

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: April 2, 2018

BILL NUMBER: HB 3074 STATUS AND DATE OF BILL: Engrossed Bill 03/12/2018

AUTHORS: House Worthen Senate Kidd

TAX TYPE (S): Motor Vehicle SUBJECT: Other

PROPOSAL: Amendatory

Section 1 proposes to amend Section 4002 of the Oklahoma Vessel and Motor Registration Act by amending definitions of canoes, paddleboats and vessels and by adding definitions of kiteboard, paddleboard, sailboard and water-thrust device.

Section 2 proposes to amend 63 O.S. § 4005 which specifies vessels exempt from the titling and registration requirements of the Act to provide that canoes, kayaks or paddleboats as defined in Section 4002 of Title 63 when powered by any means other than human power, must be titled and registered pursuant to the provisions of the Act. Further, the measure provides that if requested by the owner and all applicable title and registration fees are paid, a vessel otherwise exempt from the applicable title and registration provisions must be titled and registered for purposes of proof of ownership or vessel identification.

EFFECTIVE DATE: November 1, 2018

REVENUE IMPACT:

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

FY 19: Minimal

FY 20: Minimal

ADMINISTRATIVE IMPACT:

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

FY 19: None

April 2, 2018
DATE

Rick Miller
DIVISION DIRECTOR

bjs

4-2-2018
DATE

Huan Gong for
REECE WOMACK, ECONOMIST

4-2-18
DATE

Jim Mink
FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT-HB 3074-[Engrossed]-Prepared 04/02/2018

Section 1 proposes to amend Section 4002 of the Oklahoma Vessel and Motor Registration Act by amending definitions of canoes, paddleboats and vessels and by adding definitions of kiteboard, paddleboard, sailboard and water-thrust device.

"Canoe" means a light narrow vessel with both ends typically tapered to a sharp point which is propelled solely by its occupants, using a single-bladed paddle as a lever without the aid of a fulcrum provided by oarlocks, thole pins, crutches or similar arrangements;

"Kayak" means a light narrow vessel with both ends typically tapered to a sharp point and propelled by double-bladed paddles as a lever without the aid of a fulcrum provided by oarlock, thole pins, crutches, or similar arrangements by one or more individuals seated inside or on top of the vessel and facing the direction of travel;

"Kiteboard" means a vessel, similar in appearance to a surfboard, with or without foot straps or bindings, combined with a large controllable kite to propel the rider and board across the water;

"Paddleboard" means a vessel similar in appearance to a surfboard intended to be propelled only by its occupants, using a single- or double-bladed paddle as a lever without the aid of a fulcrum provided by oarlocks, thole pins, crutches or similar arrangements;

"Sailboard" means a vessel, similar in appearance to a surfboard, equipped with a swivel mounted mast and sail not secured to a hull by guys or stays;

"Water-thrust device" means a device tethered to the water jet mechanism of a vessel in a manner so that the water jet of the powering vessel provides propulsion for the attached device. Such devices shall be considered a component of the powering vessel.

Section 2 proposes to amend 63 O.S. § 4005 which specifies vessels exempt from the titling and registration requirements of the Act to provide that canoes, kayaks or paddleboats as defined in Section 4002 of Title 63 when powered by any means other than human power, must be titled and registered pursuant to the provisions of the Act. Further, the measure provides that if requested by the owner and all applicable title and registration fees are paid, a vessel otherwise exempt from the applicable title and registration provisions must be titled and registered for purposes of proof of ownership or vessel identification.

Any impact to motor vehicle collections is minimal.

The Tax Commission has identified an administrative concern regarding the optional titling and registration provisions proposed in this measure which could result in breaks in a certain vessels chain of title should a subsequent owner of a previously titled vessel choose not to obtain a title in the new owner's name.

There is no estimated administrative impact associated with the proposed amendment.