

PROPERTY TAX EDUCATION PARTNERSHIP

2016 NCTCA Spring Conference

New Bern, NC

April 25th-April 29th, 2016

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Personal Property Valuation Specialist II

NCVTS Update Spring Conference



Topics

- Citizen Portal for Property Tax Receipts
- Overhead Fee
- Enhancements
- Tax Rates
- Municipal Tag Fees
- Motor Vehicle Registration Late Fees
- Excluded Vehicles
- Military Spouse Residency Relief Act
- Revenue
- Overhead Fees

My DMV Customer Portal

- <https://edmv.ncdot.gov/MyDMV>
- Designed to show Vehicle Registration Information
 - How much were my registration fees?
 - Renewal Notice(September)
 - Emailing of Renewal Notice
 - Renew Drivers License or Update DL's Address
 - Order Customized Plates
 - **Display Property Tax information(Projected January 2017)**

Customer Portal Cont'

- Taxpayer will need the following:
 - Drivers License Number
 - Last Four of Social Security Number(SSN)
 - Date of Birth
- Will Counties be able to Access?
 - No counties will not be able to access to see if a customer paid the incorrect or another county.

Enhancements 2016-17

- Processing Interest Refunds
 - Goal is to have an automated process and the customer receive one check from DMV.
- VTS Training Environment
 - For users to be trained on a stand alone environment that mimics NCVTS production, but does not rely on DMV for input.
- Purge Unnecessary Historical Data
 - Unnecessary refers to extraneous abstracts and bills which have been created by multiple web service calls where the bills have been invalidated by later web service calls.

Enhancements Cont'

- Fixed File Format For Gap Report
 - VTS will extract a file in the format mimicking the files that were received prior to the implementation of VTS. This will allow counties to upload the file each month as they did in their legacy system. More to come...
 - When will the Gap Report be available: Projected End of May 2016
- TR1 VTS Report
 - This will allow counties and municipalities to verify the taxing districts, levy and values before submitting to DOR.
 - The report help for budgeting by breaking down years by the tax rate used.

Enhancements Cont'

- Prorate Taxes for Limited Registration Plates (LRP's)
 - This will allow tax payers who have turned in the LRP to pay the correct amount instead of paying the full amount of taxes and then wait for a refund.
- Vehicle Value Look Up while processing queues
 - Currently while working the queues the value look up is not present this will be added.
- Add Title Date field to the Exclusion Report
 - Adding title date to determine when the vehicle was registered.

Tax Rate Time Line

June 1st

- New tax districts and generic combinations due by 5 pm
- Send file to DOR (file format available on customer portal)

June 27th

- New tax rates are due by 5 pm.

June 30th

- Tax rates and fees are finalized in the NCVTS at midnight

July 1st

- County will no longer be able to update their rates or fees
- 2016 tax rates become effective in NCVTS
- Tax Rate Certification and budget information due to DOR. Please submit as soon as budget is approved.

Tax Rate Webinars

- Thursday April 21st
- Thursday May 19th
- Thursday June 23rd
- NCVTS Customer Portal Users will be notified of the times.

Municipal Vehicle Tax

- G.S.20-97 (b1)

- (b1) Municipal Vehicle Tax. – A city or town may levy an annual municipal vehicle tax upon any vehicle resident in the city or town. The aggregate annual municipal vehicle tax levied, including any annual municipal vehicle tax authorized by local legislation, may not exceed thirty dollars (\$30.00) per vehicle. A city or town may use the net proceeds from the municipal vehicle tax as follows:
 - (1) General purpose. – Not more than five dollars (\$5.00) of the tax levied may be used for any lawful purpose.
 - (2) Public transportation. – Not more than five dollars (\$5.00) of the tax levied may be used for financing, constructing, operating, and maintaining local public transportation systems. This subdivision only applies to a city or town that operates a public transportation system as defined in G.S. 105-550.
 - (3) Public streets. – The remainder of the tax levied may be used for maintaining, repairing, constructing, reconstructing, widening, or improving public streets in the city or town that do not form a part of the State highway system.

Late Fee Motor Vehicle Registration

G.S. 20-88.03. Late fee; motor vehicle registration.

- (a) Late Fee. – In addition to the applicable fees required under this Article for the registration of a motor vehicle and any interest assessed under G.S. 105-330.4, the Division shall charge a late fee according to the following schedule to a person who pays the applicable registration fee required under this Article after the registration expires:
 - (1) If the registration has been expired for less than one month, a late fee of fifteen dollars (\$15.00).
 - (2) If the registration has been expired for one month or greater, but less than two months, a late fee of twenty dollars (\$20.00).
 - (3) If the registration has been expired for two months or greater, a late fee of twenty-five dollars (\$25.00).

Excluded Vehicles G.S 105.330

NCVTS Exclusion Report:

- 3 Month Farm Plates
- Permanent Multi Year Trailers Plates
- (New) Private Small Permanent Multi Year Trailer Plate
 - These trailers are pulled behind motor cycles.
- International Registration Plates AKA IRP's
 - Tapes provided by DMV
 - 3 times per year
 - May 4th, September 2nd and January 3rd

Excluded Cont'

- Mopeds
 - **G.S. 105-330** Mopeds do not meet the definition of a Motor Vehicle as defined under GS 20-4.01(23). Unless they were being used for a business purpose and would either need to be listed as BPP or pay a gross receipt tax. Otherwise they are not taxable DMV does not collect a title fee or Highway Use Tax for mopeds.
 - **G.S. 105-164.3**
 - (23) Motor Vehicle. - Every vehicle which is self-propelled and every vehicle designed to run upon the highways which is pulled by a self-propelled vehicle. Except as specifically provided otherwise, this term shall not include mopeds as defined in G.S. 20-4.01(27)d1
 - (22) Moped. – A vehicle that has two or three wheels, no external shifting device, and a motor that does not exceed 50 cubic centimeters piston displacement and cannot propel the vehicle at a speed greater than 30 miles per hour on a level surface.

Military Spouses Residency Relief Act

- Public Law 111-97/111th Congress
 - Sec 3. Determination for Tax Purposes of Residence of Spouses of Military Personnel
 - “(2) Spouses-A spouse of a servicemember shall neither lose nor acquire a residence or domicile for the purposes of taxation with respect to the person, personal property, or income of the spouse by reason of being absent or present in any tax jurisdiction of the United States solely to be with the servicemember in compliance with the **servicemember’s military orders if the residence or domicile, as the case may be, is the same for the servicemember and the spouse**”.
 - http://www.dornrc.com/taxes/property/memos/military_spouse_taxrelief_3-17-10.pdf

Revenue

RENEWAL MONTH	TOTAL VPT COLLECTION	TOTAL FEES	NET VPT COLLECTION
JULY 2014	\$70,010,647	\$1,870,859	\$68,139,788
AUGUST	\$68,347,080	\$1,258,921	\$67,088,159
SEPTEMBER	\$65,388,089	\$2,764,489	\$62,623,600
OCTOBER	\$65,086,645	\$2,184,715	\$62,901,931
NOVEMBER	\$55,425,377	\$1,214,267	\$54,211,110
DECEMBER	\$64,957,508	\$2,040,799	\$62,916,709
JANUARY	\$62,957,492	\$2,168,995	\$60,788,498
FEBRUARY	\$56,743,547	\$2,058,381	\$54,685,166
MARCH	\$77,673,837	\$2,376,776	\$75,297,062
APRIL	\$71,299,661	\$2,273,986	\$69,025,675
MAY	\$71,165,640	\$2,224,472	\$68,941,168
JUNE 2015	\$70,161,982	\$2,116,101	\$68,045,881
Totals	\$799,217,506	\$24,552,760	\$774,664,746

RENEWAL MONTH	TOTAL VPT COLLECTION	TOTAL FEES	NET VPT COLLECTION
Fiscal Year 2014-2015			
JULY	\$75,469,949	\$2,182,066	\$73,287,883
AUGUST	\$74,306,274	\$1,968,267	\$72,338,008
SEPTEMBER	\$68,201,359	\$1,973,687	\$66,227,671
OCTOBER	\$71,657,364	\$1,263,060	\$70,394,304
NOVEMBER	\$58,574,118	\$2,674,601	\$55,899,517
DECEMBER	\$65,224,369	\$2,132,954	\$63,091,415
JANUARY	\$62,324,860	\$2,024,631	\$60,300,230
FEBRUARY	\$56,743,547	\$2,058,381	\$54,685,166
MARCH	\$77,673,837	\$2,376,776	\$75,297,062
Totals	\$586,590,223	\$17,938,202	\$568,652,021

RENEWAL MONTH

TOTAL VPT COLLECTION

TOTAL FEES

NET VPT COLLECTION

Fiscal Year 2015-2016

JULY	\$70,010,647	\$1,870,859	\$68,139,788
AUGUST	\$68,347,080	\$1,258,921	\$67,088,159
SEPTEMBER	\$65,388,089	\$2,764,489	\$62,623,600
OCTOBER	\$65,086,645	\$2,184,715	\$62,901,931
NOVEMBER	\$55,425,377	\$1,214,267	\$54,211,110
DECEMBER	\$64,957,508	\$2,040,799	\$62,916,709
JANUARY	\$62,957,492	\$2,168,995	\$60,788,498
FEBRUARY	\$72,154,715	\$2,273,469	\$69,881,246
MARCH	\$81,279,002	\$2,452,061	\$78,826,941
Totals	\$629,192,011	\$18,944,796	\$610,247,215

Revenue Cont'

Fiscal Year	TOTAL VPT COLLECTION	TOTAL FEES	NET VPT COLLECTION
2012-13	\$570,960,352	?	?
2013-14	\$791,064,785	\$26,079,920(3.4%)	\$764,984,864
2014-15	\$799,217,506	\$24,552,760(3.1%)	\$774,664,746
*2015-16	\$839,178,381	\$25,780,398(3.1%)	\$813,397,983

*Projection

Overhead Fee

- **Overhead Fee**- \$1.21 charged for each combined notice and includes but not limited to printing, postage, TEC valuation service, software license, etc
- Each \$.01 generates \$80,000 in revenue.
- There is a proposed \$.03 increase that will be voted on by the Change Control Board to cover a hardware upgrade to the VTS servers in the near future.
- If agreed upon this increase will begin July 1st, 2016

Questions??