HB2375 FULLPCS1 Leslie Osborn-JM 5/8/2017 3:21:45 pm

COMMITTEE AMENDMENT

HOUSE OF REPRESENTATIVES
State of Oklahoma

SPEAKER:			
CHAIR:			
I move to ame	nd <u>HB2375</u>		05.11
Page	Section	Lines	Of the printed Bill
			Of the Engrossed Bill
	he Title, the Enacting lieu thereof the follo		re bill, and by
AMEND TITLE TO C	ONFORM TO AMENDMENTS		
Adopted:		Amendment submi	tted by: Leslie Osborn

Reading Clerk

1 STATE OF OKLAHOMA 2 1st Session of the 56th Legislature (2017) 3 PROPOSED COMMITTEE SUBSTITUTE 4 FOR By: Osborn (Leslie) and Wallace HOUSE BILL NO. 2375 5 of the House 6 and 7 David and Fields of the Senate 8 9 10 PROPOSED COMMITTEE SUBSTITUTE 11 An Act relating to motor vehicles; providing for biennial registration of vehicles; requiring 12 implementation by the Oklahoma Tax Commission; limiting scope; identifying vehicles subject to 1.3 biennial registration during certain periods; prohibiting refunds of registration fees under 14 certain conditions; clarifying expiration and application requirements; describing calculation of 15 biennial registration fee amount; stating that registration is in lieu of other obligations; 16 amending 47 O.S. 2011, Section 1113.2, as last amended by Section 7 of Enrolled House Bill No. 1845 17 of the 1st Session of the 56th Oklahoma Legislature, which relates to reissue of official vehicle license 18 plate; providing that certain fee may be applicable on a multiyear basis; amending 47 O.S. 2011, Section 19 1115, as amended by Section 1, Chapter 337, O.S.L. 2012 (47 O.S. Supp. 2016, Section 1115), which 20 relates to registration schedule and delinquent registration penalties; modifying penalty 21 application; amending 47 O.S. 2011, Sections 1131, 1132, as amended by Section 2, Chapter 337, O.S.L. 22 2012, 1132.1, 1132.4 and 1132.6 (47 O.S. Supp. 2016, Section 1132), which relate to vehicle registration;

Req. No. 7847 Page 1

providing that certain fees may be applicable on a

provided on a multiyear basis; providing exception;

multiyear basis; authorizing certain notice be

23

24

stating certain purpose; apportioning fees and penalties to certain fund; establishing amount; requiring monthly transfers; amending 47 O.S. 2011, Sections 1140 and 1141.1, as amended by Section 4, Chapter 158, O.S.L. 2012 (47 O.S. Supp. 2016, Section 1141.1), which relate to motor license agents; providing that certain fee be applicable on a multiyear basis; authorizing retention of certain fee on a multiyear basis; creating the Criminal Justice Coordinating Council; establishing membership and chairmanship; providing purpose and duties; limiting authority; providing that membership shall not result in disqualification or forfeiture; requiring preparation and transmission of a report by a certain date; creating the Criminal Justice Coordinating Council Fund; making Fund continuing; exempting Fund from certain budgetary limitations; identifying source of funding; providing that funds be considered appropriated; requiring certain budgetary procedures; and providing an effective date.

11

10

1

2

3

4

5

6

7

8

9

12

13

17

18

19

20

21

22

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 1115A of Title 47, unless there is created a duplication in numbering, reads as follows:

- A. Effective January 1, 2018, the Oklahoma Tax Commission shall implement a biennial registration as provided in this section for all vehicles subject to the registration fee provided in Section 1132 of Title 47 of the Oklahoma Statutes.
- B. The biennial registration period shall be implemented as follows:

23

24

Req. No. 7847

- 1. For all initial registrations, on or after January 1, 2018, a biennial registration fee shall be assessed as provided in this section.
 - 2. Renewal registrations shall be assessed as follows:

1.3

- a. for vehicles with a license plate ending with an odd number, which expires between January 1, 2018, and December 31, 2018, a biennial registration fee shall be assessed. At the end of such time period such vehicle shall be subject to biennial registration,
- b. for vehicles with a license plate ending with an even number, which expires between January 1, 2018, and December 31, 2018, an annual registration fee shall be assessed. At the end of such time period such vehicle shall be subject to biennial registration;
- 3. Beginning January 1, 2019, all vehicles shall be registered for twenty-four (24) consecutive months. Expiration of such registration shall occur on the final day of the final month covered by the registration. The registration shall be renewed biennially upon application by the owner and payment of fees required by law to take effect on the first day of the month following the expiration of the registration being renewed;
- 4. The Oklahoma Tax Commission shall issue no refund of a biennial registration fee to a person who has paid the fee and moves out of state, transfers ownership of the vehicle to another party,

- changes registration classification, or suffers a loss of the vehicle due to damage or theft during the biennial registration period;
- 4 5. Except as provided otherwise in this section, the biennial 5 registration fee shall be assessed at the time of initial registration by the owner and every two (2) years thereafter, for 6 7 the use of the avenues of public access within this state, in an amount that is twice the registration fees provided in Section 1132 of this title. Further, any additional license and registration 10 fees to be paid at the time of registration , as provided in Title 11 47 of the Oklahoma Statutes, shall be assessed and collected for 12 each year of registration; and
 - 6. The registration provided for in this Section shall be in lieu of all other taxes, general or local, unless otherwise specifically provided.

1.3

14

15

16

17

18

19

- SECTION 2. AMENDATORY 47 O.S. 2011, Section 1113.2, as last amended by Section 7 of Enrolled House Bill No. 1845 of the 1st Session of the 56th Oklahoma Legislature, is amended to read as follows:
- Section 1113.2 A. The Executive Director of the Oklahoma Tax
 Commission shall initiate the reissue of the official vehicle
 license plates and substitute therefor a new license plate designed
 by the Oklahoma Tourism and Recreation Department with the approval
 of the Department of Public Safety.

Req. No. 7847

- B. 1. In addition to all other vehicle registration fees specified by law, beginning July 1, 2016, there is levied and there shall be paid to the Oklahoma Tax Commission a fee of Five Dollars (\$5.00) for each year of registration upon every vehicle to be registered.
 - 2. Beginning July 1, 2016, and ending June 30, 2017:

1.3

- a. eighty percent (80%) of all monies collected under the provisions of this subsection shall be deposited by the Oklahoma Tax Commission in the State Treasury to the credit of the State Public Safety Fund created in Section 2-147 of this title, and
- b. twenty percent (20%) of all monies collected under the provisions of this subsection shall be deposited by the Oklahoma Tax Commission to the credit of the Oklahoma Tax Commission Fund created in Section 221 of Title 62 of the Oklahoma Statutes.
- 3. Beginning July 1, 2017, all monies collected under the provisions of this subsection shall be deposited by the Oklahoma Tax Commission to the credit of the State Public Safety Fund created in Section 2-147 of this title.
- C. In addition to the monies apportioned by Section 1104 of this title, the following amounts of monies shall be placed to the credit of the Oklahoma Tax Commission Fund for the purpose of

1 conducting a new general issue of license plates commencing January 2 1, 2017:

- 1. For the fiscal year beginning July 1, 2016, and ending June 30, 2017, the first One Million Eight Hundred Thousand Dollars (\$1,800,000.00) collected or received by the Tax Commission pursuant to the registration of vehicles as provided by the Oklahoma Vehicle License and Registration Act; and
- 2. For the fiscal year beginning July 1, 2017, and ending June 30, 2018, the first Two Million Dollars (\$2,000,000.00) collected or received by the Tax Commission pursuant to the registration of vehicles as provided by the Oklahoma Vehicle License and Registration Act.
- D. Subject to the Oklahoma Tax Commission Fund receiving credit for the funds referenced in subsection C of this section, the Executive Director shall devise a numbering system suitable for a new general issue of license plates commencing January 1, 2017.

 Unless otherwise provided by the Oklahoma Vehicle License and Registration Act, new license plates will be issued to all registrants applying for an original or renewal registration on or after January 1, 2017, and will continue until all previously issued license plates have been replaced. Upon receipt of the new general issue license plate, registrants shall replace any previously issued Oklahoma general issue license plate currently displayed on their vehicle.

Req. No. 7847

E. The Tax Commission shall have the authority to promulgate any rules necessary to implement such a new general issue.

- F. Except for vehicles registered pursuant to the provisions of Section 1120 of this title and certain official special license plates, the new license plate design provided for in subsection A of this section shall be a part of all license plates issued on or after January 1, 2017. The Oklahoma Tax Commission may establish procedures for the purpose of allowing current registrants to reserve their present general issue or personalized license plate numbers for a fee of Fifteen Dollars (\$15.00), provided payment of the fees is received by the Tax Commission on or before November 1, 2016. The fees shall be deposited into the Oklahoma Tax Commission Reimbursement Fund for the purpose of conducting the new general issue of license plates.
- G. The license plates shall be issued with identification numbers and letters in a color that provides a distinct contrast with a light-colored background in the plate identification area. All license plates and decals shall be made with reflectorized material as a background to the letters, numbers and characters displayed thereon. The reflectorized material shall be of such a nature as to provide effective and dependable brightness during the service period for which the license plate or decal is issued.
- H. In furtherance of the public safety of Oklahoma drivers, the Department of Public Safety may request that the Oklahoma Tax

```
1 | Commission initiate subsequent reissues of the official vehicle
```

- 2 license plate. Provided however, such request shall not occur more
- 3 | frequently than five (5) years following the most recent reissue.
- 4 | Upon such request and subject to the Tax Commission receiving the
- 5 | necessary funds the Tax Commission shall initiate the reissue.
- 6 SECTION 3. AMENDATORY 47 O.S. 2011, Section 1115, as
- 7 | amended by Section 1, Chapter 337, O.S.L. 2012 (47 O.S. Supp. 2016,
- 8 | Section 1115), is amended to read as follows:
- 9 Section 1115. A. Unless provided otherwise by statute, the
- 10 | following vehicles shall be registered annually: manufactured
- 11 homes, vehicles registered with a permanent nonexpiring license
- 12 | plate pursuant to Section 1113 of this title, and commercial
- 13 | vehicles registered pursuant to the installment plan provided in
- 14 | subsection H of Section 1133 of this title. The following schedule
- 15 | shall apply for such vehicle purchased in this state or brought into
- 16 | this state by residents of this state:
- 1. Between January 1 and March 31, the payment of the full
- 18 | annual fee shall be required;
- 2. Between April 1 and June 30, the payment of three-fourths
- $20 \mid (3/4)$ the annual fee shall be required;
- 3. Between July 1 and September 30, the payment of one-half
- $22 \mid (1/2)$ the annual fee shall be required; and
- 4. Between October 1 and November 30, one-fourth (1/4) the
- 24 annual fee shall be required.

License plates or decals for each year shall be made available on December 1 of each preceding year for such vehicles. Any person who purchases such vehicle or manufactured home between December 1 and December 31 of any year shall register it within thirty (30) days from date of purchase and obtain a license plate or

Manufactured Home License Registration Decal, as appropriate, for the following calendar year upon payment of the full annual fee.

Unless provided otherwise by statute, all annual license, registration and other fees for such vehicles shall be due and payable on January 1 of each year and if not paid by February 1 shall be deemed delinquent.

- B. 1. All vehicles, other than those required to be registered pursuant to the provisions of subsection A of this section, shall be registered on a staggered system of registration and licensing on a monthly series basis to distribute the work of registering such vehicles as uniformly and expeditiously as practicable throughout the calendar year. After the end of the month following the expiration date, the license and registration fees for the new registration period shall become delinquent.
- 2. All fleet vehicles registered pursuant to new applications approved pursuant to the provisions of Section 1120 of this title shall be registered on a staggered system monthly basis.
- 3. Applicants seeking to establish Oklahoma as the base jurisdiction for registering apportioned fleet vehicles shall have a

one-time option of registering for a period of not less than six (6) months nor greater than eighteen (18) months. Subsequent renewals for these registrants will be for twelve (12) months, expiring on the last day of the month chosen by the registrant under the one-time option as provided herein. In addition, registrants with multiple fleets may designate a different registration month of expiration for each fleet.

As used in this section, "fleet" shall have the same meaning as set forth in the International Registration Plan.

- 4. Effective January 1, 2004, all motorcycles and mopeds shall be registered on a staggered system of registration. The Oklahoma Tax Commission shall notify in writing, prior to December 1, 2003, all owners of motorcycles or mopeds registered as of such date, who shall have a one-time option of registering for a period of not less than three (3) months nor greater than fifteen (15) months.

 Subsequent renewals for these registrants will be for twelve (12) months, expiring on the last day of the month chosen by the registrant under the one-time option as provided herein. All motorcycles and mopeds registered pursuant to new applications received on or after December 1, 2003, shall also be registered pursuant to the provisions of this paragraph.
- C. The following penalties shall apply for delinquent registration fees:

1. For fleet vehicles required to be registered pursuant to the provisions of Section 1120 of this title for which a properly completed application for registration has not been received by the Corporation Commission by the last day of the month following the registration expiration date, a penalty of thirty percent (30%) of the Oklahoma portion of the annual registration fee, or Two Hundred Dollars (\$200.00), whichever is greater, shall be assessed. The license and registration cards issued by the Corporation Commission for each fleet vehicle shall be valid until two (2) months after the registration expiration date;

- 2. For commercial vehicles registered under the provisions of subsection B of this section, except those vehicles registered pursuant to Section 1133.1 of this title, a penalty shall be assessed after the last day of the month following the registration expiration date. A penalty of twenty-five cents (\$0.25) per day shall be added to the license fee of such vehicle and shall accrue for one (1) month. Thereafter, the penalty shall be thirty percent (30%) of the annual registration fee, or Two Hundred Dollars (\$200.00), whichever is greater;
- 3. For new or used manufactured homes, not registered within thirty (30) days from date of purchase or date such manufactured home was brought into this state, a penalty equal to the registration fee shall be assessed; or

4. For all vehicles a penalty shall be assessed after the last day of the month following the expiration date and no penalty shall be waived by the Oklahoma Tax Commission or any motor license agent except as provided for in subsection H of Section 1133 and subsection C of Section 1127 of this title. A penalty of One Dollar (\$1.00) per day shall be added to the license fee of such vehicle, provided that the penalty shall not exceed One Hundred Dollars (\$100.00). Of each dollar penalty collected pursuant to this subsection:

1.3

- a. twenty-one cents (\$0.21) shall be apportioned as provided in Section 1104 of this title,
- b. twenty-one cents (\$0.21) shall be retained by the motor license agent, and
- c. fifty-eight cents (\$0.58) shall be deposited in the General Revenue Fund.
- D. In addition to all other penalties provided in the Oklahoma Vehicle License and Registration Act, the following penalties shall be imposed and collected by any Enforcement Officer of the Corporation Commission upon finding any commercial vehicle being operated in violation of the provisions of the Oklahoma Vehicle License and Registration Act.

The penalties shall apply to any commercial vehicle found to be operating in violation of the following provisions:

1. A penalty of not less than Fifty Dollars (\$50.00) shall be imposed upon any person found to be operating a commercial vehicle sixty (60) days after the end of the month in which the license plate or registration credentials expire without the current year license plate or registration credential displayed. Such penalty shall not exceed the amount established by the Corporation Commission pursuant to the provisions of subsection A of Section 1167 of this title. Revenue from such penalties shall be apportioned as provided in Section 1167 of this title;

- 2. A penalty of not less than Fifty Dollars (\$50.00) shall be imposed for any person operating a commercial vehicle subject to the provisions of Section 1120 or Section 1133 of this title without the proper display of, or, carrying in such commercial vehicle, the identification credentials issued by the Corporation Commission as evidence of payment of the fee or tax as provided in Section 1120 or Section 1133 of this title. Such penalty shall not exceed the amount established by the Corporation Commission pursuant to the provisions of subsection A of Section 1167 of this title. Revenue from such penalties shall be apportioned as provided in Section 1167 of this title; and
- 3. A penalty of not less than One Hundred Dollars (\$100.00) shall be imposed for any person that fails to register any commercial vehicle subject to the Oklahoma Vehicle License and Registration Act. Such penalty shall not exceed the amount

established by the Corporation Commission pursuant to the provisions
of subsection A of Section 1167 of this title. Revenue from such
penalties shall be apportioned as provided in Section 1167 of this
title.

- E. The Tax Commission, or Corporation Commission with respect to vehicles registered under Section 1120 or Section 1133 of this title, shall assess the registration fees and penalties for the year or years a vehicle was not registered. For vehicles not registered for two (2) or more years, the registration fees and penalties shall be due only for the current year and one (1) previous year registration period.
- F. In addition to any other penalty prescribed by law, there shall be a penalty of not less than Twenty Dollars (\$20.00) upon a finding by an enforcement officer that:
- 1. The registration of a vehicle registered pursuant to Section 1132 of this title is expired and it is sixty (60) or more days after the end of the month of expiration; or
- 2. The registration fees for a vehicle that is subject to the registration fees pursuant to Section 1132 of this title have not been paid.

Such penalty shall not exceed the amount established by the Corporation Commission pursuant to the provisions of subsection A of Section 1167 of this title. Revenue from such penalties shall be apportioned as provided in Section 1167 of this title.

G. If a vehicle is donated to a nonprofit charitable organization, the nonprofit charitable organization shall be exempt from paying any current or past due registration fees, excise tax, transfer fees, and penalties and interest. However, after the donation, if the person donating the vehicle, or someone on behalf of such person, purchases the same vehicle back from the nonprofit charitable organization to which the vehicle was donated, such person shall be liable for all current and past-due registration fees, excise tax, title or transfer fees, and penalties and interest on such vehicle.

1.3

SECTION 4. AMENDATORY 47 O.S. 2011, Section 1131, is amended to read as follows:

Section 1131. The Oklahoma Tax Commission shall annually notify all persons within the state who have a previous registration on record of the period for registration renewal. The Tax Commission shall send the notifications to the electronic mail address provided by the person. If a person does not provide an electronic mail address then the Tax Commission shall notify the person through the mail. The notifications shall contain all necessary information for such registration and licensing including a breakdown of all charges to be paid by the owner and shall contain instructions as to the procedure for renewal upon presentation to a motor license agent or by return mail to the Commission's state office. The content and form of the notice shall be determined by the Commission. Use of a

```
postcard or electronic mail type renewal notice is specifically
 1
                The Commission shall provide information on its public
    permitted.
 3
    website instructing persons on the procedure for obtaining an annual
    a notification via electronic mail, outlining all charges and fees
 5
    associated with the registration of a vehicle, as well as an
    explanation of the apportionment of vehicle fees and penalties.
 6
                                                                      The
 7
    cost of mailing shall be One Dollar ($1.00) for each year of
    registration for license plates and fifty cents ($0.50) for each
 8
 9
    year of registration for decals, titles or other forms or devices
10
    provided in this act. Provided, that the Commission may adjust any
11
    mailing costs as deemed appropriate to allow for increased or
12
    additional fees charged by the United States Postal Service.
```

Failure by any applicant to receive notification of renewal as provided by this act shall not excuse the applicant from properly obtaining any registration or license at the proper time by presenting proof of ownership to the Commission's state office or to a motor license agent.

13

14

15

16

17

18

19

20

21

22

23

24

SECTION 5. AMENDATORY 47 O.S. 2011, Section 1132, as amended by Section 2, Chapter 337, O.S.L. 2012 (47 O.S. Supp. 2016, Section 1132), is amended to read as follows:

Section 1132. A. For Except as provided in Section 1 of this act, for all vehicles, unless otherwise specifically provided by the Oklahoma Vehicle License and Registration Act, a registration fee shall be assessed at the time of initial registration by the owner

and annually thereafter, for the use of the avenues of public access
within this state and to fund programs related to criminal justice

in Oklahoma, in the following amounts:

1. For the first through the fourth year of registration in this state or any other state, Eighty-five Dollars (\$85.00);

- 2. For the fifth through the eighth year of registration in this state or any other state, Seventy-five Dollars (\$75.00);
- 3. For the ninth through the twelfth year of registration in this state or any other state, Fifty-five Dollars (\$55.00);
- 4. For the thirteenth through the sixteenth year of registration in this state or any other state, Thirty-five Dollars (\$35.00); and
- 5. For the seventeenth and any following year of registration in this state or any other state, Fifteen Dollars (\$15.00).

The registration fee provided for in this subsection shall be in lieu of all other taxes, general or local, unless otherwise specifically provided.

B. For all-terrain vehicles and motorcycles used exclusively for use off roads or highways purchased on or after July 1, 2005, and for all-terrain vehicles and motorcycles used exclusively for use off roads or highways purchased prior to July 1, 2005, which the owner chooses to register pursuant to the provisions of Section 1115.3 of this title, an initial and nonrecurring registration fee of Eleven Dollars (\$11.00) shall be assessed at the time of initial

registration by the owner. Nine Dollars (\$9.00) of the registration fee shall be deposited in the Oklahoma Tax Commission Reimbursement Fund. Two Dollars (\$2.00) of the registration fee shall be retained by the motor license agent. The fees required by subsection A of this section shall not be required for all-terrain vehicles or motorcycles used exclusively off roads and highways.

- C. For utility vehicles used exclusively for use off roads or highways purchased on or after July 1, 2008, and for utility vehicles used exclusively for use off roads or highways purchased prior to July 1, 2008, which the owner chooses to register pursuant to the provisions of Section 1115.3 of this title, an initial and nonrecurring registration fee of Eleven Dollars (\$11.00) shall be assessed at the time of initial registration by the owner. Nine Dollars (\$9.00) of the registration fee shall be deposited in the Oklahoma Tax Commission Reimbursement Fund. Two Dollars (\$2.00) of the registration fee shall be retained by the motor license agent. The fees required by subsection A of this section shall not be required for utility vehicles used exclusively off roads and highways.
- D. There shall be a credit allowed with respect to the fee for registration of a new vehicle which is a replacement for:
- 1. A new original vehicle which is stolen from the purchaser/registrant within ninety (90) days of the date of purchase

of the original vehicle as certified by a police report or other documentation as required by the Oklahoma Tax Commission; or

2. A defective new original vehicle returned by the purchaser/registrant to the seller within six (6) months of the date of purchase of the defective new original vehicle as certified by the manufacturer.

The credit shall be in the amount of the fee for registration which was paid for the new original vehicle and shall be applied to the registration fee for the replacement vehicle. In no event will the credit be refunded.

- E. Upon every transfer or change of ownership of a vehicle, the new owner shall obtain title for and, except in the case of salvage vehicles and manufactured homes, register the vehicle within thirty (30) days of change of ownership and pay a transfer fee of Fifteen Dollars (\$15.00) in addition to any other fees provided for in this act. No new decal shall be issued to the registrant. Thereafter, the owner shall register the vehicle annually on the anniversary date of its initial registration in this state and shall pay the fees provided in subsection A of this section and receive a decal evidencing such payment. Provided, used motor vehicle dealers shall be exempt from the provisions of this section.
- F. In the event a new or used vehicle is not registered, titled and tagged within thirty (30) days from the date of transfer of ownership, the penalty for the failure of the owner of the vehicle

```
1 | to register the vehicle within thirty (30) days shall be One Dollar
```

- (\$1.00) per day, provided that in no event shall the penalty exceed
- 3 One Hundred Dollars (\$100.00). No penalty shall be waived by the
- 4 Oklahoma Tax Commission or any motor license agent except as
- 5 | provided in subsection C of Section 1127 of this title. Of each
- 6 dollar penalty collected pursuant to this subsection:
- 7 1. Twenty-one cents (\$0.21) shall be apportioned as provided in
- 8 | Section 1104 of this title;
- 9 2. Twenty-one cents (\$0.21) shall be retained by the motor
- 10 | license agent; and
- 3. Fifty-eight cents (\$0.58) shall be deposited in the General
- 12 Revenue Fund.
- G. For a twelve-month period beginning January 1, 2018, Ten
- 14 | Million Three Hundred Thousand Dollars (\$10,300,000.00) in fees and
- 15 penalties derived pursuant to the provisions of this section shall
- 16 | be apportioned each month to the Criminal Justice Coordinating
- 17 | Council Fund created in Section 11 of this act.
- 18 | SECTION 6. AMENDATORY 47 O.S. 2011, Section 1132.1, is
- 19 amended to read as follows:
- Section 1132.1 A. There is levied and there shall be paid to
- 21 | the Oklahoma Tax Commission a fee of Three Dollars (\$3.00) for each
- 22 | year of registration upon every vehicle to be registered or
- 23 licensed, except for those licensed pursuant to subsection (c) of
- 24 | Section 1210.34 of Title 70 of the Oklahoma Statutes. Said fee

shall accrue and shall be collectible upon each vehicle under the same circumstances and shall be payable in the same manner and times as apply to vehicle licenses and registrations under the provisions of the Oklahoma Vehicle License and Registration Act; provided, said fee shall be paid in full for the then current year at the time any vehicle is first registered in a calendar year.

1

3

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

Two-thirds of the monies collected pursuant to this section В. shall be transferred by the Tax Commission each month to the State Treasurer for deposit in the General Revenue Fund. For the fiscal year beginning July 1, 1999, of the remaining one-third of the monies collected pursuant to this section each fiscal year, the first Four Hundred Thousand Dollars (\$400,000.00) shall be transferred by the Tax Commission to the State Treasurer for deposit in the Motor Vehicle Driver Education Revolving Fund created in Section 2 of this act and any amount in excess of Four Hundred Thousand Dollars (\$400,000.00) shall be transferred by the Tax Commission to the State Treasurer for deposit in the General Revenue Fund. For the fiscal year beginning July 1, 2000, and for each fiscal year thereafter, of the remaining one-third of the monies collected pursuant to this section each fiscal year, the first Nine Hundred Thousand Dollars (\$900,000.00) shall be transferred by the Tax Commission to the State Treasurer for deposit in the Motor Vehicle Driver Education Revolving Fund created in Section 2 of this act and any amount in excess of Nine Hundred Thousand Dollars

(\$900,000.00) shall be transferred by the Tax Commission to the State Treasurer for deposit in the General Revenue Fund.

- C. The collection and payment of said fee shall be a prerequisite to license or registration of any vehicle, except for those licensed pursuant to subsection (c) of Section 1210.34 of Title 70 of the Oklahoma Statutes.
- 7 SECTION 7. AMENDATORY 47 O.S. 2011, Section 1132.4, is 8 amended to read as follows:
 - Section 1132.4 A. In addition to other vehicle registration fees specified by law, there is levied and there shall be paid to the Oklahoma Tax Commission a fee of One Dollar (\$1.00) for each year of registration upon every vehicle to be registered. The fee shall accrue and shall be collectible upon each vehicle under the same circumstances and shall be payable in the same manner and times as apply to vehicle registrations under the provisions of the Oklahoma Vehicle License and Registration Act; provided, the fee shall be paid in full for the then current year at the time any vehicle is first registered in a calendar year.
 - B. Revenue from the fee levied in subsection A of this section shall be apportioned as follows:
 - 1. Fifty percent (50%) of the revenues shall be credited to the General Revenue Fund in the State Treasury; and
 - 2. Fifty percent (50%) of the revenues shall be deposited to the Oklahoma Law Enforcement Retirement Fund; provided, the first

Eight Hundred Fifty Thousand Dollars (\$850,000.00) of the revenues apportioned pursuant to the provisions of this paragraph each fiscal year shall be deposited to the Department of Public Safety Patrol Vehicle Revolving Fund created in Section 2-143 of this title for the purpose of purchasing patrol vehicles and aircraft.

- C. The collection and payment of the fees specified in this section shall be a prerequisite to license or registration of any vehicles.
- SECTION 8. AMENDATORY 47 O.S. 2011, Section 1132.6, is amended to read as follows:

Section 1132.6 A. In addition to other vehicle registration fees specified by law, there is levied and there shall be paid to the Oklahoma Tax Commission a fee of Three Dollars (\$3.00) for each year of registration upon every motorcycle registered pursuant to Section 1132 of Title 47 of the Oklahoma Statutes for use on roads and highways. The fee shall accrue and shall be collectible upon each motorcycle registered for use on roads and highways under the same circumstances and shall be payable in the same manner and times as apply to the registration of motorcycles for use on roads and highways under the provisions of the Oklahoma Vehicle License and Registration Act; provided, the fee shall be paid in full for the then current year at the time any vehicle is first registered in a calendar year.

- B. Revenue from the fee levied in subsection A of this section shall be transferred each month to the Department of Public Safety for deposit in the Motorcycle Safety and Education Program Revolving Fund created pursuant to Section 40-123 of Title 47 of the Oklahoma Statutes.
- C. The collection and payment of the fee specified in this section shall be a prerequisite to licensing or registration of any motorcycle.
- SECTION 9. AMENDATORY 47 O.S. 2011, Section 1140, is amended to read as follows:
 - Section 1140. A. The Oklahoma Tax Commission shall adopt rules prescribing minimum qualifications and requirements for locating motor license agencies and for persons applying for appointment as a motor license agent; provided, after the effective date of this act such qualifications and requirements shall apply to agents in all areas of this state. Such qualifications and requirements shall include, but not be limited to, the following:
 - 1. Necessary job skills and experience;
 - 2. Minimum office hours:

- 3. Provision for sufficient staffing, equipment, office space and parking to provide maximum efficiency and maximum convenience to the public;
- 4. Obtainment of a faithful performance surety bond as provided for by law;

5. A requirement that operation of a motor license agency be the primary source of income for said agent;

- 6. That the applicant has not been convicted of a felony and that no felony charges are pending against the applicant;
- 7. That a complete financial statement be submitted by the applicant on forms provided by the Tax Commission;
- 8. That a report of the applicant's credit history be obtained through the appropriate credit bureau; and
- 9. That the location specified in the application for appointment as a motor license agent not be owned by a member of the Oklahoma Legislature or any person related to a member of the Oklahoma Legislature within the third degree by consanguinity or affinity and that the location not be within a three-mile radius of an existing motor license agency unless the applicant is assuming the location of an operating agency. The Tax Commission may, at its discretion, approve the relocation of an existing agency within a three-mile radius of another existing agency only if a naturally intervening geographic barrier within that radius causes the locations to be separated by not less than three (3) miles of roadway by the most direct route.

After the necessary information has been forwarded to the Tax

Commission, each applicant shall be interviewed by the Tax

Commission or its designees and each item of information shall be reviewed.

Any person making application to the Tax Commission for the purpose of becoming a motor license agent shall pay when submitting the application, a nonrefundable application fee of One Hundred Dollars (\$100.00). All such application fees shall be deposited in the Oklahoma Tax Commission Revolving Fund.

Upon application by a person to serve as a motor license agent, in such counties, the Tax Commission shall make a determination whether such person and such location meets the qualifications and requirements prescribed herein and, if such be the case, shall appoint such person to serve as a motor license agent.

A motor license agent, appointed pursuant to this subsection shall be permitted to operate a motor license agency at a single location and shall be prohibited from operating subagencies or branch agencies, unless such subagencies or branch agencies were established prior to June 1, 1985.

Unless otherwise specifically provided, motor license agents appointed pursuant to this subsection shall be subject to all laws relating to motor license agents and shall be subject to removal at the will of the Tax Commission.

B. Before the effective date of this act, in all counties of this state having a population of less than one hundred thirty thousand (130,000) and in municipalities having a population of less than eight thousand five hundred (8,500) located in a county having a population in excess of one hundred thirty thousand (130,000),

according to the latest Federal Decennial Census, the Tax Commission shall appoint as many motor license agents as it deems necessary to carry out the provisions of the Motor Vehicle License and Registration Act. Provided, that in counties with a population in excess of twenty-five thousand (25,000) persons, according to the latest Federal Decennial Census, having only one motor license agent serving the county, the Tax Commission shall establish at least one additional agency to serve the county. Any motor license agent appointed pursuant to this subsection before the effective date of this act may continue to serve until such agent vacates the position by reason of resignation, removal, death or otherwise.

All motor license agents shall be self-employed independent contractors and shall be under the supervision of the Tax

Commission; provided, any agent authorized to issue registrations pursuant to the International Registration Plan shall also be under the supervision of the Corporation Commission, subject to rules promulgated by the Corporation Commission pursuant to the provisions of subsection E of Section 1166 of this title. Any such agent, upon being appointed, shall furnish and file with the Tax Commission a bond in such amount as may be fixed by the Tax Commission. Such agent shall be removable at the will of the Tax Commission. Such agent shall perform all duties and do such things in the administration of the laws of this state as shall be enjoined upon and required by the Tax Commission or the Corporation Commission.

Provided, the Tax Commission may operate a motor license agency in any county where a vacancy occurs.

1

3

5

6

7

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

- In the event of a vacancy existing by reason of resignation, removal, death or otherwise, in the position of any motor license agent, the Tax Commission is hereby empowered and authorized to take any and all actions it deems appropriate in order to provide for the orderly transition and for the maintenance of operations of the motor license agency including but not limited to the designation of one of its regular employees to serve as "acting agent" without bond, and to receive and expend all fees or charges authorized or provided by law and exercise the same powers and authority as a regularly appointed motor license agent. An acting agent may be authorized by the Tax Commission equally as the preceding agent to make disbursements from any balances in the preceding motor license agent's operating account and the agent's operating funds for the payment of expenses of operations and salaries and other overhead. If such funds are insufficient, the Tax Commission is authorized to expend from funds appropriated for the operation of the Tax Commission such amounts as are necessary to maintain and continue the operation of any such motor license agency until a successor agent is appointed and qualified. The Tax Commission may require a blanket fiduciary bond of the agency employees.
- D. Any motor license agency operated by a motor license agent who has been charged with a felony shall be closed immediately. The

State Auditor and Inspector shall immediately conduct an audit of such motor license agency and forward the report of the audit to the Tax Commission for review. The Tax Commission shall determine whether the motor license agency shall be reopened and operated by the motor license agent or whether the agency shall be reopened and operated by the Tax Commission. The review of the audit and the Tax Commission determination shall be effected as soon as possible to prevent additional inconvenience to the public.

1

3

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

When an application for registration is made with the Tax Commission, Corporation Commission or a motor license agent, a registration fee of One Dollar and seventy-five cents (\$1.75) for each year of registration shall be collected for each license plate or decal issued. Such fees shall be in addition to the registration fees on motor vehicles and when an application for registration is made to the motor license agent such motor license agent shall retain a fee as provided in Section 1141.1 of this title. When the fee is paid by a person making application directly with the Tax Commission or Corporation Commission, as applicable, the registration fees shall be in the same amount as provided for motor license agents and the fee provided by Section 1141.1 of this title shall be deposited in the Oklahoma Tax Commission Revolving Fund or as provided in Section 1167 of this title, as applicable. The Tax Commission shall prepare schedules of registration fees and charges for titles which shall include the fees for such agents and all fees

- and charges paid by a person shall be listed separately on the
 application and registration and totaled on the application and
 registration. The motor license agents shall charge only such fees
 as are specifically provided for by law, and all such authorized
 fees shall be posted in such a manner that any person shall have
 notice of all fees that are imposed by law.
 - F. No person shall be appointed as a motor license agent unless the person has attested under oath that the person is not related by affinity or consanguinity within the third degree to:
 - 1. Any member of the Oklahoma Legislature;

7

8

9

10

11

12

13

14

15

16

17

18

19

- 2. Any person who has served as a member of the Oklahoma Legislature within the two-year period preceding the date of appointment as motor license agent; or
 - 3. Any employee of the Tax Commission.
- G. Any motor license agent appointed under the provisions of this title shall be responsible for all costs incurred by the Tax Commission when relocating an existing motor license agency. The Tax Commission may waive payment of such costs in case of unforeseen business or emergency conditions beyond the control of the agent.
- 20 SECTION 10. AMENDATORY 47 O.S. 2011, Section 1141.1, as
 21 amended by Section 4, Chapter 158, O.S.L. 2012 (47 O.S. Supp. 2016,
 22 Section 1141.1), is amended to read as follows:
- Section 1141.1 A. Each motor license agent shall be entitled to retain the following amounts from the taxes and fees collected by

such agent to be used to fund the operation of the office of such motor license agent subject to the provisions of Sections 1140 through 1147 of this title:

- 1. Beginning July 1, 2005, Two Dollars and eighty-one cents (\$2.81) for each vehicle registered and for each special license plate issued pursuant to the Oklahoma Vehicle License and Registration Act. Beginning July 1, 2006, and thereafter, Three Dollars and fifty-six cents (\$3.56) for each year of registration for each vehicle registered and for each special license plate issued pursuant to the Oklahoma Vehicle License and Registration Act;
- 2. One Dollar and twenty-five cents (\$1.25) for each certificate of title issued for boats and motors pursuant to the Oklahoma Statutes:
- 3. For each certificate of registration issued for boats and motors pursuant to the Oklahoma Statutes, an amount determined pursuant to the provisions of subsection B of this section;
- 4. Two Dollars and twenty-five cents (\$2.25) for each certificate of title issued pursuant to the Oklahoma Vehicle License and Registration Act. Provided, the fee retention amount for certificates of title issued pursuant to the provisions of subsection H of Section 1105 of this title, in which an insurer pays the optional twenty-two-dollar fee amount, is Four Dollars and fifty cents (\$4.50);

5. Beginning October 1, 2000, three percent (3%) of the vehicle excise tax collected pursuant to Section 2103 of Title 68 of the Oklahoma Statutes. Beginning July 1, 2001, each motor license agent shall be entitled to retain three and one hundred twenty-five one-thousandths percent (3.125%) of the vehicle excise tax collected pursuant to Section 2103 of Title 68 of the Oklahoma Statutes. Beginning July 1, 2002, and for all subsequent years, each motor license agent shall be entitled to retain three and twenty-five one-hundredths percent (3.25%) of the vehicle excise tax collected pursuant to Section 2103 of Title 68 of the Oklahoma Statutes. However, beginning July 1, 2003, the Legislature shall annually review the percentage to be retained by the motor license agents pursuant to this paragraph to determine whether such percentage should be adjusted;

- 6. Four percent (4%) of the excise tax collected on the transfer of boats and motors pursuant to the Oklahoma Statutes;
- 7. Two Dollars (\$2.00) for each driver license, endorsement, identification license, or renewal or duplicate issued pursuant to Section 6-101 et seq. of this title;
- 8. Two Dollars (\$2.00) for the recording of security interests as provided in Section 1110 of this title;
- 9. Two Dollars (\$2.00) for each inspection conducted pursuant to subsection L of Section 1105 of this title;

1 10. Three Dollars (\$3.00) for each inspection conducted
2 pursuant to subsection M of Section 1105 of this title;

3

4

5

6

7

10

1.3

14

15

16

17

18

19

20

21

- 11. One Dollar (\$1.00) for each certificate of ownership filed pursuant to subsection R of Section 1105 of this title;
 - 12. One Dollar (\$1.00) for each temporary permit issued pursuant to Section 1124 of this title;
- 13. One Dollar and fifty cents (\$1.50) for processing each proof of financial responsibility, driver license information, insurance verification information, and other additional information as provided in Section 7-602 of this title;
- 14. The mailing fees and registration fees provided in Sections
 12 1131 and 1140 of this title;
 - 15. The notary fee provided in Section 1143 of this title;
 - 16. Three Dollars (\$3.00) for each lien entry form completed and recorded on a certificate of title pursuant to subsection G of Section 1105 of this title;
 - 17. Seven Dollars (\$7.00) for each notice of transfer as provided by subsection B of Section 1107.4 of this title;
 - 18. Seven Dollars (\$7.00) for each certificate of title or each certificate of registration issued for repossessed vehicles pursuant to Section 1126 of this title;
- 19. Any amount specifically authorized by law to be retained by
 the motor license agent for the furnishing of a summary of a traffic
 record; and

20. Beginning July 1, 2009, each motor license agent shall also be entitled to a portion of the penalties for delinquent registration or payment of excise tax as provided for in subsection C of Section 1115, subsection F of Section 1132 and subsection C of Section 1151 of this title and of subsection A of Section 2103 of Title 68 of the Oklahoma Statutes.

The balance of the funds collected shall be remitted to the Oklahoma Tax Commission as provided in Section 1142 of this title to be apportioned pursuant to Section 1104 of this title.

B. For each certificate of registration issued for boats and motors, each motor license agent shall be entitled to retain the greater of One Dollar and twenty-five cents (\$1.25) or an amount to be determined by the Tax Commission according to the provisions of this subsection. At the end of fiscal year 1997 and each fiscal year thereafter, the Tax Commission shall compute the average amount of registration fees for all boats and motors registered in this state during the fiscal year and shall multiply the result by six and twenty-two one-hundredths percent (6.22%). The resulting product shall be the amount which may be retained by each motor license agent for each certificate of registration for boats and motors issued during the following calendar year.

SECTION 11. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 20m of Title 74, unless there is created a duplication in numbering, reads as follows:

A. There is hereby created the "Criminal Justice Coordinating Council".

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

- B. The Council shall consist of six (6) members as follows:
- 1. The Attorney General or a designee, who shall also serve as the Council Chairman;
- 2. The Commissioner of the Department of Mental Health and Substance Abuse Services or a designee;
 - 3. The Director of the Department of Corrections or a designee;
 - 4. The Executive Coordinator of the District Attorneys Council or a designee;
 - 5. The Administrative Director of the Courts or a designee; and
 - 6. The Director of the Office of Management and Enterprise Services or a designee.
 - C. The Council shall not have the right to exercise any portion of the sovereign power of the state. A member of the Council shall not be disqualified from holding any public office or employment by reason of appointment or membership on the Council, nor shall the member forfeit the office or employment by reason of appointment to this Council.
- D. The Council shall study, evaluate and make recommendations concerning the creation of diversion programs in Oklahoma including, but not limited to, alternative sentencing, supervision and treatment options for defendants who commit simple drug possession crimes.

- E. The Council shall prepare a report of its findings and recommendations and transmit the report not later than December 1, 2018, to the Speaker of the Oklahoma House of Representatives and the President Pro Tempore of the Oklahoma State Senate.
- F. There is hereby created in the State Treasury a fund for the Criminal Justice Coordinating Council to be designated the "Criminal Justice Coordinating Council Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of monies received pursuant to Section 1132 of Title 47 of the Oklahoma Statutes and any monies designated to the fund by law. All monies accruing to the credit of the fund are hereby appropriated and may be budgeted and expended by the Criminal Justice Coordinating Council for the purpose of fulfilling the Council's duties under the provisions of this section. Expenditures from the fund shall be made upon warrants issued by the State Treasurer against claims filed as prescribed by law with the Director of the Office of Management and Enterprise Services for approval and payment.

SECTION 12. This act shall become effective November 1, 2017.

20 56-1-7847 JM 05/08/17