

# OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 20, 2014

BILL NUMBER: SB 1476 STATUS AND DATE OF BILL: Committee Substitute 02/19/2014

AUTHORS: House Joyner Senate Stanislawski

TAX TYPE (S): Motor Vehicle SUBJECT: Administrative

PROPOSAL: Amendatory 47 O.S. § 6-117

The measure reduces the fee for each motor vehicle report furnished for a commercial driver license by a motor license agent from \$25 to \$15 with \$8, instead of \$18, to be paid to the Oklahoma Tax Commission for deposit into the General Revenue Fund. The \$5 credit to the DPS Revolving Fund and the \$2 motor license agent retention fee is unchanged by the provisions of this measure.

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: \$68,000 decrease in revenues apportioned to General Revenue  
FY 16: \$101,000 decrease in revenues apportioned to General Revenue

### ADMINISTRATIVE IMPACT:

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

FY 15: None

Feb. 21, 2014  
DATE

Rick Miller  
DIVISION DIRECTOR

msm

2-21-14  
DATE

Reece Womack  
REECE WOMACK, ECONOMIST

2/24/14  
DATE

Dan Cash  
FOR THE COMMISSION

**ATTACHMENT TO FISCAL IMPACT SB 1476-[Committee Substitute] Prepared February 20, 2014**

The measure reduces the fee for each motor vehicle report furnished for a commercial driver license by a motor license agent from \$25 to \$15 with \$8, instead of \$18, to be paid to the Oklahoma Tax Commission for deposit into the General Revenue Fund. The \$5 credit to the DPS Revolving Fund and the \$2 motor license agent retention fee is unchanged by the provisions of this measure.

Oklahoma Tax Commission records indicate that a total of \$521,571 was apportioned to General Revenue attributable to all vehicle report fees remitted to the OTC by motor license agents in FY 13. For purposes of this impact, it is estimated that thirty five percent (35%) or \$182,550, relate to commercial driver license reports. This proposal reduces the portion of the fee credited to the General Revenue Fund by 55.6%.

Assuming similar transactions occur for FY 15 and applying the 55.6% reduction results in an estimated decrease of \$101,498 in deposits to the General Revenue Fund.

SB 1476 proposes an effective date of November 1, 2014. For FY 15, the estimated decrease in revenue credited to the General Revenue Fund is \$67,664 [ $\$101,498 / 12 \text{ months} = \$8,458 \times 8 \text{ months} = \$67,664$ ]. For FY 16, the estimated decrease in revenue credit to the General Revenue Fund is \$101,498.