# **Daniel McCay** proposes the following substitute bill:

# **Special Group License Plate Amendments**

# 2025 GENERAL SESSION STATE OF UTAH

Chief Sponsor: Val L. Peterson

Senate Sponsor: Lincoln Fillmore

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#### LONG TITLE

## **4 General Description:**

5 This bill changes the allocation of money from a historical support special group license

6 plate.

### **Highlighted Provisions:**

- 8 This bill:
  - allows an individual to request, for an additional fee, a set of two license plates;
- requires the Motor Vehicle Division to design and distribute a white, classic license plate.
- 11 allows a corporate brand sponsored special group license plate and a special group license 12 plate for major league sports teams;
- 13 allows the consolidation of license plate types for purposes of meeting the minimum 14 circulation requirements;
  - provides the allocation of money from the voluntary contribution for a historical support special group license plate, allocating revenue to the sponsoring agency and to the
- 17 Transportation Investment Fund of 2005;
  - requires the Motor Vehicle Division to provide notice regarding the allocation of the money from the historical support special group license plate;
  - provides that a vintage vehicle is not required to make the voluntary contribution to obtain the historical support special group license plate;
  - allows contributions for collegiate special group license plates to be used for the institution's compensation to student athletes for the use of the student athlete's name, image, or likeness;
- 25 amends the definition of a vintage vehicle to exclude the requirement regarding the type 26 of license plate to be displayed;
- requires the State Tax Commission to provide a report regarding special group license
  plates; and

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| 29 | • makes technical changes.  |
| 30 | Money Appropriated in this Bill:  |
| 31 | This bill appropriates \$3,500,000 in expendable funds and accounts for fiscal year 2026, all |
| 32 | of which is from the General Fund.  |
| 33 | Other Special Clauses:  |
| 34 | This bill provides a special effective date.  |
| 35 | Utah Code Sections Affected:  |
| 36 | AMENDS:   |
| 37 | 41-1a-401, as last amended by Laws of Utah 2024, Chapter 251                                  |
| 38 | 41-1a-418, as renumbered and amended by Laws of Utah 2023, Chapter 33                         |
| 39 | 41-1a-419, as last amended by Laws of Utah 2024, Chapter 251                                  |
| 40 | 41-1a-1601, as enacted by Laws of Utah 2023, Chapter 33                                       |
| 41 | 41-1a-1602, as enacted by Laws of Utah 2023, Chapter 33                                       |
| 42 | 41-1a-1603, as last amended by Laws of Utah 2024, Chapter 251                                 |
| 43 | 41-1a-1605, as last amended by Laws of Utah 2024, Chapter 251                                 |
| 44 | 41-1a-1606, as enacted by Laws of Utah 2023, Chapter 33                                       |
| 45 | 41-1a-1607, as enacted by Laws of Utah 2023, Chapter 33                                       |
| 46 | 41-1a-1608, as enacted by Laws of Utah 2023, Chapter 33                                       |
| 47 | 41-21-1, as last amended by Laws of Utah 2023, Chapters 22, 219                               |
| 48 |   |
| 49 | Be it enacted by the Legislature of the state of Utah:  |
| 50 | Section 1. Section 41-1a-401 is amended to read:  |
| 51 | 41-1a-401 . License plates Number of plates Reflectorization Indicia of                       |
| 52 | registration in lieu of or used with plates.  |
| 53 | (1)(a) Except as provided in Subsections (1)(c), (d), and (e), the division upon              |
| 54 | registering a vehicle shall issue to the owner:   |
| 55 | (i) one license plate for a motorcycle, trailer, or semitrailer;                              |
| 56 | (ii) one registration decal for a park model recreational vehicle, in lieu of a license       |
| 57 | plate, which shall be attached in plain sight to the rear of the park model                   |
| 58 | recreational vehicle;   |
| 59 | (iii) one registration decal for a camper, in lieu of a license plate, which shall be         |
| 60 | attached in plain sight to the rear of the camper; and  |
| 61 | (iv) one license plate for every other vehicle.   |
| 62 | (b) The license plate or registration decal issued under Subsection (1)(a) is for the         |

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| 63 | particular vehicle registered and may not be removed during the term for which the           |
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| 64 | license plate or registration decal is issued or used upon any other vehicle than the        |
| 65 | registered vehicle.  |
| 66 | (c)(i) Notwithstanding Subsections (1)(a) and (b) and except as provided in                  |
| 67 | Subsection (1)(c)(ii), the division, upon registering a motor vehicle that has been          |
| 68 | sold, traded, or the ownership of which has been otherwise released, shall transfer          |
| 69 | the license plate issued to the person applying to register the vehicle if:                  |
| 70 | (A) the previous registered owner has included the license plate as part of the sale,        |
| 71 | trade, or ownership release; and   |
| 72 | (B) the person applying to register the vehicle applies to transfer the license plate        |
| 73 | to the new registered owner of the vehicle.  |
| 74 | (ii) The division may not transfer a personalized or special group license plate to a        |
| 75 | new registered owner under this Subsection (1)(c) if the new registered owner                |
| 76 | does not meet the qualification or eligibility requirements for that personalized or         |
| 77 | special group license plate under this part or Part 16, Sponsored Special Group              |
| 78 | License Plates.  |
| 79 | (d)(i) For a vehicle described in Section 41-1a-301, the division upon registering a         |
| 80 | vehicle shall issue a license plate or set of license plates as provided in that section.    |
| 81 | (ii) For any [commercial vehicle that operates intrastate] vehicle not described in          |
| 82 | Subsection (1)(d)(i), at the request of the registrant, the division upon registering a      |
| 83 | vehicle may issue two license plates, for display on both the front and rear of the [        |
| 84 | intrastate commercial-]vehicle.  |
| 85 | (e) The division upon registering a vehicle may, until inventory of license plate sets is    |
| 86 | exhausted, but no later than December 31, 2025, issue a set of two plates.                   |
| 87 | (f) The division shall ensure that license plates are distributed from a central location as |
| 88 | soon as practicable, but no later than July 1, 2025.   |
| 89 | (2) The division may receive applications for registration renewal, renew registration, and  |
| 90 | issue a new license plate or registration decal at any time prior to the expiration of       |
| 91 | registration.  |
| 92 | (3)(a)(i) Except as provided in Subsection (3)(a)(ii), all license plates to be              |
| 93 | manufactured and issued by the division shall be treated with a fully reflective             |
| 94 | material on the plate face that provides effective and dependable reflective                 |
| 95 | brightness during the service period of the license plate.                                   |

(ii) Notwithstanding Subsection (3)(a)(i), a historical support special group license

| 97  | plate may be treated with a place face that is partially reflective and provides                 |
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| 98  | effective and dependable reflective brightness during the service period of the                  |
| 99  | license plate.   |
| 100 | (b) The division shall prescribe all license plate material specifications and establish and     |
| 101 | implement procedures for conforming to the specifications.                                       |
| 102 | (c) The specifications for the materials used such as the aluminum plate substrate, the          |
| 103 | reflective sheeting, and glue shall be drawn in a manner so that at least two                    |
| 104 | manufacturers may qualify as suppliers.  |
| 105 | (d) The granting of contracts for the materials shall be by public bid.                          |
| 106 | (4)(a) The commission may issue, adopt, and require the use of indicia of registration it        |
| 107 | considers advisable in lieu of or in conjunction with license plates as provided in this         |
| 108 | part.  |
| 109 | (b) All provisions of this part relative to license plates apply to these indicia of             |
| 110 | registration, so far as the provisions are applicable.   |
| 111 | (5) A violation of this section is an infraction.  |
| 112 | Section 2. Section 41-1a-418 is amended to read:   |
| 113 | 41-1a-418 . Authorized special group license plates.   |
| 114 | (1) In accordance with this chapter, the division shall issue to an eligible applicant a special |
| 115 | group license plate in one of the following categories:  |
| 116 | (a) a disability special group license plate issued in accordance with Section 41-1a-420;        |
| 117 | (b) a special group license plate issued for a:  |
| 118 | (i) vintage vehicle;   |
| 119 | (ii) farm truck; or  |
| 120 | (iii) special group license plate described in Section 41-1a-1602.                               |
| 121 | (2) The division may not issue a new type of special group license plate or symbol decal         |
| 122 | unless the division receives:  |
| 123 | (a) a private donation for the start-up fee established under Section 63J-1-504 for the          |
| 124 | production and administrative costs of providing the new special group license plate             |
| 125 | or symbol decal; or  |
| 126 | (b) a legislative appropriation for the start-up fee described in Subsection (2)(a).             |
| 127 | (3) Notwithstanding other provisions of this chapter, the division may not require a             |
| 128 | contribution as defined in Section 41-1a-1601 for a special group license plate described        |
| 129 | in Subsection [(1)(a) or (b)] (1)(a), (1)(b)(i), or (1)(b)(ii).                                  |
| 130 | Section 3. Section <b>41-1a-419</b> is amended to read:  |

| 131 | 41-1a-419 . Plate design and review Personalized special group license plates             |
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| 132 | Rulemaking.   |
| 133 | (1)(a) In accordance with Subsection (1)(c), and except as provided in Subsection (1)(b), |
| 134 | the division shall determine the design and number of numerals or characters on a         |
| 135 | special group license plate.  |
| 136 | (b)(i) When the division has technology and processes in place to centrally distribute    |
| 137 | license plates, but no later than July 1, 2025, subject to Subsection (1)(c)(iii), an     |
| 138 | institution may design a collegiate special group license plate for the institution in    |
| 139 | accordance with Subsection (1)(c).  |
| 140 | (ii) If an institution chooses to design a collegiate special group license plate for the |
| 141 | institution, the institution is responsible for any design costs.                         |
| 142 | (c)(i) Except as provided in Subsection (1)(c)(ii), each special group license plate      |
| 143 | shall display:  |
| 144 | (A) the word Utah;  |
| 145 | (B) the name or identifying slogan of the special group; and                              |
| 146 | (C) the combination of letters, numbers, or both uniquely identifying the                 |
| 147 | registered vehicle.   |
| 148 | (ii) The division, in consultation with the Utah State Historical Society, shall design   |
| 149 | the historical support special group license plate, which shall:                          |
| 150 | (A) have a black background;  |
| 151 | (B) have white characters; and  |
| 152 | (C) display the word Utah.  |
| 153 | (iii) The division shall design a classic support special group license plate, which      |
| 154 | shall:  |
| 155 | (A) have a white background;  |
| 156 | (B) have black characters; and  |
| 157 | (C) display the word Utah.  |
| 158 | [(iii)] (iv) The design of a special group license plate is subject to approval by the    |
| 159 | license plate design review board as described in Subsection 41-1a-402(3).                |
| 160 | (2)(a) The division shall, after consultation with a representative designated by the     |
| 161 | sponsoring organization as defined in Section 41-1a-1601, specify the word or words       |
| 162 | comprising the special group name and the symbol decal to be displayed upon the           |
| 163 | special group license plate.  |
| 164 | (b) A special group license plate symbol decal may not be redesigned:                     |

| 165 | (i) unless the division receives a redesign fee established by the division under              |
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| 166 | Section 63J-1-504; and   |
| 167 | (ii) more frequently than every five years.  |
| 168 | (c) A special group license plate symbol decal may not be reordered unless the division        |
| 169 | receives a symbol decal reorder fee established by the division in accordance with             |
| 170 | Section 63J-1-504.   |
| 171 | (3) The license plates issued for horseless carriages prior to July 1, 1992, are valid without |
| 172 | renewal as long as the vehicle is owned by the registered owner and the license plates         |
| 173 | may not be recalled by the division.   |
| 174 | (4) A person who meets the requirements described in this part or Part 16, Sponsored           |
| 175 | Special Group License Plates, for a special group license plate may, apply for a               |
| 176 | personalized special group license plate in accordance with Sections 41-1a-410 and             |
| 177 | 41-1a-411.   |
| 178 | (5) Subject to this chapter, the commission shall make rules in accordance with Title 63G,     |
| 179 | Chapter 3, Utah Administrative Rulemaking Act, to:   |
| 180 | (a) establish qualifying criteria for persons to receive, renew, or surrender special group    |
| 181 | license plates; and  |
| 182 | (b) establish the number of numerals or characters for special group license plates.           |
| 183 | Section 4. Section 41-1a-1601 is amended to read:  |
| 184 | 41-1a-1601 . Definitions.  |
| 185 | As used in this part:  |
| 186 | (1) "Applicant" means a registered owner who submits an application to obtain or renew a       |
| 187 | sponsored special group license plate in accordance with this part.                            |
| 188 | (2)(a) "Charitable purpose" means:   |
| 189 | (i) relief of the poor, the distressed, or the underprivileged;                                |
| 190 | (ii) advancement of religion;  |
| 191 | (iii) advancement of education or science;   |
| 192 | (iv) erecting or maintaining a public building, monument, or work;                             |
| 193 | (v) reducing the burdens of government;  |
| 194 | (vi) reducing neighborhood tensions;   |
| 195 | (vii) eliminating prejudice and discrimination;  |
| 196 | (viii) defending human rights and civil rights secured by law; or                              |
| 197 | (ix) combating community deterioration and juvenile delinquency.                               |
| 198 | (b) "Charitable purpose" does not include providing, encouraging, or paying for the            |

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| 199 | costs of obtaining an abortion.  |
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| 200 | (3) "Collegiate special group license plate" means a sponsored special group license plate   |
| 201 | issued to a contributor to an institution.   |
| 202 | (4) "Contributor" means an applicant who contributes the required contribution to a          |
| 203 | sponsoring organization for a sponsored special group license plate.                         |
| 204 | (5) "Corporate brand sponsored special group license plate" means a sponsored special        |
| 205 | group license plate with a sponsoring organization that is a private business.               |
| 206 | [(5)] (6)(a) "Existing special group license plate" means a special group license plate that |
| 207 | the division issues before January 1, 2024.  |
| 208 | (b) "Existing special group license plate" does not include a special group license plate    |
| 209 | described in Subsection 41-1a-418(1)(a) or (b).  |
| 210 | [(6)] (7) "Existing state agency recognition special group license plate" means an existing  |
| 211 | special group license plate issued to a registered owner who:                                |
| 212 | (a) has a special license that supports or furthers a government purpose;                    |
| 213 | (b) has received an honor that supports or furthers a government purpose;                    |
| 214 | (c) has achieved an accomplishment that supports or furthers a government purpose; or        |
| 215 | (d) holds an elected office.   |
| 216 | [ <del>(7)</del> ] <u>(8)</u> "Institution" means:   |
| 217 | (a) a state institution of higher education as defined in Section 53B-3-102; or              |
| 218 | (b) a private institution of higher education in the state accredited by a regional or       |
| 219 | national accrediting agency recognized by the United States Department of Education.         |
| 220 | (9) "Major league sport" means the same as that term is defined in Section 11-70-101.        |
| 221 | [(8)] (10)(a) "Private nonprofit organization" means a private nonprofit organization that:  |
| 222 | (i) qualifies as being tax exempt under Section 501(c)(3) of the Internal Revenue            |
| 223 | Code; and  |
| 224 | (ii) has a charitable purpose.   |
| 225 | (b) "Private nonprofit organization" does not include an organization that provides,         |
| 226 | encourages, or pays for the costs of obtaining an abortion.                                  |
| 227 | [(9)] (11) "Private nonprofit special group license plate" means a sponsored special group   |
| 228 | license plate issued to a contributor to a private nonprofit organization.                   |
| 229 | [(10)] (12) "Required contribution" means:   |
| 230 | (a) the minimum annual contribution amount established under Subsection                      |
| 231 | 41-1a-1603(4)(a)(iii); or  |

(b) if the sponsoring organization establishes a minimum annual contribution amount in

| 233 | accordance with Subsection 41-1a-1603(4)(b) that is greater than the minimum                    |
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| 234 | required contribution amount established under Subsection 41-1a-1603(4)(a)(iii), the            |
| 235 | amount the sponsoring organization establishes.   |
| 236 | [(11)] (13) "Special group license plate" means:  |
| 237 | (a) a collegiate special group license plate;   |
| 238 | (b) a private nonprofit special group license plate;  |
| 239 | (c) a corporate brand sponsored special group license plate;                                    |
| 240 | (d) a major league sports team sponsored special group license plate;                           |
| 241 | [(e)] (e) a sponsored special group license plate;  |
| 242 | [(d)] (f) a state agency recognition special group license plate; or                            |
| 243 | [(e)] (g) a state agency support special group license plate.                                   |
| 244 | [(12)] (14) "Sponsored special group license plate" means a license plate:                      |
| 245 | (a) designed for and associated with a sponsoring organization; and                             |
| 246 | (b) issued to an applicant in accordance with this part.  |
| 247 | [(13)] (15) "Sponsoring organization" means an institution, a private nonprofit organization,   |
| 248 | a private business, or a state agency that is or seeks to be associated with a sponsored        |
| 249 | special group license plate created under this part.  |
| 250 | [(14)] (16) "State agency recognition special group license plate" means a sponsored special    |
| 251 | group license plate issued to an applicant who:   |
| 252 | (a) has a special license that supports or furthers a government purpose;                       |
| 253 | (b) has received an honor that supports or furthers a government purpose;                       |
| 254 | (c) has achieved an accomplishment that supports or furthers a government purpose; or           |
| 255 | (d) holds an elected office.  |
| 256 | [(15)] (17)(a) "State agency support special group license plate" means:                        |
| 257 | (i) a sponsored special group license plate issued to a contributor to a state agency to        |
| 258 | support a specific state agency program; or   |
| 259 | (ii) an existing special group license plate issued for a special interest vehicle.             |
| 260 | (b) "State agency support special group license plate" includes a cancer support license        |
| 261 | plate created by an act of the Legislature before December 31, 2022.                            |
| 262 | Section 5. Section 41-1a-1602 is amended to read:   |
| 263 | 41-1a-1602. Sponsored special group license plate program.                                      |
| 264 | (1) The division shall establish and administer a sponsored special group license plate         |
| 265 | program as described in this part.  |
| 266 | (2) The division shall issue to an applicant who satisfies the requirements of this part one of |

| 267 | the following:   |
|-----|--|
| 268 | (a) a collegiate special group license plate;  |
| 269 | (b) a private nonprofit special group license plate;                                       |
| 270 | (c) a corporate brand sponsored special group license plate;                               |
| 271 | (d) a major league sports team sponsored special group license plate;                      |
| 272 | [(e)] (e) a state agency support special group license plate; or                           |
| 273 | [(d)] (f) a state agency recognition special group license plate.                          |
| 274 | Section 6. Section 41-1a-1603 is amended to read:  |
| 275 | 41-1a-1603 . Application requirements Fees Contributions Rulemaking.                       |
| 276 | (1) An applicant for a sponsored special group license plate shall submit to the division: |
| 277 | (a) in a form and manner that the division prescribes, a complete application;             |
| 278 | (b) payment of the fee for the issuance of the sponsored special group license plate       |
| 279 | established under Subsection (4)(a)(i);  |
| 280 | (c) the required contribution for the sponsored special group license plate, unless the    |
| 281 | applicant previously paid the required contribution as part of a preorder application      |
| 282 | described in Subsection [(4)] (3); and   |
| 283 | (d) if the sponsoring organization elects to require verification as described in Section  |
| 284 | 41-1a-1604, a verification form obtained from the sponsoring organization.                 |
| 285 | (2) An applicant who owns a vehicle with the sponsoring organization's sponsored special   |
| 286 | group license plate shall submit to the division the required contribution to renew the    |
| 287 | sponsored special group license plate.   |
| 288 | (3)(a) An applicant who wishes to obtain a new type of sponsored special group license     |
| 289 | plate may preorder the new type of sponsored special group license plate by:               |
| 290 | (i) submitting to the sponsoring organization associated with the new type of              |
| 291 | sponsored special group license plate a complete preorder form created by the              |
| 292 | division; and  |
| 293 | (ii) making the required contribution to the sponsoring organization.                      |
| 294 | (b) After the division approves the sponsoring organization's request for the new type of  |
| 295 | sponsored special group license plate under Section 41-1a-1604, an applicant who           |
| 296 | submitted a preorder in accordance with Subsection (3)(a) may apply for the                |
| 297 | sponsored special group license plate in accordance with Subsection (1).                   |
| 298 | (4)(a) The division shall, in accordance with Section 63J-1-504, establish:                |
| 299 | (i) the fee to charge an applicant for the division's costs of issuing or renewing a       |
| 300 | sponsored special group license plate or symbol decal;[-and]                               |

| 301 | (ii) the fee to charge a sponsoring organization for the division's costs of designing               |
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| 302 | and administering a new type of sponsored special group license plate, in                            |
| 303 | accordance with Subsection 41-1a-1604(2)(c); and   |
| 304 | (iii) subject to [Subsection (4)(b)] Subsections (4)(b) and (6), in an amount equal to at            |
| 305 | least \$25, the minimum annual contribution amount an applicant is required to                       |
| 306 | make to obtain or renew the sponsoring organization's sponsored special group                        |
| 307 | license plate.   |
| 308 | (b) A fee paid in accordance with Subsection (4)(a)(i) shall be deposited into the License           |
| 309 | Plate Restricted Account created in [Subsection] Section 41-1a-122.                                  |
| 310 | (c) A sponsoring organization may establish a required contribution amount for the                   |
| 311 | sponsoring organization's sponsored special group license plate that is greater than                 |
| 312 | the amount established by the division under Subsection (4)(a)(ii).                                  |
| 313 | (5) An applicant's contribution is a voluntary contribution for funding the sponsoring               |
| 314 | organization's activities and not a motor vehicle registration fee.                                  |
| 315 | (6) Beginning on July 1, 2025, an applicant's voluntary contribution described in                    |
| 316 | Subsection (4)(a)(iii) for the historical support special group license plate described in           |
| 317 | Section 41-1a-419 is \$25 which the division shall allocate as follows:                              |
| 318 | (a) \$2 to the Utah State Historical Society as the sponsoring organization; and                     |
| 319 | (b) \$23 into the Transportation Investment Fund of 2005, created in Section 72-2-124.               |
| 320 | (7) For a fiscal year beginning on July 1, 2025, only, the division shall transfer into the          |
| 321 | General Fund \$3,500,000 from the Sponsored Special Group License Plate Fund created                 |
| 322 | in Section 41-1a-1610 from funds generated by the historical support special group                   |
| 323 | license plate.   |
| 324 | (8) The division shall provide notice indicating the allocation of the voluntary contributions       |
| 325 | described in Subsection (6) for the historical support special group license plate as                |
| 326 | <u>follows:</u>  |
| 327 | (a) on or before July 1, 2025, on the division website; and  |
| 328 | (b) beginning on July 1, 2025, and until June 30, 2026, in any email notification of a               |
| 329 | registrant's pending vehicle registration expiration described in Section 41-1a-203.                 |
| 330 | (9) An applicant for a historical support special group license plate for a vehicle that is a        |
| 331 | vintage vehicle is not required to make the voluntary contribution to obtain the historical          |
| 332 | support special group license plate.   |
| 333 | (10) The requirements described in Subsection  |
| 334 | [ <del>(6)</del> ] (11) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act. |

| 335 | the commission may make rules to establish and administer the sponsored special group         |
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| 336 | license plate program.  |
| 337 | Section 7. Section 41-1a-1605 is amended to read:   |
| 338 | 41-1a-1605. Collegiate special group license plates.  |
| 339 | (1) A sponsoring organization that is an institution may use funds received through the       |
| 340 | sponsored special group license plate program only for:                                       |
| 341 | (a) the institution's academic scholarships[-]; or  |
| 342 | (b) the institution's intercollegiate athletics program for compensation for a student        |
| 343 | athlete's name, image, or likeness as described in Title 53B, Chapter 16, Part 6, Use         |
| 344 | of Student Athlete's Name, Image, and Likeness in Collegiate Athletics.                       |
| 345 | (2) The state auditor may audit each institution to verify that the money an institution      |
| 346 | collects from contributors is used only for [academic scholarships] the uses described in     |
| 347 | Subsection (1).   |
| 348 | (3) A sponsoring organization that is an institution may establish the contribution amount    |
| 349 | required to obtain the institution's collegiate special group license plate.                  |
| 350 | Section 8. Section 41-1a-1606 is amended to read:   |
| 351 | 41-1a-1606 . Private nonprofit special group license plates Corporate brand                   |
| 352 | sponsored special group license plates Major league sports team sponsored special             |
| 353 | group license plates.   |
| 354 | (1) A sponsoring organization that is a private nonprofit organization[-shall]:               |
| 355 | (a) shall only use funds received through the sponsored special group license plate           |
| 356 | program for the charitable purpose described in the private nonprofit organization's          |
| 357 | application submitted to the division under Section 41-1a-1603; and                           |
| 358 | (b) may not use funds received through the sponsored special group license plate              |
| 359 | program to pay the private nonprofit organization's employee salaries or benefits,            |
| 360 | administrative costs, or fundraising expenses.  |
| 361 | (2) A private nonprofit organization may collect a contributor's personal information for the |
| 362 | purposes of future fundraising and any required reporting, if the private nonprofit           |
| 363 | organization requires a verification form described in Section 41-1a-1604.                    |
| 364 | (3) The voluntary contribution for a corporate brand sponsored special group license plate    |
| 365 | shall be deposited into the Transportation Fund.  |
| 366 | (4)(a) A major league sports team based in Utah may request a sponsored special group         |
| 367 | license plate as provided in this part.   |
| 368 | (b) The sponsoring organization for a major league sports team sponsored special group        |

| 369 | license plate may elect to use voluntary contributions for:                               |
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| 370 | (i) a charitable purpose; or  |
| 371 | (ii) a contribution to the Transportation Fund.   |
| 372 | (c) A sponsoring organization for a major league sports team sponsored special group      |
| 373 | license plate that elects to use contribution funds for a charitable purpose:             |
| 374 | (i) shall only use funds received through the sponsored special group license plate       |
| 375 | program for the charitable purpose of an entity registered under Section 501(c)(3)        |
| 376 | of the Internal Revenue Code as described in the sponsoring organization's                |
| 377 | application submitted to the division under Section 41-1a-1603; and                       |
| 378 | (ii) may not use funds received through the sponsored special group license plate         |
| 379 | program to pay the private nonprofit organization's employee salaries or benefits,        |
| 380 | administrative costs, or fundraising expenses.  |
| 381 | [(3)] (5) The state auditor may audit each private nonprofit organization or major league |
| 382 | sports team sponsoring organization that elects to use funds for a charitable purpose to  |
| 383 | verify that the money the private nonprofit organization collects from contributors is    |
| 384 | used for the private nonprofit organization's charitable purpose in accordance with this  |
| 385 | part.   |
| 386 | Section 9. Section <b>41-1a-1607</b> is amended to read:                                  |
| 387 | 41-1a-1607. State agency special group license plates.                                    |
| 388 | (1) A sponsoring organization that is a state agency:                                     |
| 389 | [(1)] (a) shall only use funds received through the sponsored special group license plate |
| 390 | program for the implementation or administration of the state agency's designated         |
| 391 | program; and  |
| 392 | [(2)] (b) may not direct funds received through the sponsored special group license plate |
| 393 | program to a nongovernmental entity.  |
| 394 | (2)(a) For a classic support special group license plate described in Section 41-1a-419,  |
| 395 | the division shall require each applicant to pay a \$25 contribution to obtain the        |
| 396 | classic support special group license plate.  |
| 397 | (b) The division shall transfer revenue from the classic support special group license    |
| 398 | plate into the General Fund.  |
| 399 | Section 10. Section <b>41-1a-1608</b> is amended to read:                                 |
| 100 | 41-1a-1608 . Review Discontinuance Consolidation Report.                                  |
| 401 | (1) The division shall annually review each sponsored special group license plate to      |
| 102 | determine the number of registered vehicles with each type of sponsored special group     |

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| 403 | license plate during the preceding calendar year.   |
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| 404 | (2)(a) The division shall discontinue a type of sponsored special group license plate if    |
| 405 | for three consecutive calendar years, the division's annual review shows that fewer         |
| 406 | than 500 registered vehicles have that type of sponsored special group license plate.       |
| 407 | (b) The division shall discontinue a sponsored special group license plate under            |
| 408 | Subsection (2)(a) beginning January 1 of the calendar year following the year of the        |
| 409 | third annual review.  |
| 410 | (3) If the division discontinues a type of sponsored special group license plate in         |
| 411 | accordance with this section, the division may not reinstate the sponsored special group    |
| 412 | license plate unless the sponsoring organization submits a request for the discontinued     |
| 413 | sponsored special group license plate in the same manner as a request for a new type of     |
| 414 | sponsored special group license plate under Section 41-1a-1604.                             |
| 415 | (4)(a) A registered owner to whom the division issued an existing special group license     |
| 416 | plate or a sponsored special group license plate that the division discontinues in          |
| 417 | accordance with this section may continue to display the license plate upon renewing        |
| 418 | the motor vehicle's registration.   |
| 419 | (b) A registered owner described in Subsection (4)(a) is not required to pay a required     |
| 420 | contribution to the sponsoring organization associated with the sponsored special           |
| 421 | group license plate.  |
| 422 | (5) The division may not transfer to a new registered owner a special group license plate   |
| 423 | that is discontinued under this part.   |
| 424 | (6) Subsection (2) does not apply to a state agency recognition special group license plate |
| 425 | that is an existing special group license plate.  |
| 426 | (7) If two or more special group license plates collect required contributions that are     |
| 427 | distributed to the same entity or fund, the sponsoring organization or organizations may    |
| 428 | request to consolidate the license plate types for purposes of meeting the minimum          |
| 429 | threshold described in this section.  |
| 430 | (8) On or before November 1 of each year, the State Tax Commission shall provide a report   |
| 431 | to the Revenue and Taxation Interim Committee, including:                                   |
| 432 | (a) data on the amount of revenue allocated from each license plate issued under this       |
| 433 | part;   |
| 434 | (b) the recipients of allocated revenue from each license plate, including the amount to    |
| 435 | each recipient;   |

(c) the number of each type of license plate in circulation; and

| 437 | (d) any other information or data the State Tax Commission finds to be relevant.                |
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| 438 | Section 11. Section 41-21-1 is amended to read:   |
| 439 | 41-21-1 . Definitions.  |
| 440 | (1) "Autocycle" means the same as that term is defined in Section 53-3-102.                     |
| 441 | (2) "Motorcycle" means:   |
| 442 | (a) a motor vehicle having a saddle for the use of the rider and designed to travel on no       |
| 443 | more than three wheels in contact with the ground; or   |
| 444 | (b) an autocycle.   |
| 445 | (3)(a) "Street rod" means a motor vehicle or motorcycle that:                                   |
| 446 | (i)(A) was manufactured in 1948 or before; or   |
| 447 | (B)(I) was manufactured after 1948 to resemble a vehicle that was                               |
| 448 | manufactured in 1948 or before; and   |
| 449 | (II)(Aa) has been altered from the manufacturer's original design; or                           |
| 450 | (Bb) has a body constructed from non-original materials; and                                    |
| 451 | (ii) is primarily a collector's item that is used for:  |
| 452 | (A) club activities;  |
| 453 | (B) exhibitions;  |
| 454 | (C) tours;  |
| 455 | (D) parades;  |
| 456 | (E) occasional transportation; and  |
| 457 | (F) other similar uses.   |
| 458 | (b) "Street rod" does not include a motor vehicle or motorcycle that is used for general,       |
| 459 | daily transportation.   |
| 460 | (4)(a) "Vintage travel trailer" means a travel trailer, camping trailer, or fifth wheel trailer |
| 461 | that is:  |
| 462 | (i) 30 years old or older, from the current year; and   |
| 463 | (ii) primarily a collector's item that is used for:   |
| 464 | (A) participation in club activities;   |
| 465 | (B) exhibitions;  |
| 466 | (C) tours;  |
| 467 | (D) parades;  |
| 468 | (E) occasional recreational or vacation use; and  |
| 469 | (F) other similar uses.   |
| 470 | (b) "Vintage travel trailer" does not include a travel trailer, camping trailer, or fifth       |

| 471 | wheel trailer that is used for the general, daily transportation of persons or property.   |           |  |
|-----|--|-----------|--|
| 472 | (5)(a) "Vintage vehicle" means a motor vehicle or motorcycle that:                         |           |  |
| 473 | (i) is 30 years old or older from the current year; and                                    |           |  |
| 474 | [ <del>(ii)</del> displays:]   |           |  |
| 475 | [(A) a unique vehicle type special group license plate issued in accordance with           |           |  |
| 476 | Section 41-1a-418;]  |           |  |
| 477 | [(B) for a vehicle that has a model year of 1982 or older, a historical support            |           |  |
| 478 | special group plate; or]   |           |  |
| 479 | [(C) an original issue license plate in accordance with Section 41-1a-416; and]            |           |  |
| 480 | [(iii)] (ii) is primarily a collector's item that is used for:                             |           |  |
| 481 | (A) participation in club activities;  |           |  |
| 482 | (B) exhibitions;   |           |  |
| 483 | (C) tours;   |           |  |
| 484 | (D) parades;   |           |  |
| 485 | (E) occasional transportation; and   |           |  |
| 486 | (F) other similar uses.  |           |  |
| 487 | (b) "Vintage vehicle" does not include a motor vehicle or motorcycle that is used for      |           |  |
| 488 | general, daily transportation.   |           |  |
| 489 | (c) "Vintage vehicle" includes a:  |           |  |
| 490 | (i) street rod; and  |           |  |
| 491 | (ii) vintage travel trailer.   |           |  |
| 492 | Section 12. FY 2026 Appropriations.  |           |  |
| 493 | The following sums of money are appropriated for the fiscal year beginning July 1,         |           |  |
| 494 | 2025, and ending June 30, 2026. These are additions to amounts previously appropriated for |           |  |
| 495 | fiscal year 2026.  |           |  |
| 496 | Subsection 12(a). Expendable Funds and Accounts  |           |  |
| 497 | The Legislature has reviewed the following expendable funds. The Legislature               |           |  |
| 498 | authorizes the State Division of Finance to transfer amounts between funds and accounts as |           |  |
| 499 | indicated. Outlays and expenditures from the funds or accounts to which the money is       |           |  |
| 500 | transferred may be made without further legislative action, in accordance with statutory   |           |  |
| 501 | provisions relating to the funds or accounts.  |           |  |
| 502 | ITEM 1 To Department of Cultural and Community Engagement - Heritage and Arts              |           |  |
| 503 | Foundation Fund  |           |  |
| 504 | From General Fund, One-time  | 3,500,000 |  |

| 505 | Schedule of Programs:                   |           |
|-----|---|-----------|
| 506 | Heritage and Arts Foundation Fund       | 3,500,000 |
| 507 | Section 13. Effective Date.             |           |
| 808 | This bill takes effect on July 1, 2025. |           |