

# Vehicle Industry News VIN 2017-25

# **New Transportation Improvement Fee**

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## Effective: January 1, 2018

## **New Information**

Vehicle registration (VR) renewals with fees due on or after January 1, 2018, will increase due to the new transportation improvement fee (TIF), which is based upon the current market value of the vehicle:

Vehicle Value	<b>Registration Fee Amount Increase</b>
Zero to \$4,999	\$25
\$5,000 to \$24,999	\$50
\$25,000 to \$34,999	\$100
\$35,000 to \$59,999	\$150
\$60,000 and higher	\$175

## Procedures

Continue to process VR transfer applications and renewals as normal. Programming is already in place to generate the applicable TIF.

**NOTE:** Beginning January 1, 2018, the online Vehicle Registration Fee Calculator will automatically calculate the appropriate TIF.

The following vehicles are **exempt** from the TIF:

- Commercial vehicles with an unladen weight of more than 10,000 pounds.
- Vehicles exempt from registration fees.
- Vehicles currently on planned nonoperational (PNO) status.
- Vehicles with historical plates.

## Background

Senate Bill (SB) 1 created the transportation improvement fee (TIF) under the State Road Maintenance and Rehabilitation Program to provide additional resources for the state to repair infrastructure and for road maintenance. The TIF is a new variable fee that will be assessed as part of the total VR fee on specified vehicles.

#### Distribution

Notification that this memo is available online at **www.dmv.ca.gov** under Publications was made via California DMV's Automated Email Alert System in October 2017.

## Reference

California Revenue & Taxation Code, §§11050, 11051, and 11052

## Contact

Call the DMV Customer Communications Section at (916) 657-6560 for further clarification of this memo.