propelled construction 14 (54)15 equipment" means those vehicles, self-propelled or otherwise, which are 16 not designed primarily for the transportation of persons or cargo over the 17 public highways, and those motor vehicles which may have originally 18 been designed for the transportation of persons or cargo over the public

highways, and those motor vehicles which may have originally been designed for the transportation of persons or cargo but which have been redesigned or modified by the mounting thereon of special equipment or machinery, and which may be only incidentally operated or moved over the public highways. This definition includes but is not limited to wheeled vehicles commonly used in the construction, maintenance, and repair of roadways, the drilling of wells, and the digging of ditches.

8 (60) "Mounted equipment" means any item of tangible personal 9 property weighing more than five hundred pounds which THAT is rigidly 10 PERMANENTLY mounted on or attached to a vehicle, subsequent to its 11 manufacture and which, when so mounted on or attached to a vehicle, 12 becomes an integral part thereof essential to the operation of such vehicle 13 in carrying out and accomplishing the purpose for which such vehicle is 14 being used INCLUDING MOUNTING BY MEANS SUCH AS WELDING OR 15 BOLTING THE EQUIPMENT TO A VEHCILE.

16 (93.5) (a) "SPECIAL MOBILE MACHINERY" MEANS MACHINERY
17 THAT IS PULLED, HAULED, OR DRIVEN OVER A HIGHWAY AND IS
18 EITHER:

(I) A VEHICLE OR EQUIPMENT THAT IS NOT DESIGNED PRIMARILY
FOR THE TRANSPORTATION OF PERSONS OR CARGO OVER THE PUBLIC
HIGHWAYS; OR

(II) A MOTOR VEHICLE THAT MAY HAVE BEEN ORIGINALLY
DESIGNED FOR THE TRANSPORTATION OF PERSONS OR CARGO OVER THE
PUBLIC HIGHWAYS, AND HAS BEEN REDESIGNED OR MODIFIED BY THE
ADDITION OF MOUNTED EQUIPMENT OR MACHINERY, AND IS ONLY
INCIDENTALLY OPERATED OR MOVED OVER THE PUBLIC HIGHWAYS.

27 (b) "Special mobile machinery" includes vehicles

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1 COMMONLY USED IN THE CONSTRUCTION, MAINTENANCE, AND REPAIR OF 2 ROADWAYS, THE DRILLING OF WELLS, AND THE DIGGING OF DITCHES. 3 **SECTION 2.** 42-3-102 (1) (b) (II), Colorado Revised Statutes, is 4 amended to read: 5 **42-3-102. Periodic registration - rules.** (1) The department may 6 establish by rule a periodic vehicle registration program whereby certain 7 vehicles shall be registered at: 8 (b) Five-year intervals upon payment of a five-year registration 9 fee and any five-year specific ownership tax that may be due. An owner 10 of any of the following motor vehicles may elect a five-year registration 11 pursuant to this paragraph (b), which registration shall expire on the last 12 day of the last month of each five-year registration period: 13 (II) SPECIAL mobile machinery. 14 **SECTION 3.** 42-3-103 (1) (a), Colorado Revised Statutes, is 15 amended to read: 16 42-3-103. Registration required - exemptions. (1) (a) Within 17 sixty days after purchase, every owner of a motor vehicle, trailer, 18 semitrailer, or vehicle that is primarily designed to be operated or drawn 19 upon any highway of this state or any owner of a trailer coach or of 20 SPECIAL mobile machinery whether or not it is operated on the highways, 21 shall register such vehicle with the department. A person who violates 22 this subsection (1) commits a class B traffic infraction. 23 **SECTION 4.** 42-3-104 (3) (e) and (3) (f), Colorado Revised 24 Statutes, are amended to read: 25 42-3-104. Exemptions - specific ownership tax - registration 26 - domicile and residency - rules - definitions. (3) Registration shall not 27 be required for the following:

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(e) SPECIAL mobile machinery and self-propelled construction
 equipment used solely on property owned or leased by the owner of such
 machinery and equipment and not operated on the public highways of the
 state, if such THE owner lists all of such THE machinery or equipment for
 assessment and taxation under part 1 of article 5 of title 39, C.R.S.;

6 (f) SPECIAL mobile machinery and self-propelled construction
7 equipment not operated on the highways of this state owned by a public
8 utility and taxed under article 4 of title 39, C.R.S.

9 SECTION 5. 42-3-106 (2) (e), Colorado Revised Statutes, is
10 amended, and the said 42-3-106 is further amended BY THE ADDITION
11 OF A NEW SUBSECTION, to read:

42-3-106. Tax imposed - classification - taxable value. (2) For
the purpose of imposing graduated annual specific ownership taxes, the
personal property specified in section 6 of article X of the state
constitution is classified as follows:

16 (e) Every item of SPECIAL mobile machinery and self-propelled 17 construction equipment required to be registered under this article shall 18 be Class F personal property. IF A FARM TRACTOR, MEETING THE 19 DEFINITION OF SPECIAL MOBILE MACHINERY, IS USED FOR ANY PURPOSE 20 OTHER THAN AGRICULTURAL PRODUCTION FOR MORE THAN A 21 TWENTY-FOUR HOUR PERIOD AT THE SITE WHERE IT IS USED FOR 22 NONAGRICULTURAL PURPOSES, IT IS CLASS F PERSONAL PROPERTY, BUT IT 23 SHALL BE GRANTED A PRORATED REGISTRATION UNDER SECTION 42-3-107 24 TO COVER SUCH USE. THE AUTHORIZED AGENT SHALL NOTIFY THE OWNER 25 OF THE FARM TRACTOR OF THE PRORATED REGISTRATION. STORING A 26 FARM TRACTOR AT A SITE DOES NOT GIVE RISE TO A PRESUMPTION THAT 27 THE TRACTOR WAS USED FOR THE SAME PURPOSES THAT OTHER

1	EQUIPMENT IS USED FOR AT THE SITE.
2	(6) (a) IF A VEHICLE AND THE EQUIPMENT MOUNTED ON THE
3	VEHICLE ARE THE SAME MODEL YEAR:
4	(I) THE OWNER OF THE VEHICLE AND THE MOUNTED EQUIPMENT
5	MAY REGISTER BOTH AS CLASS F PERSONAL PROPERTY; OR
6	(II) THE OWNER OF THE VEHICLE MAY REGISTER THE VEHICLE AS
7	CLASS A, CLASS B, CLASS C, OR CLASS D PERSONAL PROPERTY AND THE
8	MOUNTED EQUIPMENT MAY BE REGISTERED AS CLASS F PERSONAL
9	PROPERTY.
10	(b) IF A VEHICLE AND THE EQUIPMENT MOUNTED ON THE VEHICLE
11	ARE DIFFERENT MODEL YEARS:
12	(I) THE OWNER OF THE VEHICLE SHALL REGISTER THE VEHICLE AS
13	CLASS A, CLASS B, CLASS C, OR CLASS D PERSONAL PROPERTY; AND
14	(II) THE OWNER OF THE VEHICLE SHALL REGISTER THE MOUNTED
15	EQUIPMENT AS CLASS F PERSONAL PROPERTY.
16	SECTION 6. 42-3-107 (16) (a), the introductory portion to
17	42-3-107 (16) (b), and 42-3-107 (16) (e), (17) (b), (18) (b), and (25),
18	Colorado Revised Statutes, are amended to read:
19	42-3-107. Taxable value of classes of property - rate of tax -
20	when and where payable - department duties - apportionment of tax
21	collections - definitions. (16) (a) In lieu of payment of the annual
22	specific ownership tax in the manner provided in subsection (15) of this
23	section, the owner of any SPECIAL mobile machinery or self-propelled
24	construction equipment who is an equipment dealer regularly engaged in
25	the sale or rental of SPECIAL mobile machinery or self-propelled
26	construction equipment and who rents or leases such equipment to
27	another person in which the owner has not held an interest for at least

thirty days may elect to pay specific ownership tax as prescribed in this
 subsection (16).

3 (b) Authorization for payment of specific ownership tax under this 4 subsection (16) shall be obtained from the authorized agent in the county 5 in which the owner's principal place of business is located. The owner 6 shall also apply for an identifying decal for each item of equipment to be 7 rented or leased Such identifying decal shall be affixed to the item of 8 equipment at the time it is rented or leased THAT SHALL BE AFFIXED TO 9 THE ITEM WHEN IT IS RENTED OR LEASED. The owner shall keep records 10 of each IDENTIFYING decal issued and a description of the item of 11 equipment to which it is affixed. The fee for each identifying decal shall 12 be five dollars, which shall be paid when applying UPON APPLICATION to 13 the authorized agent. <del>Decals expire at the end of each calendar year, and</del> 14 application for new decals shall be made for each calendar year or portion 15 thereof AN IDENTIFYING DECAL SHALL EXPIRE WHEN THE REGISTRATION 16 OF THE SPECIAL MOBILE MACHINERY TO WHICH IT IS AFFIXED EXPIRES 17 PURSUANT TO SECTION 42-3-114. AN IDENTIFYING DECAL SHALL NOT BE 18 ISSUED TO SPECIAL MOBILE MACHINERY UNLESS THE MACHINERY IS 19 REGISTERED, BUT A DECAL MAY BE ISSUED CONCURRENTLY WITH THE 20 REGISTRATION AND SHALL EXPIRE PURSUANT TO SECTION 42-3-114. The 21 owner shall be required to remove such AN identifying decal upon the sale 22 or change of ownership of such item of equipment. The fee of five 23 dollars for each identifying decal as required by this section shall be 24 distributed as follows:

(e) The owner of an item of SPECIAL mobile machinery or
 self-propelled construction equipment that is required to be registered for
 highway use under section 42-3-304 (14) shall be exempt from payment

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of the specific ownership tax at the time of registration if such tax is
 collected and remitted under this subsection (16).

3 (17) (b) In lieu of payment of the annual specific ownership tax
4 in the manner provided in subsection (15) of this section, an owner may
5 apply for AND PAY prorated specific ownership tax in accordance with
6 this subsection (17).

7 (18) (b) (I) The owner of any Class F personal property shall,
8 within sixty days after the purchase of new or used Class F personal
9 property, apply for registration with the authorized agent.

(II) NO PERSON SHALL OPERATE CLASS F PERSONAL PROPERTY
UNLESS THE PROPERTY IS REGISTERED WITH THE AUTHORIZED AGENT OR
EXEMPT FROM REGISTRATION PURSUANT TO SECTION 42-3-104 (3).

13 (25) A credit shall be allowed for taxes paid on any item of Class 14 A, Class B, Class C, Class D, or Class F personal property if the owner 15 disposes of the vehicle during the registration period Such OR IF THE 16 OWNER CONVERTS THE VEHICLE FROM ANY CLASS OF PERSONAL PROPERTY 17 TO CLASS F PROPERTY. THE credit may apply to payments of taxes on a 18 subsequent application by such THE owner for registration of an item of 19 Class A, Class B, Class C, Class D, or Class F personal property made 20 during the said registration period or may be assigned by such THE owner 21 to the transferee of the property for which taxes were paid; except that, 22 when the transferee is a dealer in new or used vehicles, such THE 23 transferee shall account to the owner for any assignment of the credit. 24 The credit shall be prorated based on the number of months remaining in 25 the registration period after the transfer and disposal of the vehicle. The 26 calculation for the credit shall be determined by using the period beginning with the first day of the month following the date of transfer 27

through the last day of the month for the period for which the vehicle was
 registered. Specific ownership tax credit will be allowed only if the total
 ownership tax credit due exceeds ten dollars.

4 SECTION 7. 42-3-116, Colorado Revised Statutes, is amended
5 BY THE ADDITION OF A NEW SUBSECTION to read:

6 42-3-116. Manufacturers or dealers. (7) (a) A PERSON WHO
7 SELLS SPECIAL MOBILE MACHINERY IN THE ORDINARY COURSE OF BUSINESS
8 MAY SUBMIT AN APPLICATION FOR A DEMONSTRATION PLATE.

9 (b) (I) THE DEPARTMENT SHALL ISSUE A DEMONSTRATION PLATE 10 UPON PAYMENT OF THE FEE SPECIFIED IN SUBPARAGRAPH (II) OF THIS 11 PARAGRAPH (b) AND UPON APPLICATION OF A MOTOR VEHICLE DEALER OR 12 WHOLESALER ACCOMPANIED BY SATISFACTORY EVIDENCE THAT THE 13 APPLICANT IS ENTITLED TO THE PLATE IN ACCORDANCE WITH THIS 14 SUBSECTION (7).

(II) THE DEPARTMENT SHALL ESTABLISH AND ADJUST THE ANNUAL
FEE FOR A DEMONSTRATION PLATE BASED ON THE AVERAGE OF SPECIFIC
OWNERSHIP TAXES AND REGISTRATION FEES PAID FOR ITEMS OF SPECIAL
MOBILE MACHINERY THAT ARE SEVEN MODEL YEARS OLD OR NEWER
DURING THE PREVIOUS YEAR.

20 (III) A DEMONSTRATION PLATE SHALL BE VALID FOR ONE YEAR.
21 (IV) THE OWNER OF A DEMONSTRATION PLATE SHALL RETURN THE
22 PLATE TO THE DEPARTMENT WITHIN TEN DAYS AFTER THE SALE OR
23 CLOSURE OF THE BUSINESS THAT SELLS SPECIAL MOBILE MACHINERY IN
24 THE ORDINARY COURSE OF BUSINESS.

(c) NO PERSON SHALL OPERATE SPECIAL MOBILE MACHINERY WITH
A DEMONSTRATION PLATE UNLESS THE MACHINERY IS OFFERED FOR SALE
AND BEING DEMONSTRATED FOR THE PURPOSES OF A SALE. THE OWNER

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MAY TRANSFER THE PLATE FROM ONE ITEM OF SPECIAL MOBILE
 MACHINERY TO ANOTHER AND WITHOUT REPORTING THE TRANSFER TO THE
 DEPARTMENT.

4 (d) A PERSON WHO VIOLATES THIS SUBSECTION (7) IS GUILTY OF A
5 CLASS 2 MISDEMEANOR, PUNISHABLE PURSUANT TO SECTION 18-1.3-501,
6 C.R.S.

7 SECTION 8. Part 1 of article 3 of title 42, Colorado Revised
8 Statutes, is amended BY THE ADDITION OF A NEW SECTION to
9 read:

42-3-127. Sale of special mobile machinery. A PERSON WHO
SELLS SPECIAL MOBILE MACHINERY IN THE ORDINARY COURSE OF BUSINESS
SHALL NOTIFY IN WRITING THE BUYER OF THE MACHINERY THAT THE
MACHINERY IS REQUIRED TO BE REGISTERED UNDER THIS ARTICLE. A
PERSON WHO VIOLATES THIS SECTION COMMITS A CLASS B TRAFFIC
INFRACTION FOR EACH ITEM OF SPECIAL MOBILE MACHINERY SOLD
WITHOUT SUCH A NOTICE.

SECTION 9. 42-3-201 (1) (a) (I) (E), Colorado Revised Statutes,
is amended to read:

42-3-201. Number plates furnished - style - periodic reissuance
- tabs - rules. (1) (a) (I) The department shall issue to every owner
whose vehicle is registered two number plates; except that the department
shall issue one number plate for the following:

23 (E) An item of SPECIAL mobile machinery. or self-propelled
 24 construction equipment.

25 SECTION 10. 42-3-202 (1) (a), Colorado Revised Statutes, is
26 amended to read:

27 **42-3-202.** Number plates to be attached. (1) (a) Number plates

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assigned to a self-propelled vehicle other than a motorcycle or street rod
vehicle shall be attached thereto, one in the front and the other in the rear.
The number plate assigned to a motorcycle, street rod vehicle, trailer,
semitrailer, other vehicle drawn by a motor vehicle, or SPECIAL mobile
machinery or self-propelled construction equipment shall be attached to
the rear thereof. Number plates shall be so displayed during the current
registration year, except as otherwise provided in this article.

8 **SECTION 11.** 42-3-304 (14) and (15), Colorado Revised 9 Statutes, are amended to read:

42-3-304. Registration fees - passenger and passenger-mile
taxes - clean screen fund. (14) (a) The owner or operator of SPECIAL
mobile machinery or self-propelled construction equipment having an
empty weight not in excess of sixteen thousand pounds that the owner or
operator desires to operate over the public highways of this state shall
register such vehicle under section 42-3-305 (5) (a).

(b) The owner or operator of SPECIAL mobile machinery or
self-propelled construction equipment with an empty weight exceeding
sixteen thousand pounds that such THE owner or operator desires to
operate over the public highways of this state shall register such THE
vehicle under section 42-3-305 (5) (b).

(15) The owner of SPECIAL mobile machinery, except that
mentioned in sections 42-1-102 (44) and 42-3-104 (3), or self-propelled
construction equipment that is not registered for operation on the highway
shall pay a fee of one dollar and fifty cents, which shall not be subject to
any quarterly reduction.

26 SECTION 12. 42-3-305 (12) (a), Colorado Revised Statutes, is
27 amended to read:

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1 42-3-305. Registration fees - passenger and passenger-mile 2 taxes - fee schedule for years of TABOR surplus revenue -3 **applicability.** (12) (a) In lieu of registration under section 42-3-304 (14) 4 (a), the owner or operator of SPECIAL mobile machinery or self-propelled 5 construction equipment that such THE owner or operator desires to operate 6 over the public highways of this state may elect to pay an annual fee to 7 the department computed at the rate of one dollar and ninety cents per ton 8 of vehicle weight or two dollars and twenty-five cents, whichever is 9 greater, for operation not to exceed a distance of two thousand five 10 hundred miles in any registration period.

SECTION 13. 42-3-306 (12) (a), Colorado Revised Statutes, is
amended to read:

13 42-3-306. Registration fees - passenger and passenger-mile 14 taxes - fee schedule for years in which TABOR surplus revenue is 15 **insufficient.** (12) (a) In lieu of registration under section 42-3-304 (14), 16 the owner or operator of SPECIAL mobile machinery or self-propelled 17 construction equipment that such THE owner or operator desires to operate 18 over the public highways of this state may elect to pay an annual fee 19 computed at the rate of two dollars and fifty cents per ton of vehicle 20 weight for operation not to exceed a distance of two thousand five 21 hundred miles in any registration period.

22 **SECTION 14.** 42-3-310 (4), Colorado Revised Statutes, is 23 amended to read:

24

#### 42-3-310. Additional registration fees - apportionment of fees.

(4) Two dollars and fifty cents of each annual vehicle registration fee
imposed by sections 42-3-304 to 42-3-306, exclusive of the annual
registration fees prescribed for motorcycles, trailer coaches, SPECIAL

1 mobile machinery, and self-propelled construction equipment, and trailers 2 having an empty weight of two thousand pounds or less and exclusive of 3 a registration fee paid for a fractional part of a year, shall not be 4 transmitted to the department but shall be paid over by the authorized 5 agent, as collected, to the county treasurer, who shall credit the same to 6 an account entitled "apportioned vehicle registration fees". On the tenth 7 day of each month, the county treasurer shall apportion the balance in 8 such THE account existing on the last day of the immediately preceding 9 month between the county and the cities and incorporated towns located 10 within the boundaries of the county on the basis of the record of rural and 11 urban registrations that indicates the place of residence of each vehicle 12 owner.

13 SECTION 15. 42-4-202 (4) (a), Colorado Revised Statutes, is
14 amended to read:

15 42-4-202. Unsafe vehicles - penalty - identification plates. 16 (4) (a) Upon its approval, the department shall issue an identification 17 plate for each vehicle, motor vehicle, trailer, or item of SPECIAL mobile 18 machinery, or self-propelled construction equipment, or similar 19 implement of equipment, used in any type of construction business which 20 shall, when said plate is affixed, exempt any such item of equipment, 21 machinery, trailer, or vehicle from all or part of this section and sections 22 42-4-204 to 42-4-231 and part 3 of this article.

23 SECTION 16. 42-3-203 (3) (a), Colorado Revised Statutes, is
24 amended to read:

42-3-203. Standardized plates - rules. (3) (a) (I) The
department may issue individual temporary registration number plates,
tags, or certificates good for a period not to exceed sixty days upon

application by any AN owner OF A MOTOR VEHICLE or the owner's agent
and the payment of a registration fee of two dollars, one dollar and sixty
cents thereof to be retained by the authorized agent or department issuing
the plates, tags, or certificates and the remainder to be remitted monthly
to the department to be transmitted to the state treasurer for credit to the
highway users tax fund.

7 (II) THE AUTHORIZED AGENT MAY ISSUE INDIVIDUAL TEMPORARY 8 REGISTRATION NUMBER PLATES, TAGS, OR CERTIFICATES GOOD FOR A 9 PERIOD NOT TO EXCEED SIXTY DAYS UPON APPLICATION BY AN OWNER OF 10 SPECIAL MOBILE MACHINERY OR THE OWNER'S AGENT AND THE PAYMENT 11 OF A REGISTRATION FEE OF TWO DOLLARS, ONE DOLLAR AND SIXTY CENTS 12 TO BE RETAINED BY THE AUTHORIZED AGENT OR DEPARTMENT ISSUING 13 THE PLATES, TAGS, OR CERTIFICATES AND THE REMAINDER TO BE 14 REMITTED MONTHLY TO THE DEPARTMENT TO BE TRANSMITTED TO THE 15 STATE TREASURER FOR CREDIT TO THE HIGHWAY USERS TAX FUND.

- (III) It is unlawful for a person to use such number plate, tag, or
  certificate after it expires. A person who violates any provision of this
  paragraph (a) commits a class B traffic infraction.
- SECTION 17. 42-6-102 (10) (d), Colorado Revised Statutes, is
  amended to read:
- 42-6-102. Definitions. As used in this part 1, unless the context
  otherwise requires:

(10) "Motor vehicle" means any self-propelled vehicle that is
designed primarily for travel on the public highways and is generally and
commonly used to transport persons and property over the public
highways, including trailers, semitrailers, and trailer coaches, without
motive power. "Motor vehicle" does not include the following:

(d) SPECIAL mobile machinery self-propelled construction
 equipment, or industrial machinery not designed primarily for highway
 transportation.

4 SECTION 18. 14-10-122 (1.5) (d) (II), Colorado Revised
5 Statutes, is amended to read:

6 14-10-122. Modification and termination of provisions for 7 maintenance, support, and property disposition - automatic lien -8 repeal. (1.5) (d) Lien on motor vehicles. (II) For purposes of this subsection (1.5), "motor vehicle" means any self-propelled vehicle that 9 10 is designed primarily for travel on the public highways and that is 11 generally and commonly used to transport persons and property over the 12 public highways, trailers, semitrailers, and trailer coaches, without motive 13 power; that has a net equity value based upon the loan value identified for 14 such vehicle in the national automobile dealers' association car guide of 15 not less than five thousand dollars at the time of the filing of the notice of 16 lien and that meets such additional conditions as the state board of human 17 services may establish by rule; and on which vehicle a lien already exists 18 that is filed for public record and noted accordingly on the owner's 19 certificate of title. "Motor vehicle" does not include low-power scooters, 20 as defined in section 42-1-102, C.R.S.; vehicles that operate only upon 21 rails or tracks laid in place on the ground or that travel through the air or 22 that derive their motive power from overhead electric lines; farm tractors, 23 farm trailers, and other machines and tools used in the production, 24 harvesting, and care of farm products; and SPECIAL mobile machinery 25 self-propelled construction equipment, or industrial machinery not 26 designed primarily for highway transportation. "Motor vehicle" does not 27 include a vehicle that has a net equity value based upon the loan value

identified for such vehicle in the national automobile dealers' association
car guide of less than five thousand dollars at the time of the filing of the
notice of lien and does not include a vehicle that is not otherwise
encumbered by a lien or mortgage that is filed for public record and noted
accordingly on the owner's certificate of title.

6 **SECTION 19.** Appropriation. In addition to any other 7 appropriation, there is hereby appropriated, out of any moneys in the 8 license plate cash fund created in section 42-3-301 (1) (b), Colorado Revised Statutes, not otherwise appropriated, to the department of 9 10 revenue, for allocation to the division of motor vehicles, driver and 11 vehicle services, for the fiscal year beginning July 1, 2010, the sum of 12 five hundred sixty dollars (\$560) cash funds, or so much thereof as may 13 be necessary, for the implementation of this act.

14 SECTION 20. Act subject to petition - specified effective date 15 - applicability. (1) This act shall take effect October 1, 2010; except 16 that, if a referendum petition is filed pursuant to section 1 (3) of article V 17 of the state constitution against this act or an item, section, or part of this 18 act within the ninety-day period after final adjournment of the general 19 assembly, then the act, item, section, or part shall not take effect unless 20 approved by the people at the general election to be held in November 21 2010 and shall take effect on the date of the official declaration of the 22 vote thereon by the governor.

(2) The provisions of this act shall apply to offenses committed
and applications submitted on or after the applicable effective date of this
act.