



# Texas Department of Motor Vehicles

## Senate Bill 876 Implementation

TRANSACTION PROCESSING		
	CURRENT	FUTURE
Title	<p><b>Dealer</b></p> <ul style="list-style-type: none"> <li>Must be processed in county <i>determined by purchaser</i> in:               <ul style="list-style-type: none"> <li>Purchaser County,</li> <li>Dealer County, or</li> <li>Lienholder County</li> </ul> </li> <li>If Resident County is selected and closed, dealer may submit to any willing county</li> </ul> <p><b>Private Party</b></p> <ul style="list-style-type: none"> <li>Must be processed in:               <ul style="list-style-type: none"> <li>Purchaser County,</li> <li>Seller County, or</li> <li>Lienholder County</li> </ul> </li> <li>If Resident County is selected and closed, customer may submit to any willing county</li> </ul>	<p><b>Dealer and Private Party</b></p> <ul style="list-style-type: none"> <li>Must be processed in:               <ul style="list-style-type: none"> <li>Purchaser County,</li> <li>Dealer/Seller County, or</li> <li>Lienholder County</li> </ul> </li> <li><b>OR</b> <ul style="list-style-type: none"> <li>Any Willing County*</li> </ul> </li> </ul>
Renewal	<ul style="list-style-type: none"> <li>Must be processed in Resident County</li> <li>If Resident County is closed, customer may submit to any willing county</li> </ul>	<ul style="list-style-type: none"> <li>Must be processed in Resident County <b>OR</b></li> <li>Any Willing County*</li> </ul>

\*Processing by a willing county no longer depends on the resident county being closed

### Impact to Stakeholders

Public and All Stakeholders:

- Ability to process title and registration renewal transactions in any willing county
- May require contacting non-resident county prior to submitting a transaction
- Additional considerations on the appropriate title and registration fees to submit

Dealers:

- Dealer Title Transactions: Processing county determined by dealer and not purchaser
- County of Title Issuance* (Form VTR-136) no longer required for vehicles sold March 1, 2022 or later
- Assessment of title fee based on the purchaser's resident county for all title applications submitted through webDEALER or received by the county on or after March 1, 2022, regardless of processing county
  - May require programming to internal dealer management systems

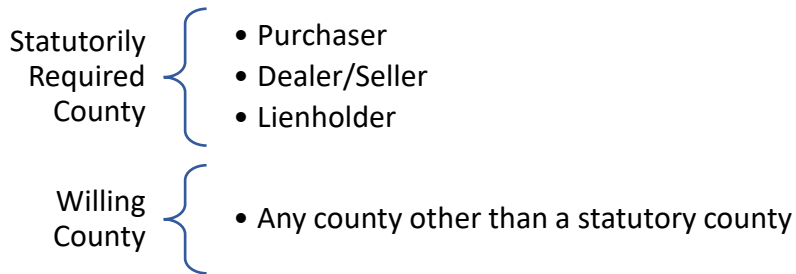
County Tax Assessor-Collectors:

- Determine if the county chooses to be a willing county or not
- Understand changes to system logic that automates transaction processing and funds remittance
- Additional consideration required when providing fee/processing information to customer inquiries

# Senate Bill 876 Implementation

## Programming Enhancements:

### 1. Systems will validate Texas resident county and whether processing county is statutorily required or willing.



Systems will have the following automated capabilities to determine the above counties:

- Use of an address validation software to verify Texas resident county in the following order:



- Validation of the following statutorily required counties based on data elements within the title transaction, when available:
  - Purchaser County (determined from resident county through the address validation)
  - Dealer County (determined from address associated to dealer license number)
  - Seller County (determined from previous Texas owner's resident county)
  - Lienholder County (determined from lienholder address validation)

### 2. The Registration and Title System will have functionality under the Local Options Event for a county to designate the transactions they are willing to process, other than those required by statute.

- A county can designate whether they will process registration renewals, title applications, or both; otherwise, the system will prevent the county from processing the transactions.
  - The county designation extends to webDEALER and webSUB transactions.
  - The systems will use the validations described above to determine processing ability based on the designation.
- After implementation, a county willing to process transactions must make a selection to designate which transaction types the county is willing to process.

# Senate Bill 876 Implementation

FUNDS STRUCTURE		
	CURRENT	FUTURE
Title	<p><b>Dealer and Private Party</b></p> <ul style="list-style-type: none"> <li>● Title and Registration Fees based on Processing County</li> <li>● Processing County Fee Retention/Remittance:                             <ul style="list-style-type: none"> <li>○ Retains county portion of Title Fee</li> <li>○ Retains county portion of P&amp;H</li> <li>○ Remits all applicable fees</li> <li>○ Receives credit for all applicable fees</li> </ul> </li> </ul>	<p><b>Dealer and Private Party</b></p> <ul style="list-style-type: none"> <li>● Processed in Purchaser, Dealer/Seller, Lienholder County:                             <ul style="list-style-type: none"> <li>○ Title Fee based on Resident County</li> <li>○ Registration Fees based on Processing County</li> <li>○ No change to Processing County fee retention/remittance</li> </ul> </li> <li>● Processed in a Willing County:                             <ul style="list-style-type: none"> <li>○ Title and Registration Fees based on Resident County</li> <li>○ Processing County Fee Retention/Remittance:                                     <ul style="list-style-type: none"> <li>▪ Retains county portion of Title Fee</li> <li>▪ Retains county portion of P&amp;H</li> <li>▪ Remits all applicable fees</li> </ul> </li> <li>○ Resident County:                                     <ul style="list-style-type: none"> <li>▪ Receives credit for all applicable fees</li> </ul> </li> </ul> </li> </ul>
Renewal	<ul style="list-style-type: none"> <li>● Processed in Resident County                             <ul style="list-style-type: none"> <li>○ Fees based on Resident County</li> <li>○ Processing County Fee Retention/Remittance:                                     <ul style="list-style-type: none"> <li>▪ Retains county portion of P&amp;H</li> <li>▪ Remits all applicable fees</li> <li>▪ Receives credit for all applicable fees</li> </ul> </li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>● Processed in Resident County                             <ul style="list-style-type: none"> <li>○ No change from current state</li> </ul> </li> <li>● Processed in a Willing County:                             <ul style="list-style-type: none"> <li>○ Registration Fees based on Resident County</li> <li>○ Processing County Fee Retention/Remittance:                                     <ul style="list-style-type: none"> <li>▪ Retains county portion of P&amp;H</li> <li>▪ Remits all applicable fees</li> </ul> </li> <li>○ Resident County:                                     <ul style="list-style-type: none"> <li>▪ Receives credit for all applicable fees</li> </ul> </li> </ul> </li> </ul>

### 3. Reporting Enhancements to Support Funds Structure

- Funds Remittance Report
  - Repurposing the Out of County Amounts section of the report to reflect willing county transactions.
  - A county will see registration related fees associated to title and registration transactions they processed for another county and those processed by another county on their behalf.
  - The fees will reflect as a credit for the resident county or as fees to be remitted to the state by the processing county, respectively.
- Week/Month to Date Fees Report
  - Willing county transactions reflected on the Funds Remittance Report will carry forward to this report.
- County Closure Sales Tax Report
  - Repurposing as an Out of County Sales Tax Report to reflect willing county transactions.
  - A county will see sales tax related fees collected by a processing county on their behalf.
- Vehicles Sold by Dealer Report
  - Counties will have the ability to run this report statewide to see all title transactions that have been processed by a dealer located in their county.