

New Transportation Improvement Fee

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Effective: January 1, 2018

New Information

Original vehicle registrations (VR), transfers, and renewals with registration 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:

<i>Vehicle Value</i>	<i>Registration Fee Amount Increase</i>
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 original, transfer, and renewal VR applications 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 December 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.