## <DateSubmitted>

## HOUSE OF REPRESENTATIVES CONFERENCE COMMITTEE REPORT

	resident: beaker:				
The C	onference Committee, to v	vhich was referred			
			HB1449		
Ву:	Roberts (Dustin) of the Ho	ouse and Bice of the	ne Senate		
Title:	Motor vehicles; registra date.	ation fee for electri	c drive motor vehicles; apportionm	nent; effective	
_			ereto, beg leave to report that we he same with the following recomme		
	That the Senate recede from That the attached Conference		ts No. 1, No. 2, No. 3 and No. 4; a ubstitute be adopted.	ind	
Respectfully submitted,					
House	Action	Date	Senate Action	Date	

## HB1449 CCR B

## **SENATE CONFEREES**

Allen		Newhouse	
Bass		Paxton	
Bergstrom		Pederson	
Bice		Pemberton	
Boggs		Pittman	
Brecheen		Pugh	
Brown		Quinn	
Dahm	_	Rader	
Daniels		Scott	
David		Sharp	
Dossett		Shaw	
Dugger		Silk	
Fields	_	Simpson	
Floyd		Smalley	
Fry		Sparks	
Griffin		Standridge	
Holt		Stanislawski	
Jech		Sykes	
Kidd		Thompson	
Leewright		Yen	
Marlatt			
Matthews			
McCortney			
Newberry			
House Action	Date	Senate Action	Date

1	STATE OF OKLAHOMA				
2	1st Session of the 56th Legislature (2017)				
3	CONFERENCE COMMITTEE				
4	SUBSTITUTE FOR ENGROSSED				
5	HOUSE BILL NO. 1449  By: Roberts (Dustin) of the House				
6	and				
7	Bice of the Senate				
8					
9					
10	CONFERENCE COMMITTEE SUBSTITUTE				
11	An Act relating to motor vehicle registrations; creating the Motor Fuels Tax Fee; establishing fee as				
12	a registration fee for certain types of vehicles; providing fee amount; clarifying circumstances and manner in which fee shall be paid; making fee a prerequisite to licensing and registration; apportioning fee revenue; defining terms; amending 69 O.S. 2011, Section 1521, as last amended by Section				
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15	93, Chapter 15, O.S.L. 2013 (69 O.S. Supp. 2016, Section 1521), which relates to the Rebuilding				
16	Oklahoma Access and Driver Safety Fund; modifying calculation of certain annual apportionments; clarifying language; authorizing certain expenditures; providing for codification; and				
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18	providing an effective date.				
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21	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:				
22	SECTION 1. NEW LAW A new section of law to be codified				
23	in the Oklahoma Statutes as Section 1132.7 of Title 47, unless there				
24	is created a duplication in numbering, reads as follows:				

A. In addition to other vehicle registration fees specified by law, for the year beginning January 1, 2018, and for each year thereafter, there is hereby levied and there shall be paid to the Oklahoma Tax Commission a Motor Fuels Tax Fee of:

- 1. One Hundred Dollars (\$100.00) upon every electric-drive motor vehicle to be registered; and
- 2. Thirty Dollars (\$30.00) upon every hybrid-drive motor vehicle to be registered.

The fee shall accrue and shall be collectible upon each electric-drive motor vehicle and hybrid-drive motor 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 electric-drive motor vehicle or hybrid-drive motor vehicle is first registered in a calendar year.

- B. The collection and payment of the fee specified in this section shall be a prerequisite to licensing or registration of any electric-drive motor vehicle or hybrid-drive motor vehicle.
- C. Revenue from the fee provided for in subsection A of this section shall be deposited in the State Treasury to the credit of the Rebuilding Oklahoma Access and Driver Safety Fund created in Section 1521 of Title 69 of the Oklahoma Statutes.

D. For purposes of this section:

1. "Electric-drive motor vehicle" means a vehicle subject to a registration fee as provided for in subsection A of Section 1132 of Title 47 of the Oklahoma Statutes that is propelled solely by electrical energy and is not capable of using gasoline, diesel or any other fuel for propulsion; and

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- 2. "Hybrid-drive motor vehicle" means a vehicle subject to a registration fee as provided for in subsection A of Section 1132 of Title 47 of the Oklahoma Statutes that is capable of being propelled at least in part by electrical energy through the use of a battery storage system of at least four (4) kilowatt-hours, is capable of being recharged from an external source of electricity and is also capable of using gasoline, diesel fuel or alternative fuel to propel the vehicle.
- SECTION 2. AMENDATORY 69 O.S. 2011, Section 1521, as

  last amended by Section 93, Chapter 15, O.S.L. 2013 (69 O.S. Supp.

  2016, Section 1521), is amended to read as follows:
  - Section 1521. A. There is hereby created in the State Treasury a fund to be known as the "Rebuilding Oklahoma Access and Driver Safety Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all appropriations and transfers made by the Legislature. All monies accruing to the credit of the fund are hereby appropriated and may be budgeted and expended each fiscal year by the Department of Transportation for the purposes authorized by subsection G 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.

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- B. There Beginning July 1, 2017, except for an amount equivalent to the amount of revenue apportioned pursuant to Section 1 of this act, there shall be apportioned to the funds specified in this subsection from the monies that would otherwise be apportioned to the General Revenue Fund by Section 2352 of Title 68 of the Oklahoma Statutes from the revenues derived pursuant to subsections A, B and E of Section 2355 of Title 68 of the Oklahoma Statutes amounts as follows:
- 1. For each fiscal year, subject to the provisions of paragraph 3 of this subsection, and, except for the amount prescribed by subparagraph a of this paragraph, subject to any reductions required by subsection F of this section, there shall be apportioned to the Rebuilding Oklahoma Access and Driver Safety Fund:
  - a. for the fiscal year beginning July 1, 2011, the first Thirty-five Million Seven Hundred Thousand Dollars (\$35,700,000.00), for the fiscal year beginning July 1, 2012, the first Forty-one Million Seven Hundred Thousand Dollars (\$41,700,000.00) and for the fiscal year beginning July 1, 2013, and for each fiscal year thereafter, Fifty-nine Million Seven Hundred Thousand

Dollars (\$59,700,000.00), which shall be allocated and used by the Department of Transportation first for the purpose of making any required payments for principal, interest or other costs of borrowing with respect to the obligations issued pursuant to Section 341 of Title 73 of the Oklahoma Statutes and after any such required payment has been made then for the purposes otherwise authorized by this section, plus

b. the total amount apportioned to the Rebuilding

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- b. the total amount apportioned to the Rebuilding
  Oklahoma Access and Driver Safety Fund for the
  preceding fiscal year which, except for the amount
  prescribed by subparagraph a of this paragraph, shall
  be apportioned before any other amount is apportioned
  pursuant to Section 2352 of Title 68 of the Oklahoma
  Statutes, plus
- c. an additional incremental amount which shall not be in excess of the amount prescribed by subparagraph a of this paragraph and that is required in order for the total apportionment to the Rebuilding Oklahoma Access and Driver Safety Fund from all sources for such fiscal year to equal Five Hundred Seventy-five Million Dollars (\$575,000,000.00).

All amounts apportioned pursuant to this paragraph shall be divided into twelve equal amounts to be apportioned each month

during the fiscal year except the amount specified in subparagraph a of this paragraph which amount shall be allocated in its full amount in cash not later than July 30 each year or such later date as may be required in order for the amount to be allocated in cash;

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- 2. For each fiscal year after the apportionments required by paragraph 1 of this subsection have been made:
  - a. the next Two Million Dollars (\$2,000,000.00) shall be apportioned to the Oklahoma Tourism and Passenger Rail Revolving Fund created pursuant to Section 325 of Title 66 of the Oklahoma Statutes to be used for capital and operating costs for the "Heartland Flyer" rail project, and
  - b. the next Three Million Dollars (\$3,000,000.00) shall be apportioned to the Public Transit Revolving Fund created pursuant to Section 4031 of this title to be used for purposes authorized by law other than the purpose described by subparagraph a of this paragraph.

All amounts apportioned pursuant to this paragraph shall be divided into twelve equal amounts to be apportioned each month during the fiscal year; and

3. For each fiscal year after the first fiscal year in which the total apportionment to the Rebuilding Oklahoma Access and Driver Safety Fund as provided by paragraph 1 of this subsection and from other sources equals Five Hundred Seventy-five Million Dollars

1 (\$575,000,000.00), except for an amount equivalent to the amount of revenue apportioned pursuant to Section 1 of this act, the first Five Hundred Seventy-five Million Dollars (\$575,000,000.00) 3 4 collected pursuant to subsections A, B and E of Section 2355 of 5 Title 68 of the Oklahoma Statutes and apportioned pursuant to Section 2352 of Title 68 of the Oklahoma Statutes that would 6 7 otherwise be apportioned to the General Revenue Fund shall be apportioned to the Rebuilding Oklahoma Access and Driver Safety 8 With the exception of the amount prescribed by subparagraph a 10 of paragraph 1 of this subsection, all amounts apportioned pursuant 11 to this paragraph shall be divided into twelve equal amounts to be 12 apportioned each month during the fiscal year.

C. The apportionments of revenues required by subparagraphs a, b and c of paragraph 1 of subsection B of this section shall be made until the total annual apportionment <u>from such sources in addition</u> to the apportionment made pursuant to Section 1 of this act to the Rebuilding Oklahoma Access and Driver Safety Fund equals Five Hundred Seventy-five Million Dollars (\$575,000,000.00). After such annual apportionment level is reached, the apportionment to the fund shall be governed by the provisions of paragraph 3 of subsection B of this section.

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D. The monies apportioned to the Rebuilding Oklahoma Access and Driver Safety Fund shall not be used to supplant or replace existing state funds used for transportation purposes.

In order to ensure that the funds from the ROADS Fund are used to enhance and not supplant state funding for the Department of Transportation, the State Board of Equalization shall examine and investigate expenditures from the fund each year. For purposes of this examination, monies used to retire outstanding debt obligations for which the Department of Transportation is responsible shall be excluded. At the meeting of the State Board of Equalization held within five (5) days after the monthly apportionment in February of each year, the State Board of Equalization shall issue a finding and report which shall state whether expenditures from the ROADS Fund were used to enhance or supplant state funding for the Department of Transportation. If the State Board of Equalization finds that state funding for the Department of Transportation was supplanted by funds from the ROADS Fund, the Board shall specify the amount by which such funding was supplanted. In this event, the Legislature shall not make any appropriations for the ensuing fiscal year until an appropriation in that amount is made to replenish state funding for the Department of Transportation.

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F. In the event that the Director of the Office of Management and Enterprise Services declares a General Revenue Fund revenue failure pursuant to Section 34.49 of Title 62 of the Oklahoma Statutes, and agency allocations are reduced pursuant to the provisions of Section 34.49 of Title 62 of the Oklahoma Statutes,

1 | the amounts that would otherwise be apportioned to the ROADS Fund 2 | by:

- 1. Subparagraph a of paragraph 1 of subsection B of this section, only to the extent that the amount is not required for debt service related to the obligations authorized pursuant to Section 341 of Title 73 of the Oklahoma Statutes;
- 2. Subparagraphs b and c of paragraph 1 of subsection B of this section; and
- 3. Subparagraphs a and b of paragraph 2 of subsection B of this section,

shall be reduced by a percentage equal to that required of the General Revenue Fund appropriations to state agencies and such reductions shall occur during the entire fiscal year and for any month during which such reductions are required by the Office of Management and Enterprise Services and by the same percentage as that required of the agencies for such General Revenue Fund appropriations.

- G. The Department of Transportation  $\frac{1}{2}$
- 1. Shall use the monies in the Rebuilding Oklahoma Access and Driver Safety Fund for:

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<u>a.</u> the construction and maintenance of state roads, bridges and highways;

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1	<u>b.</u>	the direct expenses of operating and maintaining the
2		state highway system, including bridges+,
3	<del>3. Direc</del>	<del>t</del>
4	<u>C.</u>	direct expenses incurred in constructing, repairing,
5		and maintaining state highways, farm-to-market roads,
6		county highways and bridges as authorized by $law_{ au_{\underline{I}}}$
7	4. Match	<del>ing</del>
8	<u>d.</u>	matching federal funds;,
9	5. The	
10	<u>e.</u>	the purchase of materials, tools, machinery, motor
11		vehicles, and equipment necessary or convenient for
12		the construction and maintenance of the state highway
13		system and bridges+,
14	<del>6. Debt</del>	
15	<u>f.</u>	<u>debt</u> service incurred prior to January 1, 2006, for
16		Capital Improvement Program bonds sold pursuant to
17		Section 2001 of this title; and
18	<del>7. Debt</del>	
19	<u>g.</u>	<u>debt</u> service incurred on or after July 1, 2009, with
20		respect to obligations authorized to be issued
21		pursuant to Section 341 of Title 73 of the Oklahoma
22		Statutes; and
23	2. Of the	e monies deposited in the Rebuilding Oklahoma Access
24	and Driver Sa	fety Fund pursuant to the apportionment of Motor Fuels

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    Tax Fees provided in Section 1 of this act, the lesser of Ten
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    Thousand Dollars (\$10,000.00) and one and one-half percent (1 1/2%)
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    of such monies may be used for the development and maintenance of
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    alternative fuel corridors as defined by the Federal Highway
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    Administration.
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            From the monies allocated pursuant to the provisions of
        Η.
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    subparagraph a of paragraph 1 of subsection B of this section each
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    fiscal year, the Department of Transportation shall make payments
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    required for the payment of principal, interest and other costs
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    related to the obligations issued by the Oklahoma Capitol
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    Improvement Authority as authorized by Section 341 of Title 73 of
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    the Oklahoma Statutes and such payments shall be made by the
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    Department each fiscal year before such monies are used for any
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    other purpose.
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        SECTION 3. This act shall become effective November 1, 2017.
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        56-1-7913
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