

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	HB 2638
Version:	INT
Request Number:	8825
Author:	Rep. Roberts, D.
Date:	02/12/2018
Impact:	SHCM Fund: estimated \$1,082,000/yr.

Research Analysis

HB2638, as introduced, creates an annual motor fuels tax fee equal to \$150 for electric vehicles and \$30 for hybrid vehicles. The fee takes effect January 1, 2019 and revenue from the fee will be credited to the State Highway Construction and Maintenance Fund. The measure also directs the lesser of \$10,000 or 1.5 percent of total collections from the fee to be used for the development and maintenance of alternative fuel corridors. Lastly, the measure removes language and repeals a section of law related to motor fuels tax fees that was ruled unconstitutional by the Oklahoma Supreme Court.

Prepared By: Quyen Do

Fiscal Analysis

Oklahoma Tax Commission (OTC) records indicate that there are currently 893 low speed and 186 medium speed electric vehicles registered in Oklahoma. According to the U.S. Department of Energy Office of Energy Efficiency and Renewable Energy, approximately 806 plug-in electric vehicles (PEVs) are owned in OK, bringing the total to an estimated 1,885 vehicles that would be subject to the \$150 registration fee proposed in HB 1449. 1,885 vehicles at \$150 each results in additional estimated motor vehicle revenues of \$282,750.

According to the U.S. Department of Energy Office of Energy Efficiency and Renewable Energy, approximately 26,642 hybrid vehicles are owned in OK that would be subject to the \$30 registration fee proposed in HB 2638. 26,642 hybrid vehicles at \$30 each results in additional estimated motor vehicle revenues of \$799,260.

Fees for both vehicle types results in annual revenue of \$1,082,010. Revenue derived from such fees is to be deposited into the State Highway Construction and Maintenance Fund (SHCM Fund).

Prepared By: John McPhetridge

Other Considerations

None.