



NOTICE OF PROPOSED RULEMAKING

INCLUDING STATEMENT OF NEED & FISCAL IMPACT

CHAPTER 735

DEPARTMENT OF TRANSPORTATION

DRIVER AND MOTOR VEHICLE SERVICES DIVISION

FILED: 09/10/2026 3:36 PM

ARCHIVES DIVISION SECRETARY OF STATE

FILING CAPTION: Updated Fleet Service Charge Reference

LAST DAY AND TIME TO OFFER COMMENT TO AGENCY: 10/21/2026 5:00 PM

The Agency requests public comment on whether other options should be considered for achieving the rule's substantive goals while reducing negative economic impact of the rule on business.

A public rulemaking hearing may be requested in writing by 10 or more people, or by a group with 10 or more members, within 21 days following the publication of the Notice of Proposed Rulemaking in the Oregon Bulletin or 28 days from the date the Notice was sent to people on the agency mailing list, whichever is later.

If sufficient hearing requests are received, the notice of the date and time of the rulemaking hearing must be published in the Oregon Bulletin at least 14 days before the hearing.

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NEED FOR THE RULE(S):

The Oregon Department of Transportation, Driver and Motor Vehicle Services (DMV), proposes to amend Oregon Administrative Rule (OAR) 735-042-0020 to ensure the rule accurately reflects the fleet service charge established in statute. The amendment is retroactive to January 1, 2018, which is the effective date of the statutory revisions to ORS 803.420(13)(a) and (b). DMV has applied the statutory fleet service charge consistently since that time.

Because the statutory fee changed in 2018 and the rule was not updated, the current rule language no longer reflects the statutory fee. This amendment removes outdated fee language and replaces it with references to the governing statute. This update improves clarity for regulated parties and maintains alignment between rule and statute.

DOCUMENTS RELIED UPON, AND WHERE THEY ARE AVAILABLE:

https://www.oregonlegislature.gov/bills_laws/lawsstatutes/2017orlaw0750.pdf

STATEMENT IDENTIFYING HOW ADOPTION OF RULE(S) WILL AFFECT RACIAL EQUITY IN THIS STATE:

DMV does not believe the proposed rule amendment will negatively affect racial equity in Oregon. The amendment is retroactive to January 1, 2018, to align the effective date of the rule with the statutory revisions to ORS 803.420(13)(a) and (b), which have been in effect since that time. All businesses participating in the fleet registration program, including minority owned businesses, have been subject to the same statutory service charge since 2018, and this amendment does not change that fee or impose any new costs.

Because the amendment removes outdated rule language and directs readers to the governing statute, it does not create differential impacts or disproportionately burden any racial or ethnic group. Aligning the rule with long-standing statutory requirements ensures consistency, clarity, and equal application across all regulated parties.

FISCAL AND ECONOMIC IMPACT:

See below.

COST OF COMPLIANCE:

(1) Identify any state agencies, units of local government, and members of the public likely to be economically affected by the rule(s). (2) Effect on Small Businesses: (a) Estimate the number and type of small businesses subject to the rule(s); (b) Describe the expected reporting, recordkeeping and administrative activities and cost required to comply with the rule(s); (c) Estimate the cost of professional services, equipment supplies, labor and increased administration required to comply with the rule(s).

(1) No state agencies, units of local government, or members of the public will be economically affected by this proposed amendment. DMV began charging the fleet service charge when the statutory amendments to ORS 803.420(13) became effective on January 1, 2018. This rulemaking aligns the effective date of the rule with the statutory revisions and does not create any new costs.

(2) The proposed amendment will not have an economic impact on small businesses because DMV does not believe any small businesses participate in the fleet program. The fleet program requires a business to register a minimum of 50 vehicles, which is generally more than a small business would operate. Any business that does qualify for fleet registration has already been subject to the applicable service charge described in ORS 803.420(13)(a) or (b) since 2018. This rulemaking aligns the rule with the statute and does not impose any new fees or obligations.

(2)(a) DMV does not believe there are any small businesses that qualify for fleet registration, as the program requires a business to register a minimum of 50 vehicles. Approximately 60 businesses currently participate in fleet registration, and any type of business may register vehicles under the fleet program.

(2)(b) There are no reporting, recordkeeping, or administrative activities or costs required to comply with the rule.

(2)(c) There are no costs for professional services, equipment, supplies, labor, or increased administration required to comply with the rule.

DESCRIBE HOW SMALL BUSINESSES WERE INVOLVED IN THE DEVELOPMENT OF THESE RULE(S):

Small businesses were not directly involved in the development of this rule amendment. DMV distributed the draft rule to small business representatives to solicit input on potential economic impacts and provided an opportunity for additional comments or questions. No responses were received.

WAS AN ADMINISTRATIVE RULE ADVISORY COMMITTEE CONSULTED? NO IF NOT, WHY NOT?

DMV is amending the rule to align it with ORS 803.420.

AMEND: 735-042-0020

RULE SUMMARY: DMV proposes to amend OAR 735-042-0020 to ensure the rule accurately reflects the fleet service

charge established in statute. The amendment is retroactive to January 1, 2018, which is the effective date of the statutory revisions to ORS 803.420(13)(a) and (b).

CHANGES TO RULE:

735-042-0020

Application for and Issuance of Fleet Registration-

- (1) An applicant for fleet vehicle registration must submit the following to DMV for each fleet vehicle to be registered:
 - (a) A completed and signed DMV application list for fleet vehicle registration and applicable fees;
 - (b) The name and address of the fleet operator, the billing address and the name and phone number for the person in charge of fleet registration;
 - (c) If applicable, the current registration plate number, registration expiration date, vehicle identification number (VIN) and title number;
 - (d) If the applicant requests to have the entire fleet's registration expire at the same time, the requested month of expiration;
 - (e) A service fee of \$2 Effective January 1, 2018, the service charge established under ORS 803.420(13)(a) for each vehicle registered or added to an existing fleet and a \$1 fee for each into a fleet or the service charge established under ORS 803.420(13)(b) for each vehicle in the fleet at registration renewal; and
 - (f) Any other requirements for vehicle registration including applicable fees, proof of insurance and proof of emissions compliance.
- (2) Registration expiration dates for fleet vehicles will be recorded on DMV records. Expiration dates are not included on registration plates or registration cards.
- (3) DMV will assign a unique registration account number to each vehicle fleet registered in Oregon.
- (4) Fleet plates are issued with a "PF" prefix, and may not be transferred to another vehicle.
- (5) Except as provided in OAR 735-042-0030, fleet vehicles eligible for quarterly registration will be registered on an annual basis. Vehicles subject to biennial registration will be registered for a two-year period.
- (6) Approximately 60 days before the registration on a fleet vehicle is due to expire, DMV will provide a billing list for each vehicle that needs its registration renewed to the person in charge of fleet registration. Renewal will be issued upon return receipt of a completed signed billing list that includes applicable fees, proof of insurance and proof of emissions compliance, if required.

Statutory/Other Authority: ORS ~~184.616~~, 184.619, 802.010, 803.415, 803.420, 805.120

Statutes/Other Implemented: ORS 805.120