## ASSEMBLY BILL NO. 296-ASSEMBLYMEMBER WATTS

#### FEBRUARY 25, 2025

### Referred to Committee on Growth and Infrastructure

SUMMARY—Revises various provisions relating to motor vehicles. (BDR 43-231)

FISCAL NOTE: Effect on Local Government: No. Effect on the State: Yes.

EXPLANATION - Matter in *bolded italics* is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to motor vehicles; requiring the Department of Motor Vehicles to contract with a person who makes installment loans to pay the fees and taxes due for the initial or renewal registration of a vehicle; authorizing the Director of the Department to authorize the use of digital license plates; providing requirements governing the use of digital license plates; extending the pilot program to gather data about annual vehicle miles traveled by certain vehicles registered in this State; and providing other matters properly relating thereto.

#### Legislative Counsel's Digest:

Existing law authorizes the Department of Motor Vehicles to establish electronic branch offices consisting of an Internet website or software application through which the Department may conduct transactions that have been designated by the Director of the Department as suitable to be conducted through electronic means. (NRS 481.055) If the Department provides the ability to register or renew the registration of a vehicle through such an electronic branch office, **section 1** of this bill requires the Department to contract with a person who is licensed in this State to make installment loans to allow the person, through the electronic branch office, to offer installment loans to vehicle owners to pay the applicable fees and taxes that are due for the initial or renewal registration of a vehicle.

11 Existing law requires the Department to furnish license plates to every owner 12 whose vehicle is registered and sets forth the manner in which such license plates 13 must be displayed on a vehicle. (NRS 482.265) Section 2 of this bill authorizes the 14 Director to permit the use of digital license plates by a person who otherwise 15 complies with the requirements for registration and licensing. Section 2 requires a 16 digital license plate to: (1) display the license plate code assigned to the vehicle and 17 evidence of valid registration at all times; (2) meet certain requirements for 18 visibility; (3) be displayed on a digital license plate device that has been approved





19 by the Department and purchased from a vendor approved by the Department; and 20 21 22 23 24 25 26 27 28 29 30 (4) display only information and images required or authorized by the Department. Section 2 requires the Department to adopt regulations relating to the issuance and use of digital license plates, including the personally identifiable information that may be stored on a digital license plate or digital license plate device. Section 2 authorizes the Department to take certain additional actions with respect to digital license plates, including: (1) approving banner messages to appear on the bottom of a digital license plate; (2) restricting the types or classes of vehicles for which a digital license plate may be used; (3) authorizing the sale or resale of digital license plate devices; and (4) authorizing digital license plates to replicate the appearance of certain special license plates or personalized prestige license plates. Section 3 of this bill provides that the Department is not required to furnish license plates to a 31 32 33 person who applies to use a digital license plate and authorizes the Department to require the return of license plates which were previously issued for the vehicle.

Existing law requires the Director to utilize the facility for the production of license plates which is located at the Department of Corrections to produce all license plates required by the Department. (NRS 482.267) Section 4 of this bill creates an exception from this requirement for the use of digital license plates.

Section 5 of this bill requires a digital license plate device, which is an
 electronic device capable of displaying a digital license plate, to be attached to the
 rear of a motor vehicle. If a digital license plate has been authorized for use, section
 5 also excuses the requirement to attach a license plate to the front of the vehicle.

41 Existing law requires the Department to conduct a pilot program to gather data 42 on the annual vehicle miles traveled by certain vehicles registered in this State. 43 (NRS 482.2175) As part of the pilot program, existing law requires the owners of 44 certain motor vehicles to report the mileage shown on the odometer of the motor 45 vehicle and certain other information required by the Department at the time of 46 initial registration, renewal of registration and transfer of registration, if applicable. 47 (NRS 482.2177) Under existing law, the provisions providing for the pilot program 48 expire by limitation on December 31, 2026. (Section 7 of chapter 498, Statutes of 49 Nevada 2019, at page 3006) Section 6 of this bill eliminates the provision of law 50 providing for the expiration of the pilot program, thereby requiring the continuation 51 of the pilot program beyond December 31, 2026.

# THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. NRS 481.055 is hereby amended to read as follows:
 481.055 1. The Department shall keep its main office at
 Carson City, Nevada, in rooms provided by the Buildings and
 Grounds Section of the State Public Works Division of the
 Department of Administration.

6 2. The Department may maintain such branch offices 7 throughout the State as the Director may deem necessary to the 8 efficient operation of the Department and the various divisions 9 thereof in space provided by the Buildings and Grounds Section. 10 Any leases or agreements entered into pursuant to this subsection 11 must be executed in accordance with the provisions of 12 NRS 331.110.





1 3. The Department may establish an electronic branch office 2 consisting of an Internet website or software application through 3 which, notwithstanding any specific statute to the contrary, a person 4 may submit forms, applications and other documentation and the 5 Department may conduct transactions that have been designated by 6 the Director as suitable to be conducted through electronic means, 7 including, without limitation:

8 (a) The electronic transmission, recording and issuance of 9 certificates of title, certificates of registration and information 10 relating to those certificates.

11 (b) The electronic transmission and recording of applications for 12 driver's licenses.

13 (c) The recording and electronic transmission between the 14 Department, other states and law enforcement of information 15 relating to citations and crashes, collisions, accidents and other 16 casualties. 17

(d) The acceptance of electronic signatures.

18 (e) The collection and exchange of applications for licenses and 19 other information from persons who are licensed as or seeking to be 20 licensed as:

21 (1) Brokers; 22

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- (2) Dealers;
- 23 (3) Distributors;
- 24 (4) Lessors:
- 25 (5) Manufacturers; 26
  - (6) Rebuilders:
    - (7) Salespersons; and
      - (8) Vehicle transporters.

(f) The issuance of registration credentials pursuant to 29 30 NRS 482.217.

31 4. The Department shall not conduct a transaction through the 32 electronic branch office which state or federal law specifically 33 requires to be conducted in person or accept documentation through the electronic branch office which state or federal law specifically 34 35 requires to be presented in original form.

36 If the Department provides the ability to register or renew 37 the registration of vehicles through an electronic branch office consisting of an Internet website or software application, the 38 Department shall contract with a person who is licensed pursuant 39 to chapter 675 of NRS to allow the person to offer, through the 40 website or application, installment loans to vehicle owners to pay 41 42 the applicable fees and taxes due for the initial or renewal 43 registration of a vehicle, including, without limitation, 44 governmental services taxes, sales and use taxes due pursuant to 45 NRS 482.225, fees for license plates and registration fees.





1 **Sec. 2.** Chapter 482 of NRS is hereby amended by adding 2 thereto a new section to read as follows:

3 1. The Director may authorize the use of digital license plates 4 in accordance with this section upon application by a person who 5 otherwise complies with the requirements for registration and 6 licensing pursuant to this chapter.

7 2. The use of a digital license plate must be voluntary and the
8 Department shall not require any person to use or install a digital
9 license plate or digital license plate device.

10 3. All digital license plates authorized for use pursuant to this 11 section must:

(a) Display the license plate code assigned to the vehicle by the
Department and evidence of valid registration at all times,
including, without limitation, when the vehicle is in motion,
stationary, parked or unoccupied.

16 (b) Be plainly readable by the human eye from a distance of 17 100 feet during daylight and darkness.

18 (c) Be displayed on a digital license plate device that has been 19 approved by the Department and purchased from a vendor 20 approved by the Department.

21 (d) Display only information and images required or 22 authorized for display by the Department.

23 4. The Department may:

(a) Approve alternative banner messages to appear on the
 bottom of a digital license plate.

(b) Authorize the sale or resale of digital license plate devices
by a device manufacturer or by participating vendors, subject to
review and approval by the Department.

(c) By regulation, restrict the types or classes of vehicles for
which the Department will authorize the use of a digital license
plate.

32 The Department may authorize digital license plates to 5. replicate the appearance of a license plate type other than a 33 standard license plate. If the Department authorizes a digital 34 35 license plate to replicate the appearance of a special license plate, the Department shall charge for the use of a digital license plate 36 37 which replicates the appearance of a special license plate, in addition to all other applicable registration and license fees and 38 governmental services taxes, only the additional fee for the initial 39 issuance or renewal of the special license plate, as applicable, 40 which is imposed to generate financial support for a particular 41 42 cause or charitable organization. Any such fee must be deposited 43 and distributed in the same manner as the fee imposed with 44 respect to the conventional version of the special license plate. A 45 digital license plate which replicates the appearance of a special





license plate is valid for the same length of time as the 1 2 conventional version of the special license plate. A digital license 3 plate which replicates the appearance of a special license plate is renewable upon payment of any required fee imposed to generate 4 financial support for a particular cause or charitable 5 organization, except that the Department may cease the use of 6 digital license plates which replicate the appearance of a special 7 8 license plate which the Department no longer issues in conventional form. If the owner of a vehicle does not renew the 9 digital license plate which replicates the appearance of a special 10 license plate or the Department has ceased the use of the digital 11 12 license plate which replicates the appearance of a special license 13 plate previously used by the owner of a vehicle, the owner of a 14 vehicle may continue to use a digital license plate which does not 15 replicate the appearance of the special license plate.

16 6. The Department may authorize a digital license plate to 17 replicate the appearance of a personalized prestige license plate issued pursuant to NRS 482.3667 by displaying a personalized 18 license plate code. The Department may impose a reasonable fee 19 20 to authorize and renew the use of a digital license plate that 21 replicates the appearance of a personalized prestige license plate, 22 which fee must be designed to defray the administrative costs to 23 the Department to review and approve the personalized license 24 plate code but not include any amount which is normally charged 25 for a conventional personalized prestige license plate to defray the 26 costs of manufacturing the plate. A digital license plate which 27 replicates the appearance of a personalized prestige license plate is 28 valid for the same length of time as a conventional personalized prestige license plate as provided in NRS 482.3667 and is 29 30 renewable upon payment of the required fee. Any fees collected pursuant to this subsection must be deposited with the State 31 32 Treasurer to the credit of the Motor Vehicle Fund. The provisions of subsections 5, 6 and 7 of NRS 482.3667 apply with equal force 33 to a digital license plate which replicates the appearance of a 34 35 personalized prestige license plate.

7. Except as otherwise provided in subsections 5 and 6, the
Department shall not charge any additional fee for the use of a
digital license plate or digital license plate device in excess of any
applicable registration and license fee and governmental services
taxes.

8. The Department shall adopt regulations:

42 (a) Prescribing standards for the personally identifiable 43 information which may be stored on a digital license plate or 44 digital license plate device, which must be limited to that 45 information which is deemed necessary by the Department to



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display evidence of registration compliance or for the 1 2 manufacturer or vendor to provide services to the owner of a 3 digital license plate device.

(b) Prescribing standards governing the use of digital license 4 5 plates and digital license plate devices, including, without limitation: 6 7

(1) Protocols for data sharing, privacy and security.

8 (2) Information which must be displayed on a digital 9 license plate.

10 (3) Information and images which may be displayed on a digital license plate, which may include, if determined by the 11 12 Department to be appropriate and not contrary to the interests of 13 the public, emergency service alerts and personalized messages.

(4) The list of digital license plate devices which are 14 15 approved for use pursuant to this section.

16 (5) The procedure through which a person may apply to 17 use a digital license plate.

18 9. All provisions of this title relating to license plates apply to digital license plates and digital license plate devices except: 19 20

(a) As otherwise specifically provided;

21 (b) As to those provisions which, owing to the physical differences between digital license plates or digital license plate 22 23 devices and conventional license plates, can have no application;

24 (c) Provisions requiring the return or surrender of license plates to the Department do not require the return or surrender of 25 26 a digital license plate device which was not purchased from the 27 Department; and

(d) The provisions of NRS 482.270 do not apply to a digital 28 license plate or digital license plate device. 29

30 10. As used in this section:

(a) "Digital license plate" means a digital image displayed on 31 32 a digital license plate device that includes the license plate code 33 assigned to the vehicle and any other information or images which the Department may authorize or require by regulation. 34

(b) "Digital license plate device" means an electronic device 35 capable of: 36

37 (1) Being mounted to a motor vehicle in accordance with 38 the requirements for motor vehicle license plates; and 39

(2) Displaying a digital license plate.

(c) "License plate code" means the unique combination of 40 numbers, letters or both numbers and letters appearing on the face 41 42 of a license plate.

(d) "Special license plate" means a special license plate issued 43 44 pursuant to NRS 482.3667 to 482.3823, inclusive.





**Sec. 3.** NRS 482.265 is hereby amended to read as follows:

2 482.265 1. [The] Except as otherwise provided in subsection

3 5, the Department shall furnish to every owner whose vehicle is registered two license plates for a motor vehicle other than a 4 5 motorcycle or moped and one license plate for all other vehicles 6 required to be registered hereunder. Except as otherwise provided in NRS 482.2085 and 482.2155, or unless unnecessary because a 7 8 digital license plate has been authorized for use on the vehicle, 9 upon renewal of registration, the Department may issue one or more license plate stickers, tabs or other suitable devices in lieu of new 10 11 license plates.

12 2. The Director shall have the authority to require the return to 13 the Department of all number plates upon termination of the lawful 14 use thereof by the owner under this chapter.

15 3. Except as otherwise specifically provided by statute, for the 16 issuance of each special license plate authorized pursuant to this 17 chapter:

(a) The fee to be received by the Department for the initial
issuance of the special license plate is \$35, exclusive of any
additional fee which may be added to generate funds for a particular
cause or charitable organization;

(b) The fee to be received by the Department for the renewal of the special license plate is \$10, exclusive of any additional fee which may be added to generate financial support for a particular cause or charitable organization; and

(c) The Department shall not design, prepare or issue a special
license plate unless, within 4 years after the date on which the
measure authorizing the issuance becomes effective, it receives at
least 250 applications for the issuance of that plate.

30 4. The provisions of subsection 3 do not apply to 31 NRS 482.37901.

32 If, at the time of registration, the owner of a vehicle applies 5. 33 to use a digital license plate on the vehicle pursuant to section 2 of 34 this act, the Department is not required to furnish a license plate 35 to the vehicle owner pursuant to subsection 1. If the owner of a vehicle applies to use a digital license plate on a vehicle for which 36 37 a license plate was previously issued by the Department, the 38 Department may require the return to the Department of the 39 license plate or plates previously issued for the vehicle. 40 **Sec. 4.** NRS 482.267 is hereby amended to read as follows:

40 Sec. 4. INRS 462.267 is hereby anended to read as follows: 41 482.267 1. Except as otherwise provided in subsection 2 [.] 42 and section 2 of this act, the Director shall utilize the facility for the 43 production of license plates which is located at the Department of 44 Corrections to produce all license plates required by the Department 45 of Motor Vehicles.



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1 2. The Director may contract with a vendor for the production 2 of license plates which require technological or mechanical 3 processes which are not available at the facility.

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Sec. 5. NRS 482.275 is hereby amended to read as follows:

5 482.275 1. The license plates for a motor vehicle other than a 6 motorcycle, moped or motor vehicle being transported by a licensed 7 vehicle transporter must be attached thereto, one in the rear and, 8 except as otherwise provided in subsection 2  $\square$  or 3, one in the 9 front. The license plate issued for all other vehicles required to be registered must be attached to the rear of the vehicle. The license 10 plates must be so displayed during the current calendar year or 11 12 registration period.

13 2. If the motor vehicle was not manufactured to include a 14 bracket, device or other contrivance to display and secure a front 15 license plate, and if the manufacturer of the motor vehicle provided 16 no other means or method by which a front license plate may be 17 displayed upon and secured to the motor vehicle:

(a) One license plate must be attached to the motor vehicle inthe rear; and

20 (b) The other license plate may, at the option of the owner of the 21 vehicle, be attached to the motor vehicle in the front.

22 3. If a digital license plate has been authorized for use on a 23 motor vehicle pursuant to section 2 of this act:

(a) The digital license plate device must be attached to the
 motor vehicle in the rear; and

26 (b) No license plate is required to be attached to the motor 27 vehicle in the front.

28 4. The provisions of subsection 2 do not relieve the 29 Department of the duty to issue a set of two license plates as 30 otherwise required pursuant to NRS 482.265 or other applicable law 31 and do not entitle the owner of a motor vehicle to pay a reduced tax 32 or fee in connection with the registration or transfer of the motor 33 vehicle. If the owner of a motor vehicle, in accordance with the 34 provisions of subsection 2, exercises the option to attach a license 35 plate only to the rear of the motor vehicle, the owner shall:

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- (a) Retain the other license plate; and

(b) Insofar as it may be practicable, return or surrender bothplates to the Department as a set when required by law to do so.

39 [4.] 5. Every license plate , *including a digital license plate* 40 *device*, must at all times be securely fastened to the vehicle to which 41 it is assigned so as to prevent the plate from swinging and at a 42 height not less than 12 inches from the ground, measuring from the 43 bottom of such plate, in a place and position to be clearly visible, 44 and must be maintained free from foreign materials and in a 45 condition to be clearly legible.





[5.] 6. Any license plate which is issued to a vehicle 1 2 transporter or a dealer, rebuilder or manufacturer may be attached to 3 a vehicle owned or controlled by that person by a secure means. No license plate may be displayed loosely in the window or by any 4 5 other unsecured method in any motor vehicle.

6 Sec. 6. Section 7 of chapter 498, Statutes of Nevada 2019, at 7 page 3006, is hereby amended to read as follows:

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Sec. 7. 1. This section and section 6.5 of this act become effective on July 1, 2019.

10 Sections 1 to 6, inclusive, of this act become effective 2. 11 on October 1, 2019 . [, and expire by limitation on 12 December 31, 2026.1

13 Sec. 7. 1. This section and section 6 of this act become 14 effective upon passage and approval.

Sections 1 to 5, inclusive, of this act become effective: 15 2.

(a) Upon passage and approval for the purpose of adopting any 16

17 regulations and performing any other preparatory administrative

tasks that are necessary to carry out the provisions of this act; and 18

19 (b) On July 1, 2025, for all other purposes.

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