

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 52<sup>nd</sup> Legislature

<b>Bill No.:</b>	<b>SB 1954</b>
<b>Version:</b>	<b>Committee Substitute</b>
<b>Author:</b>	<b>Representative Jackson/ Senator Anderson</b>
<b>Date:</b>	<b>3/30/2010</b>
<b>Impact:</b>	<b>FY-11 Estimated Decrease in Motor Vehicle Collections -\$162,000; FY-12 Estimated Decrease - \$618,000</b>

**Bill Summary**

Research Analyst: Brad Wolgamott

The Committee Substitute for SB 1954 requires the online system of motor vehicle registration contain a step requiring an individual to select either a motor license agent or the Tax Commission to process any registration renewal or other request. Requires the motor license agents to receive all fees for registration renewals or other requests processed by the motor license agent.

**Fiscal Summary**

Fiscal Analyst: Terry McKenna

The Committee Substitute for ESB 1954 provides that any online system administered by the Oklahoma Tax Commission dealing with the Oklahoma Vehicle License and Registration Act the Tax Commission shall include a step where the individual must select between any motor license agent in the state and the Tax Commission to process any registration renewal or other request. Motor license agents shall receive all fees provided by statute for registration renewals or other requests processed by the motor license agent through any online system administered by the Tax Commission. The selection step required pursuant to subsection A of this section shall be installed and operational no later than July 1, 2010.

**Fiscal Analysis**

The Oklahoma Tax Commission (OTC) advises that the agency is currently averaging 108 online renewal registration per day, and anticipates that figure will double to 216 online registrations per day in FY-11 for a total of 78,840. OTC estimates that the provisions of the Committee Substitute for ESB 1954 would result in a revenue loss of \$2.06 per transaction to fund the fees to be paid to motor license agents, with an estimated FY-11 decrease of \$162,000 (78,840 annual online renewals. x \$2.06 = \$162,410).

Due to increased awareness of system availability and the corresponding convenience, OTC anticipates participation by taxpayers will grow exponentially to 300,000 online renewal registrations in FY-12, with an estimated decrease in motor vehicle collections of \$618,000.

OTC estimates that implementation of the proposals under this measure would require up to six months.

**Long Term Fiscal Considerations**

As Stated Above

Fiscal Analysis Reviewed By:

*Janice Buchanan*

House Fiscal Director