

Senate Engrossed

ADOT; authorized third parties; CDLs

State of Arizona  
Senate  
Fifty-sixth Legislature  
First Regular Session  
2023

# SENATE BILL 1101

AN ACT

AMENDING SECTION 28-5101.01, ARIZONA REVISED STATUTES; RELATING TO  
AUTHORIZED THIRD PARTIES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 28-5101.01, Arizona Revised Statutes, is amended  
3 to read:

4 28-5101.01. Authorized third party driver license providers;  
5 requirements

6 A. Except as provided in section 28-5101.03, an authorized third  
7 party driver license provider must perform both of the following:

- 8 1. Driver license skills and written testing.
- 9 2. Driver license processing.

10 B. A person who is a third party driver license provider authorized  
11 pursuant to this section may also be authorized pursuant to this article  
12 to perform certain title and registration functions.

13 C. A person who applies for authorization pursuant to this section  
14 shall submit with the application all of the following:

15 1. A bond in a form to be approved by the director and in an amount  
16 of at least \$300,000 for an initial application for authorization pursuant  
17 to this section and an additional \$100,000 for each additional location  
18 providing driver license functions prescribed in subsection A of this  
19 section, except that if the authorized third party is also authorized  
20 pursuant to this article to perform certain title and registration  
21 functions at the same location only a single \$100,000 bond is required for  
22 that location. The total bond amount required by this paragraph shall not  
23 exceed \$1,000,000. The bond requirements of this paragraph do not apply  
24 to government entities prescribed in section 28-5104, subsection E,  
25 paragraphs 1, 2, 3, 5 and 11.

26 2. Documentation that the applicant satisfies all of the following:

27 (a) Has been an authorized third party pursuant to this chapter for  
28 at least the immediately preceding three years.

29 (b) Has conducted an average of at least one thousand retention  
30 transactions per month for the previous calendar year.

31 (c) Is in good standing with the department.

32 (d) Has a facility plan for each location that shows adequate space  
33 and equipment necessary to perform the functions prescribed in subsection  
34 A of this section.

35 3. Documentation that the applicant has during business hours at  
36 least one certified processor qualified to perform at a minimum all of the  
37 following at each location:

38 (a) Fraudulent document recognition.

39 (b) Ignition interlock requirements.

40 (c) Driver license reinstatements.

41 D. A third party driver license provider authorized pursuant to  
42 this section must comply with all quality control requirements prescribed  
43 by the department.

1           E. A third party driver license provider authorized pursuant to  
2 subsection A of this section may perform administrative ~~and~~ FUNCTIONS OR  
3 testing functions OR BOTH ADMINISTRATIVE FUNCTIONS AND TESTING FUNCTIONS  
4 for the issuance and renewal of commercial driver licenses as authorized  
5 by the director and pursuant to federal law.