

OKLAHOMA TAX COMMISSION

FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT
SECOND REGULAR SESSION, FIFTY-FOURTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: March 17, 2014

BILL NUMBER: HB 2688 STATUS AND DATE OF BILL: Engrossed 03/11/2014

AUTHORS: House Grau Senate Standridge

TAX TYPE (S): Motor Vehicle SUBJECT: Repealer

PROPOSAL: Repealer 47 O.S. §§ 1138 & 1139

The measure proposes to repeal Sections 1138 and 1139 of Title 47. Section 1138 imposes license and registration fees on intercity buses operating both in and outside of Oklahoma under the authority of the Interstate Commerce Commission. Section 1139 levies on intercity buses traveling along any public highway in this state a tax to reimburse the state for maintenance and upkeep of the public highways.

EFFECTIVE DATE: November 1, 2014

REVENUE IMPACT:

Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 15: \$16,000 decrease in motor vehicle collections

FY 16: \$23,000 decrease in motor vehicle collections

ADMINISTRATIVE IMPACT:

Insert the estimated cost or savings to the Tax Commission due to this proposed legislation.

FY 15: None

Mar. 18, 2014
DATE

Rick Miller
DIVISION DIRECTOR

msm

3-19-14
DATE

Reece Womack
REECE WOMACK, ECONOMIST

March 24, 2014
DATE

Dan Cas
FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT—HB 2688—[Engrossed]—Prepared March 17, 2014.

The measure proposes to repeal Sections 1138 and 1139 of Title 47. Section 1138 imposes license and registration fees on intercity buses operating both in and outside of Oklahoma under the authority of the Interstate Commerce Commission. Currently, the Corporation Commission proportionally registers these buses under the general proportional registration provisions contained in Section 1120 of Title 47 instead of the provisions contained in Section 1138 pertaining specifically to buses. Therefore, no impact to motor vehicle collections apportioned pursuant to Section 1104 of Title 47 will be affected by the repeal of Section 1138 of Title 47.

Section 1139 levies on intercity buses traveling along any public highway in this state a tax to reimburse the state for maintenance and upkeep of the public highways.

Oklahoma Tax Commission records indicate that a total of \$23,348 was collected in bus mileage tax in FY 13. Assuming similar remittances in FY 15 will result in a decrease in motor vehicle collections of \$23,348. The measure proposes an effective date of November 1, 2014. The FY 15 estimated decrease in motor vehicle collections apportioned pursuant to Section 1104 of Title 47 is \$15,565 [$\$23,348 / 12 \text{ months} = \$1,946 \times 8 \text{ months} = \$15,565$]. For FY 16, the estimated decrease in motor vehicle collections apportioned pursuant to Section 1104 of Title 47 is \$23,348.