

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: May 3, 2018

BILL NUMBER: HB 3374 **STATUS AND DATE OF BILL:** Enrolled 04/16/2018

AUTHORS: House Wallace Senate Thompson

TAX TYPE (S): Motor Vehicle **SUBJECT:** Administrative

PROPOSAL: Amendatory and New Law

The measures authorizes the Oklahoma Tax Commission to enter into a contract with a private vendor to market, design and sell personalized license plates in Oklahoma. [Detailed description attached].

It also proposes to change the fund to which the Piedmont Education Foundation special license plate revenues are deposited from the Piedmont Education Foundation License Plate Revolving Fund to the Piedmont Public Schools Education Foundation License Plate Revolving Fund.

EFFECTIVE DATE: November1, 2018

REVENUE IMPACT:

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

FY 19: Unknown

FY 20: Unknown

ADMINISTRATIVE IMPACT:

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

FY 19: Unknown

May 4, 2018
DATE

Rick Miller
DIVISION DIRECTOR

bjs

5-4-18
DATE

Reece Womack
REECE WOMACK, ECONOMIST

5-7-18
DATE

Jim Miller
FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT - HB 3374-[Enrolled] Prepared May 3, 2018

The measure authorizes the Oklahoma Tax Commission to enter into a contract with a private vendor to market, design and sell personalized license plates in Oklahoma. By administrative rule, the OTC is to establish fees for the issuance and renewal of special plates which are reasonable and necessary to cover costs related to the administration of the provisions of Section 1135.9 and associated with the award, implementation and enforcement of the contract including payment to the private vendor of the contracted amount to market and sell special plates. The authorized fees are in addition to all other registration fees provided by the Oklahoma Vehicle License and Registration Act. This Section prohibits certain acts by the Tax Commission relating to plate design and the restriction of the third party vendor to conduct reasonable events/auctions, offer a variety of plates or limit their ability to offer plates terms in excess of one year. The measure outlines contractual terms relating to recovery/reimbursement of OTC costs, minimum contract duration and prohibited acts. Fees collected which are in excess of the amounts needed to cover approved costs shall be deposited to the General Revenue Fund. The measure also allows the Commission to cancel a special plate when deemed in the best interests of the State. The measure also directs the OTC to implement a system where motor license agents may accept special plate applications under Section 1135.9.

It also proposes to change the fund to which the Piedmont Education Foundation special license plate revenues are deposited from the Piedmont Education Foundation License Plate Revolving Fund to the Piedmont Public Schools Education Foundation License Plate Revolving Fund.

The extent to which motor vehicle revenues are positively impacted and potential administrative costs/savings experienced as a result of this measure is unknown.