First Regular Session Sixty-eighth General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 11-0763.01 Jery Payne

HOUSE BILL 11-1216

HOUSE SPONSORSHIP

Riesberg and Gerou, Baumgardner, Court, Ferrandino, Kefalas, Looper, Miklosi, Pabon, Soper, McCann

SENATE SPONSORSHIP

Aguilar, Bacon, King S., Newell, Tochtrop, Williams S.

House Committees

Transportation Appropriations **Senate Committees** Transportation Finance Appropriations

A BILL FOR AN ACT

101	CONCERNING THE FUNDING OF PROGRAMS THAT HELP PERSONS WITH
102	DISABILITIES OBTAIN BENEFITS BY THE SALE OF UNIQUELY
103	VALUABLE REGISTRATION NUMBERS FOR VEHICLES, AND
104	MAKING AN APPROPRIATION 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.)

A disabled-benefit support contract committee is created to contract with a private entity to help persons with disabilities obtain

ended 2nd Reading April 12, 2011 SENATE Am

Reading Unam ended M arch 8, 2011

3 rd

ended 2nd Reading arch 7,2011

Am

Σ

HOUSE

HOUSE

benefits. The committee consists of the following 9 members appointed by the governor:

- ! 3 members who are disabled and currently receiving disability benefits or have received application assistance;
- ! One member of a statewide, cross-disability organization representing persons with disabilities;
- ! One member who is trained to increase access to disability benefits for persons with disabilities by an organization supported by the United States social security administration;
- ! One member who is a medical doctor;
- ! One member who is a mental health professional;
- ! One member who is an expert in nonprofit management; and
- ! One member appointed by the executive director of the department of personnel.

The members serve 3-year terms.

Standards are set for the contract to provide assistance. A fund is created to implement the assistance program.

The bill authorizes the public and private sale of unique combinations of letters and numbers imprinted on license plates (registration numbers). The license plate auction group is created within the governor's office to raise money by auctioning to a buyer the right to use a registration number and to create a market for the sale of registration numbers. The state's royalty for a private sale is 25%. The group consists of 7 members who are appointed by and serve at the pleasure of the following:

- The executive director of the department of revenue;
- ! The governor;
- ! The president of the senate;
- ! The Colorado advisory council for persons with disabilities;
- ! The director of the Colorado office of economic development;
- ! The chief of the Colorado state patrol; and
- ! The Colorado housing and finance authority.

Procedures are set for selling and issuing a registration number.

Purchasers of the registration numbers are authorized to use alternative sources for license plates if the alternatives comply with state standards.

The moneys raised from the program are put in a newly created fund and used to pay the expenses of implementing the program, to help persons with disabilities obtain benefits, and to augment the general fund.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. Article 30 of title 24. Colorado Revised Statutes, is
3	amended BY THE ADDITION OF A NEW PART to read:
4	PART <u>21</u>
5	DISABILITY ASSISTANCE ACT
6	<u>24-30-2101.</u> Short title. This part <u>21</u> shall be known and
7	MAY BE CITED AS THE "LAURA HERSHEY DISABILITY-BENEFIT SUPPORT
8	ACT".
9	<u>24-30-2102.</u> Definitions. As used in this part <u>21.</u> unless the
10	CONTEXT OTHERWISE REQUIRES:
11	(1) "COMMITTEE" MEANS THE DISABLED-BENEFIT SUPPORT
12	CONTRACT COMMITTEE CREATED IN SECTION <u>24-30-2103.</u>
13	(2) "DISABILITY BENEFITS" MEANS CASH PAYMENTS FROM SOCIAL
14	security disability insurance under Title II of the federal
15	"SOCIAL SECURITY ACT", 42 U.S.C. SEC. 401 ET SEQ., AS AMENDED, CASH
16	PAYMENTS MADE BY THE FEDERAL GOVERNMENT TO PERSONS WHO ARE
17	AGED, BLIND, OR DISABLED UNDER TITLE XVI of the federal "Social
18	SECURITY ACT", 42 U.S.C. SEC. 401 ET SEQ., AS AMENDED, AND
19	LONG-TERM CARE UNDER THE "COLORADO MEDICAL ASSISTANCE ACT",
20	ARTICLES 4 TO 6 OF TITLE 25.5, C.R.S.
21	(3) "NONPROFITENTITY" MEANS AN ENTITY INCORPORATED UNDER
22	THE "COLORADO REVISED NONPROFIT CORPORATION ACT", ARTICLES 121
23	TO 137 OF TITLE 7, C.R.S., OR A TAX-EXEMPT ENTITY UNDER 26 U.S.C.
24	<u>SEC. 501 (c) (3) OF THE FEDERAL "INTERNAL REVENUE CODE OF 1986".</u>
25	(4) "Recipient" means a person who receives disability
26	BENEFITS OR LONG-TERM CARE SERVICES.
27	<u>24-30-2103.</u> Disabled-benefit support contract committee.

-3-

(1) THE DISABLED-BENEFIT SUPPORT CONTRACT COMMITTEE IS HEREBY
 CREATED WITHIN THE <u>DEPARTMENT OF PERSONNEL.</u> THE COMMITTEE
 CONSISTS OF NINE MEMBERS APPOINTED BY THE GOVERNOR AS FOLLOWS:

4 (a) THREE MEMBERS WHO ARE DISABLED AND CURRENTLY
5 RECEIVING DISABILITY BENEFITS OR HAVE RECEIVED APPLICATION
6 ASSISTANCE;

7 (b) ONE MEMBER OF A STATEWIDE, CROSS-DISABILITY
8 ORGANIZATION REPRESENTING PERSONS WITH DISABILITIES;

9 (c) ONE MEMBER WHO IS TRAINED TO INCREASE ACCESS TO 10 DISABILITY BENEFITS FOR PERSONS WITH DISABILITIES BY AN 11 ORGANIZATION SUPPORTED BY THE UNITED STATES SOCIAL SECURITY 12 ADMINISTRATION;

(d) ONE MEMBER WHO IS A MEDICAL DOCTOR;

13

14 (e) ONE MEMBER WHO IS A MENTAL HEALTH PROFESSIONAL;

15 (f) ONE MEMBER WHO IS AN EXPERT IN NONPROFIT MANAGEMENT;16 AND

17 (g) ONE MEMBER APPOINTED BY THE EXECUTIVE DIRECTOR OF THE
18 DEPARTMENT OF PERSONNEL.

(2) MEMBERS OF THE COMMITTEE SERVE THREE-YEAR TERMS;
EXCEPT THAT MEMBERS APPOINTED UNDER PARAGRAPH (a) OF
SUBSECTION (1) OF THIS SECTION SERVE AN INITIAL TERM OF ONE YEAR,
AND MEMBERS APPOINTED UNDER PARAGRAPHS (b), (c), AND (d) OF
SUBSECTION (1) OF THIS SECTION SERVE AN INITIAL TERM OF TWO YEARS.
(3) AN ACT OF THE COMMITTEE IS VOID UNLESS A MAJORITY OF THE
MEMBERS HAS VOTED IN FAVOR OF THE ACT.

26 (4) THE COMMITTEE SHALL IMPLEMENT SECTION <u>24-30-2104</u> USING
 27 THE DISABILITY-BENEFIT SUPPORT FUND CREATED IN SECTION <u>24-30-2105.</u>

-4-

1	(5) THE COMMITTEE IS AUTHORIZED TO SEEK AND ACCEPT GRANTS
2	OR DONATIONS FROM PRIVATE OR PUBLIC SOURCES FOR THE PURPOSES OF
3	THIS PART 21 ; EXCEPT THAT THE COMMITTEE SHALL NOT ACCEPT A GIFT,
4	GRANT, OR DONATION THAT IS SUBJECT TO CONDITIONS THAT ARE
5	INCONSISTENT WITH THIS $\underline{PART 21}$ or PART 13 of ARTICLE 75 of $\underline{THIS TITLE}$
6	REGARDING THE STATUS OF GRANTS AND DONATIONS MADE TO STATE
7	AGENCIES. THE COMMITTEE SHALL TRANSMIT THE MONEYS TO THE THE
8	DISABILITY-BENEFIT SUPPORT FUND.
9	(6) THE COMMITTEE HAS THE FOLLOWING DUTIES AND POWERS:
10	(a) TO SUE AND BE SUED AND OTHERWISE ASSERT OR DEFEND THE
11	COMMITTEE'S LEGAL INTERESTS;
12	(b) TO PREPARE AND SIGN CONTRACTS;
13	(c) TO HAVE AND EXERCISE ALL RIGHTS AND POWERS NECESSARY
14	OR INCIDENTAL TO, OR IMPLIED FROM, THE SPECIFIC POWERS GRANTED IN
15	THIS PART <u>21;</u> AND
16	(d) TO FIX THE TIME AND PLACE AT WHICH MEETINGS MAY BE
17	HELD.
18	(7) The committee may hire employees or obtain the
19	SERVICES OF PROFESSIONAL ADVISORS.
20	(8) The attorney general is the legal counsel for the
21	<u>COMMITTEE.</u>
22	<u>24-30-2104.</u> Program to assist persons to obtain disability
23	benefits - repeal. (1) WITHIN SIX MONTHS AFTER THE FIRST TRANSFER
24	TO THE DISABILITY-BENEFIT SUPPORT FUND FROM THE REGISTRATION
25	NUMBER FUND CREATED IN SECTION <u>42-1-407,</u> C.R.S., THE COMMITTEE
26	SHALL INVITE NONPROFIT ENTITIES TO SUBMIT A PROPOSAL FOR A
27	PROGRAM TO AID PERSONS WITH DISABILITIES IN ACCESSING DISABILITY

BENEFITS. TO QUALIFY, THE NONPROFIT ORGANIZATION MUST BE BASED
 IN COLORADO AND GOVERNED BY A BOARD THAT:

3 (a) IS COMPOSED OF PERSONS WITH A DEMONSTRATED
4 COMMITMENT TO IMPROVING THE LIVES OF RECIPIENTS WITH DISABILITIES;
5 (b) CONTAINS MEMBERS WHO UNDERSTAND A RANGE OF
6 SIGNIFICANT DISABILITIES, INCLUDING PHYSICAL AND MENTAL; AND

(c) CONTAINS A MAJORITY OF EITHER:

(I) RECIPIENTS WITH DISABILITIES; OR

7

8

9 (II) FAMILY MEMBERS OF RECIPIENTS WITH DISABILITIES WHO
10 HAVE EXPERIENCE IN REPRESENTING THE INTERESTS OF A PERSON WITH A
11 DISABILITY.

12 (2) (a) (I) THE COMMITTEE SHALL REVIEW THE PROPOSED 13 PROGRAMS AND SHALL AWARD A CONTRACT TO THE NONPROFIT ENTITY 14 THAT BEST MEETS THE REQUIREMENTS OF THIS SECTION IN ACCORDANCE 15 WITH THE "PROCUREMENT CODE", ARTICLES 101 TO 112 OF THIS TITLE. 16 (II) THE TERM OF THE CONTRACT IS ONE YEAR. BEFORE THE 17 CONTRACT EXPIRES, THE COMMITTEE SHALL EVALUATE WHETHER THE 18 NONPROFIT ENTITY AND THE CONTRACT ARE REASONABLY MEETING THE 19 REQUIREMENTS OF THIS SECTION, INCLUDING OBJECTIVE AND 20 QUANTITATIVE EVALUATIONS, WHENEVER POSSIBLE, OF THE SATISFACTION 21 OF PROGRAM PARTICIPANTS, THE PROGRAM'S SUCCESS IN OBTAINING 22 DISABILITY BENEFITS FOR PROGRAM PARTICIPANTS, THE PROGRAM'S 23 EFFECTIVENESS AT HELPING PROGRAM PARTICIPANTS OBTAIN JOBS, AND 24 IMPROVEMENTS IN THE QUALITY OF LIFE OF PROGRAM PARTICIPANTS. THE 25 COMMITTEE SHALL INCLUDE THE EVALUATION CRITERIA IN THE CONTRACT. 26 (III) THE COMMITTEE MAY RENEW THE CONTRACT ANNUALLY FOR 27 UP TO FIVE YEARS. AFTER FIVE YEARS, THE COMMITTEE SHALL REOPEN

-6-

1 THE CONTRACT TO A COMPETITIVE BID PROCESS.

2 (b) THE COMMITTEE SHALL NOT AWARD THE CONTRACT UNLESS
3 THE PROPOSAL INCLUDES:

4 (I) A SYSTEM FOR EVALUATING WHETHER A PERSON WITH A
5 DISABILITY IS REASONABLY ABLE TO NAVIGATE THE APPLICATION PROCESS
6 TO OBTAIN DISABILITY BENEFITS, HEALTH CARE, AND EMPLOYMENT;

7 (II) A SYSTEM FOR PRIORITIZING THE NEED OF APPLICANTS BASED
8 UPON THE EVALUATIONS;

9 (III) A PLAN FOR ASSISTING PERSONS WITH DISABILITIES IN
10 NAVIGATING THE PROCESSES OF OBTAINING AND RETAINING DISABILITY
11 BENEFITS, HEALTH CARE, AND EMPLOYMENT;

(IV) A PLAN FOR ESTABLISHMENT OF WORKING RELATIONSHIPS
WITH STATE AGENCIES, COUNTY DEPARTMENTS OF HUMAN SERVICES,
HEALTH CARE PROVIDERS, THE UNITED STATES SOCIAL SECURITY
ADMINISTRATION, AND THE BUSINESS COMMUNITY;

16 (V) A POLICY OF PREFERENTIAL HIRING OF PERSONS WITH 17 DISABILITIES;

18 (VI) REASONABLE STANDARDS FOR ACCOUNTING CONTROL OF
 19 EXPENDITURES;

20 (VII) METRICS TO EVALUATE THE PROGRAM'S QUALITY AND 21 COST-EFFECTIVENESS;

(VIII) EFFECTIVE JULY 1, 2016, THE ABILITY TO SERVE PERSONS
WITH DISABILITIES STATEWIDE; AND

24 (IX) A PLAN FOR SERVING PERSONS WITH DISABILITIES STATEWIDE
25 WITHIN FIVE YEARS. THIS SUBPARAGRAPH (IX) IS REPEALED, EFFECTIVE
26 JULY 1, 2016.

27 (c) The committee shall not discriminate against a

-7-

1216

CONTRACTING ENTITY FOR ADVOCACY CONCERNING PERSONS WITH
 DISABILITIES.

3 (3) THE ENTITY AWARDED A CONTRACT UNDER THIS SECTION
4 SHALL MAKE QUARTERLY REPORTS OF EXPENDITURES TO THE
5 <u>DEPARTMENT OF PERSONNEL,</u> WHICH SHALL MAKE THE REPORTS
6 AVAILABLE TO THE COMMITTEE. THE COMMITTEE SHALL INCLUDE IN THE
7 CONTRACT A METHOD AND FORMAT FOR MAKING THE REPORTS.

8 24-30-2105. Disability-benefit support fund. THE 9 DISABILITY-BENEFIT SUPPORT FUND IS HEREBY CREATED IN THE STATE 10 THE MONEYS IN THE FUND CONSIST OF AMOUNTS TREASURY. 11 TRANSFERRED TO THE FUND UNDER SECTION <u>42-1-407</u>, C.R.S., OR 12 TRANSFERRED TO THE FUND UNDER SECTION 24-30-2103 (5). The 13 COMMITTEE SHALL USE THE MONEYS IN THE FUND TO IMPLEMENT THIS 14 PART 21; EXCEPT THAT THE COMMITTEE MAY DIRECT THE STATE 15 TREASURER TO TRANSFER MONEYS IN THE FUND TO THE REGISTRATION 16 NUMBER FUND CREATED IN SECTION 42-1-407, C.R.S., TO FUND THE 17 IMPLEMENTATION OF PART 4 OF ARTICLE 1 OF TITLE 42, C.R.S. THE 18 COMMITTEE SHALL NOT USE MORE THAN FIVE PERCENT OF THE MONEY IN 19 THE FUND TO ADMINISTER THIS PART 11. THE STATE TREASURER SHALL 20 CREDIT ALL INTEREST EARNED ON THE INVESTMENT OF MONEYS IN THE 21 FUND TO THE FUND. AT THE END OF EACH FISCAL YEAR, THE MONEYS IN 22 THE FUND, INCLUDING INCOME EARNED FROM INVESTMENT, REMAIN IN THE 23 FUND. THE GENERAL ASSEMBLY SHALL APPROPRIATE THE MONEYS IN THE 24 FUND TO THE DEPARTMENT OF PERSONNEL OR GOVERNOR'S OFFICE TO 25 IMPLEMENT THIS PART 21. 26 24-30-2106. Implementation. The GENERAL ASSEMBLY DOES

27 NOT INTEND TO REQUIRE THE DEPARTMENT OF PERSONNEL TO EXPEND

1216

1 MONEYS TO IMPLEMENT THIS PART 21. NOTWITHSTANDING ANY OTHER 2 SECTION OF THIS PART 21, THE DEPARTMENT OF PERSONNEL AND THE 3 COMMITTEE NEED NOT IMPLEMENT THIS PART 21 UNTIL THE 4 DISABILITY-BENEFIT SUPPORT FUND CONTAINS ENOUGH MONEY TO 5 IMPLEMENT THIS PART 21. 6 **<u>24-30-2107.</u>** Sunset - repeal. (1) THIS PART <u>21</u> IS REPEALED, 7 EFFECTIVE SEPTEMBER 1. 2021. 8 (2) PRIOR TO SUCH REPEAL, THE DEPARTMENT OF REGULATORY 9 AGENCIES SHALL REVIEW THE ASSISTANCE PROGRAM FOR DISABILITY 10 BENEFITS AS PROVIDED FOR IN SECTION 24-34-104. 11 **SECTION 2.** 24-34-104, Colorado Revised Statutes, is amended 12 BY THE ADDITION OF A NEW SUBSECTION to read: 13 24-34-104. General assembly review of regulatory agencies 14 and functions for termination, continuation, or reestablishment. 15 (52.5)THE FOLLOWING AGENCIES, FUNCTIONS, OR BOTH, SHALL 16 TERMINATE ON SEPTEMBER 1, 2021: 17 (a) THE ASSISTANCE PROGRAM FOR DISABILITY BENEFITS UNDER 18 PART 21 OF ARTICLE 30 OF THIS TITLE. 19 **SECTION 3.** Article 1 of title 42, Colorado Revised Statutes, is 20 amended BY THE ADDITION OF A NEW PART to read: 21 PART 4 22 LICENSE PLATE AUCTIONS 23 42-1-401. Definitions. As used in this part 4, unless the 24 CONTEXT OTHERWISE REQUIRES: 25 (1) "GROUP" MEANS THE LICENSE PLATE AUCTION GROUP CREATED 26 IN SECTION 42-1-403. 27 (2) "REGISTRATION NUMBER" MEANS THE UNIQUE COMBINATION

1216

OF LETTERS AND NUMBERS ASSIGNED TO A VEHICLE BY THE DEPARTMENT
 UNDER SECTION 42-3-201 AND REQUIRED TO BE DISPLAYED ON THE
 LICENSE PLATE BY SECTION 42-3-202.

4 (3) "VEHICLE" MEANS A VEHICLE REQUIRED TO BE REGISTERED
5 PURSUANT TO PART 1 OF ARTICLE 3 OF THIS TITLE.

42-1-402. License to buy and sell selected registration numbers
for license plates. (1) THE STATE OR A PERSON MAY SELL, AND THE
STATE OR A PERSON MAY PURCHASE, THE EXCLUSIVE RIGHT TO USE A
REGISTRATION NUMBER SELECTED BY THE GROUP UNDER SECTION
42-1-404 FOR THE PURPOSE OF REGISTERING A VEHICLE UNDER ARTICLE 3
OF THIS TITLE.

12 (2) THE RIGHT TO USE A REGISTRATION NUMBER IS A <u>PERPETUAL</u>
13 LICENSE, THE USE OF WHICH IS SUBJECT TO COMPLIANCE WITH THIS PART
14 4.

42-1-403. License plate auction group. (1) THE LICENSE PLATE
AUCTION GROUP IS HEREBY CREATED WITHIN THE OFFICE OF THE
GOVERNOR.

18 (2) THE GROUP CONSISTS OF SEVEN MEMBERS, APPOINTED AS19 FOLLOWS:

20 (a) ONE MEMBER WHO IS APPOINTED BY THE EXECUTIVE DIRECTOR
21 OF THE DEPARTMENT OF REVENUE AND WHO IS NOT A MEMBER OF THE
22 COLORADO ADVISORY COUNCIL FOR PERSONS WITH DISABILITIES CREATED
23 IN SECTION 24-45.5-103, C.R.S.;

(b) ONE MEMBER WHO IS APPOINTED BY THE GOVERNOR TO
REPRESENT PERSONS WITH DISABILITIES AND WHO IS NOT A MEMBER OF
THE COLORADO ADVISORY COUNCIL FOR PERSONS WITH DISABILITIES;
(c) ONE MEMBER APPOINTED BY THE PRESIDENT OF THE SENATE TO

-10-

- 1 REPRESENT PERSONS WITH DISABILITIES;
- 2 (d) ONE MEMBER APPOINTED BY THE COLORADO ADVISORY
 3 COUNCIL FOR PERSONS WITH DISABILITIES;
- 4 (e) ONE MEMBER APPOINTED BY THE DIRECTOR OF THE COLORADO
 5 OFFICE OF ECONOMIC DEVELOPMENT;
- 6 (f) ONE MEMBER APPOINTED BY THE CHIEF OF THE COLORADO
 7 STATE PATROL; AND
- 8 (g) ONE MEMBER APPOINTED BY THE CHIEF INFORMATION OFFICER
 9 APPOINTED UNDER SECTION 24-37.5-103, C.R.S.
- 10 (3) AN ACT OF THE GROUP IS VOID UNLESS A MAJORITY OF THE
 11 GOVERNING BODY VOTES FOR THE ACT.
- 12 (4) THE MEMBERS OF THE GROUP SERVE AT THE PLEASURE OF THE13 APPOINTING ENTITY.
- 14 (5) THE GROUP HAS THE FOLLOWING DUTIES AND POWERS:
- 15 (a) TO ADOPT AND USE A SEAL AND TO ALTER THE SAME AT ITS
 16 PLEASURE;
- 17 (b) TO SUE AND BE SUED AND OTHERWISE ASSERT OR DEFEND THE18 GROUP'S LEGAL INTERESTS;
- 19 (c) TO ACQUIRE OFFICE SPACE, EQUIPMENT, SERVICES, SUPPLIES,
 20 AND INSURANCE NECESSARY TO CARRY OUT THE PURPOSES OF THIS PART
 21 4:

(d) TO ACCEPT ANY GIFTS, GRANTS, AND LOANS OF MONEY,
PROPERTY, OR OTHER AID FROM THE FEDERAL GOVERNMENT, THE STATE,
ANY STATE AGENCY, OR ANY OTHER SOURCE IF THE GROUP COMPLIES WITH
THIS PART 4 AND PART 13 OF ARTICLE 75 OF THIS TITLE;

26 (e) TO HAVE AND EXERCISE ALL RIGHTS AND POWERS NECESSARY
27 OR INCIDENTAL TO, OR IMPLIED FROM, THE SPECIFIC POWERS GRANTED IN

1 THIS PART 4;

2 (f) TO FIX THE TIME AND PLACE AT WHICH MEETINGS MAY BE3 HELD;

4 (g) TO ELECT A MEMBER AS EXECUTIVE DIRECTOR OF THE GROUP
5 AND OTHER OFFICERS; AND

6 (h) TO HIRE EMPLOYEES AND PROFESSIONAL ADVISERS AS NEEDED.
7 (6) THE ATTORNEY GENERAL IS THE LEGAL COUNSEL FOR THE
8 GROUP.

9 42-1-404. Sale of registration numbers by group. (1) THE
10 GROUP SHALL RAISE MONEY BY AUCTIONING TO A BUYER THE RIGHT TO
11 USE VALUABLE LETTER AND NUMBER COMBINATIONS FOR A REGISTRATION
12 NUMBER.

13 (2) (a) THE GROUP SHALL STUDY THE MARKET AND DETERMINE 14 WHICH REGISTRATION NUMBERS ARE THE MOST VALUABLE, INCLUDING 15 BOTH THE TYPES OF PLATES CURRENTLY ISSUED AND ANY TYPE OF PLATE 16 THAT HAS BEEN HISTORICALLY ISSUED. BASED ON THE STUDY, THE GROUP 17 SHALL SELECT THE MOST VALUABLE REGISTRATION NUMBERS AND 18 REQUEST THE DEPARTMENT TO VERIFY WHETHER PLATES WITH THE 19 REGISTRATION NUMBERS ARE CURRENTLY ISSUED. THE GROUP SHALL NOT 20 SEND THE REQUEST TO THE DEPARTMENT MORE THAN ONCE EVERY SIX 21 MONTHS.

(b) UPON RECEIVING THE GROUP'S REQUEST, THE DEPARTMENT
SHALL VERIFY WHETHER THE PLATES ARE CURRENTLY ISSUED. IF THE
PLATE IS NOT CURRENTLY ISSUED, THE DEPARTMENT SHALL RESERVE THE
REGISTRATION NUMBER UNTIL THE GROUP NOTIFIES THE DEPARTMENT TO
RELEASE THE REGISTRATION NUMBER.

27 (c) IF A REGISTRATION NUMBER IS NOT CURRENTLY ISSUED, THE

-12-

GROUP MAY AUCTION THE RIGHT TO USE THE REGISTRATION NUMBER IN A
 MANNER CALCULATED TO BRING THE HIGHEST PRICE; EXCEPT THAT THE
 DEPARTMENT MAY DENY THE SALE OR USE OF A REGISTRATION NUMBER
 THAT IS OFFENSIVE OR INAPPROPRIATE.

5 **42-1-405.** Creation of a private market for registration 6 numbers - fee. (1) The GROUP SHALL RAISE MONEY BY CREATING A 7 MARKET, WHICH MAY INCLUDE AN ON-LINE AUCTION SITE, FOR 8 REGISTRATION NUMBERS USING METHODS THAT ARE COMMERCIALLY 9 REASONABLE, ACCOUNT FOR EXPENDITURES, AND ENSURE THE 10 COLLECTION OF THE STATE'S APPROVAL AND TRANSFER ROYALTY.

(2) THE ROYALTY FOR THE STATE'S APPROVAL AND TRANSFER OF
THE RIGHT TO USE A REGISTRATION NUMBER IS TWENTY-FIVE PERCENT OF
THE SALE PRICE OF THE TRANSFER. AT THE TIME OF SALE, THE PURCHASER
SHALL PAY THE ROYALTY TO THE GROUP. THIS PAYMENT IS NOT IN LIEU OF
THE NORMAL REGISTRATION FEES OR SPECIFIC OWNERSHIP TAX.

16 (3) A PERSON SHALL NOT SELL A REGISTRATION NUMBER AND THE
 17 DEPARTMENT SHALL NOT ASSIGN A REGISTRATION NUMBER <u>AS A RESULT</u>
 18 <u>OF THE RIGHT TO USE THE NUMBER BEING SOLD</u> TO A VEHICLE UNLESS THE
 19 REGISTRATION NUMBER WAS SOLD USING THE MARKET CREATED BY THE
 20 GROUP.

21

42-1-406. Administration. (1) THE GROUP SHALL NOTIFY THE
DEPARTMENT WHEN THE RIGHT TO USE A REGISTRATION NUMBER HAS
BEEN SOLD AND THE GROUP HAS COLLECTED THE STATE'S SALE PROCEEDS
OR APPROVAL AND TRANSFER ROYALTY. UPON RECEIVING THE NOTICE,
THE DEPARTMENT SHALL CREATE A RECORD IN THE COLORADO STATE
TITLING AND REGISTRATION SYSTEM, CREATED IN SECTION 42-1-211,

-13-

CONTAINING THE NAME OF THE BUYER, THE VEHICLE IDENTIFICATION
 NUMBER, IF APPLICABLE, AND THE CORRESPONDING REGISTRATION
 NUMBER.

4 (2) IF THE REGISTRATION NUMBER CONSISTS OF A COMBINATION OF
5 LETTERS AND NUMBERS THAT IS NOT WITHIN THE NORMAL FORMAT OF
6 LICENSE PLATE CURRENTLY PRODUCED FOR THE DEPARTMENT, THE
7 DEPARTMENT SHALL ISSUE THE PLATES AS PERSONALIZED PLATES UNDER
8 SECTION 42-3-211.

9 (3) THE GROUP SHALL TRANSFER THE MONEYS COLLECTED UNDER
10 THIS PART 4 TO THE STATE TREASURER, WHO SHALL CREDIT THEM TO THE
11 REGISTRATION NUMBER FUND CREATED IN SECTION <u>42-1-407.</u>

12 (4) THE GROUP MAY CONTRACT WITH ONE OR MORE PUBLIC OR13 PRIVATE ENTITIES TO IMPLEMENT THIS PART 4.

14 (5) ANY MONEYS RECEIVED BY THE GROUP SHALL BE DEPOSITED15 IN THE REGISTRATION NUMBER FUND.

16 <u>42-1-407.</u> Registration number fund. (1) The REGISTRATION
17 NUMBER FUND IS HEREBY CREATED IN THE STATE TREASURY. THE
18 MONEYS IN THE FUND CONSIST OF THE PROCEEDS FROM THE SALE OF
19 REGISTRATION NUMBERS UNDER SECTION 42-1-404 AND THE ROYALTY
20 FROM PRIVATE SALES OF REGISTRATION NUMBERS UNDER SECTION
21 42-1-405.

(2) THE GENERAL ASSEMBLY SHALL APPROPRIATE THE AMOUNTS
NECESSARY, NOT TO EXCEED FIVE PERCENT OF THE FUND, TO IMPLEMENT
THIS PART 4 FROM THE REGISTRATION NUMBER FUND TO THE DEPARTMENT,
GOVERNOR'S OFFICE, AND THE GROUP.

26 (3) (a) (I) EXCEPT AS SPECIFIED IN PARAGRAPH (b) OF THIS
27 SUBSECTION (3), AT THE END OF EACH FISCAL YEAR, THE STATE

-14-

TREASURER SHALL TRANSFER ONE MILLION FIVE HUNDRED THOUSAND
 DOLLARS, OR THE BALANCE OF THE REGISTRATION NUMBER FUND IF THE
 BALANCE IS A LESSER AMOUNT, FROM THE REGISTRATION NUMBER FUND
 TO THE DISABILITY-BENEFIT SUPPORT FUND CREATED IN SECTION
 <u>24-30-2105</u>, C.R.S.

6 (II) IF ANY MONEYS REMAIN IN THE REGISTRATION NUMBER FUND 7 AFTER THE TRANSFER REQUIRED BY SUBPARAGRAPH (I) OF THIS 8 PARAGRAPH (a), THE STATE TREASURER SHALL TRANSFER TWO MILLION 9 FIVE HUNDRED THOUSAND DOLLARS, OR THE BALANCE OF THE FUND IF THE 10 BALANCE IS A LESSER AMOUNT, FROM THE REGISTRATION NUMBER FUND 11 TO THE GENERAL FUND.

(III) IF ANY MONEYS REMAIN IN THE REGISTRATION NUMBER FUND
AFTER THE TRANSFERS REQUIRED BY SUBPARAGRAPHS (I) AND (II) OF THIS
PARAGRAPH (a), THE STATE TREASURER SHALL TRANSFER THE BALANCE
FROM THE REGISTRATION NUMBER FUND TO THE DISABILITY-BENEFIT
SUPPORT FUND CREATED BY SECTION <u>24-30-2105</u>, C.R.S.

17 (b) THE TREASURER SHALL ADJUST THE TRANSFERS REQUIRED BY 18 PARAGRAPH (a) OF THIS SUBSECTION (3) ON JULY 1 OF EACH YEAR IN 19 PROPORTION TO THE AGGREGATE CHANGE IN THE UNITED STATES 20 DEPARTMENT OF LABOR BUREAU OF LABOR STATISTICS CONSUMER PRICE 21 INDEX FOR ALL URBAN CONSUMERS FOR THE DENVER-BOULDER-GREELEY 22 CONSOLIDATED METROPOLITAN STATISTICAL AREA. THE TREASURER MAY 23 ROUND THE DOLLAR AMOUNT OF THE ADJUSTMENT TO THE NEAREST TEN 24 DOLLARS.

SECTION 4. Appropriation. (1) In addition to any other
 appropriation, there is hereby appropriated, out of any moneys in the
 Colorado state titling and registration account of the highway users tax

fund created in section 42-1-211 (2), Colorado Revised Statutes, not
otherwise appropriated, to the department of revenue, for allocation to the
information technology division, for the fiscal year beginning July 1,
2011, the sum of two thousand nine hundred sixty dollars (\$2,960) cash
funds, or so much thereof as may be necessary, for the implementation of
this act.

7 In addition to any other appropriation, there is hereby (2)8 appropriated to the governor - lieutenant governor - state planning and 9 budgeting, for allocation to the office of information technology, for the 10 fiscal year beginning July 1, 2011, the sum of two thousand nine hundred 11 sixty dollars (\$2,960), or so much thereof as may be necessary, for the 12 programming services to be provided to the department of revenue related 13 to the implementation of this act. Said sum shall be from reappropriated 14 funds received from the department of revenue out of the appropriation 15 made in subsection (1) of this section.

SECTION 5. Safety clause. The general assembly hereby finds,
determines, and declares that this act is necessary for the immediate
preservation of the public peace, health, and safety.