Bill Summary 1st Session of the 57th Legislature

Bill No.: SB 170
Version: FS1
Request No.: 2049
Author: Sen. Standridge
Date: 03/08/2019

Floor Substitute (FS)

The FS for SB 170 is the consolidated license plate bill. The measure authorizes motorcycle license plates to be issued for the Operation Iraqi Freedom Veteran license plates and the Operation Enduring Freedom Veteran license plates. The FS creates the Combat Action Badge Recipient, Iraq Combat Veterans, and Afghanistan Combat Veterans license plates and also authorizes the plates to be issued as motorcycle license plates. The measure also creates the Toastmasters International, Millwood High School Alumni, Patriot Guard Riders, Monarch Butterfly, Oklahoma Tennis Foundation, Oklahoma Women Veterans Organization, FIRST (For Inspiration and Recognition of Science and Technology), and Bixby School District license plates. The FS reauthorizes the Sooner State ABATE license plate and recodifies the Veterans of Foreign Wars license plate to allow for use of the organization's logo.

Prepared by: Kalen Taylor

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT FIRST REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT:

March 13, 2019

BILL NUMBER: SB 170 STATUS AND DATE OF BILL: Engrossed 03/11/2019

AUTHORS: House Fugate

Senate Standridge

TAX TYPE (S): Motor Vehicle SUBJECT: Other

PROPOSAL: Amendatory

Section 1 proposes to amend 47 O.S. § 1135.2 by striking availability of the Veterans of Foreign Wars special license plate. It further provides that the Operation Iraqi Freedom Veteran and the Operation Enduring Freedom Veteran special license plates shall also be designed for motorcycles. It also creates the Combat Action Badge Recipient, Iraq Combat Veterans, and Afghanistan Combat Veterans special license plates.

Section 2 proposes to amend 47 O.S. § 1135.3 by creating the Toastmasters International, Millwood High School Alumni, Patriot Guard Riders, and the Bixby School District special license plates.

Section 3 proposes to amend 47 O.S. § 1135.5 by reauthorizing the creation of the Sooner State ABATE special license plate¹ effective November 1, 2019. It also creates the Monarch Butterfly, Oklahoma Tennis Foundation, Veterans of Foreign Wars, Oklahoma Women Veterans Organization and FIRST (For Inspiration and Recognition of Science and Technology) special license plates.

Section 4 adds a new Section 1104.33 to provide that \$20 of the \$35 fee authorized pursuant to Section 1135.5 of Title 47 shall be deposited to the Monarch Butterfly License Plate Revolving Fund created by this section.

EFFECTIVE DATE:

November 1, 2019

REVENUE IMPACT:

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

> FY 20: Minimal FY 21: Minimal

<u>bis</u>

*The estimated revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.

¹ Sooner State ABATE License Plate was originally authorized by Laws 2017, c 339 § 1, effective November 1, 2017.

ATTACHMENT TO REVENUE IMPACT - SB 170 - [Engrossed] - Prepared 03/13/2019

Section 1 of the measure proposes to amend 47 O.S. § 1135.2 by striking availability of the Veterans of Foreign Wars special license plate. It further provides that the Operation Iraqi Freedom Veteran and the Operation Enduring Freedom Veteran special license plates shall also be designed for motorcycles. The plate for motorcycles may be of similar design to the one for motor vehicles or may be a new design in order to meet space requirements for a motorcycle license plate.

Section 1 also proposes to amend 47 O.S. § 1135.2 by creating the following special license plates:

- Combat Action Badge Recipient special license plate to be designed to honor recipients
 of the Combat Action Badge who present proper certification from the United States
 Army. The plate shall include the Combat Action Badge earned by the recipient.
 Qualifying persons may apply for this special license plate for vehicles having a rated
 carrying capacity of one ton or less or for a motorcycle. The motorcycle plate may be of
 similar design to the one for vehicles or a new design in order to meet the space
 requirements of a motorcycle license plate.
- Iraq Combat Veterans special license plate to be designed and issued to any honorably
 discharged or present member of the United States Armed Forces who saw combat in
 Opeation Iraqi Freedom. Qualifying persons may apply for this special license plate for
 vehicles having a rated carrying capacity of one ton or less or for a motorcycle. The
 motorcycle plate may be of similar design to the one for vehicles or a new design in order
 to meet the space requirements of a motorcycle license plate.
- Afghanistan Combat Veterans² special license plate to be designed and issued to any honorably discharged or present member of the United States Armed Forces who saw combat in Opeation Enduring Freedom. Qualifying persons may apply for this special license plate for vehicles having a rated carrying capacity of one ton or less or for a motorcycle. The motorcycle plate may be of similar design to the one for vehicles or a new design in order to meet the space requirements of a motorcycle license plate.

The annual fee for special license plates issued pursuant to the amended section is \$8 and is in addition to all other annual vehicle registration fees. The \$8 fee is deposited into the Oklahoma Tax Commission Reimbursement Fund to be used for the administration of the Oklahoma Vehicle License and Registration Act.

Section 2 proposes to amend 47 O.S. § 1135.3 by creating the following special license plates:

- Toastmasters International special license plate for any person wishing to demonstrate support for Toastmasters International. The license plate shall be designed in consultation with District 16 of Toastmasters International.
- Millwood High School Alumni special license plate for any person wishing to demonstrate support for the Millwood High School Alumni. The special license plate shall be designed in consultation with representatives of the Millwood High School Alumni Association.

² The paragraph creating the Afghanistan Combat Veterans License Plate incorrectly references the Iraq Combat Veteran license plate when describing the special plate application.

- Patriot Guard Riders special license plate for any person wishing to demonstrate support for Patriot Guard Riders. The license plate shall be designed in consultation with the Patriot Guard Riders of Oklahoma.
- Bixby School District special license plate for any person wishing to demonstrate support for the Bixby School District. The special license plate shall be designed in consultation with representatives of the Bixby School District.

The annual fee for special license plates authorized by this section is \$15 and shall be in addition to all other annual vehicle registration fees. Of the \$15 fee, \$8 shall be deposited into the OTC Reimbursement Fund with the remaining \$7 apportioned as motor vehicle collections pursuant to the provisions of 47 O.S. § 1104.

Section 3 proposes to amend 47 O.S. § 1135.5 by reauthorizing the creation of the Sooner State ABATE special license plate³ effective November 1, 2019.

Section 1135.5 of Title 47 of the Oklahoma Statutes provides that the Tax Commission shall not develop or issue any special license plates authorized by Section 1135.5 unless, within 180 days of such authorization, the Commission receives 100 prepaid applications for the authorized special license plate. The Sooner State ABATE did not receive the requisite number of applications. Because the monies received with the prepaid applications are returned to the applicant, the Motor Vehicle Division does not keep a record of the number of applications received when the total is less than the required minimum. If SB 170 is enacted, it will grant this group another 180 days of opportunity from the effective date of the measure to satisfy the statutory requirements for development and issuance.

Section 3 further proposes to amend 47 O.S. § 1135.5 by creating the following special license plates:

- Monarch Butterfly special license plate for any person wishing to demonstrate support for
 the operations of the Nature Conservancy in Oklahoma. The special license plate shall be
 designed in consultation with the Oklahoma Chapter of the Nature Conservancy. It
 provides for a payment of \$20.00 for each license plate issued to be deposited in the
 Monarch Butterfly License Plate Revolving Fund created in Section 4 of this act.
- Oklahoma Tennis Foundation special license plate for any person wishing to demonstrate support for the Oklahoma Tennis Foundation. The special plate shall be designed in consultation with the Oklahoma Tennis Foundation. It authorizes the Tax Commission to enter into a licensing agreement with the Oklahoma Tennis Foundation for use of its logo or design. The licensing agreement shall provide for a payment to the Oklahoma Tennis Foundation of not more than \$20.00 for each license plate issued.
- Veterans of Foreign Wars special license plate for any person wishing to demonstrate support for the Veterans of Foreign Wars Foundation. The special plate shall be designed in consultation with the Veterans of Foreign Wars Foundation. It authorizes the Tax Commission to enter into a licensing agreement with the Veterans of Foreign Wars Foundation for use of its logo or design. The licensing agreement shall provide for a payment to the Veterans of Foreign Wars Foundation of not more than \$20.00 for each license plate issued.
- Oklahoma Women Veterans Organization special license plate shall be designed and issued to any female veteran of any branch of the United States Armed Forces wishing to

³ Sooner State ABATE License Plate was originally authorized by Laws 2017, c 339 § 1, effective November 1, 2017

demonstrate support for the Oklahoma Women Veterans Organization. The special plate shall be designed in consultation with the Oklahoma Veterans Organization. It authorizes the Tax Commission to enter into a licensing agreement with the Oklahoma Women Veterans Organization for use of its logo or design. The licensing agreement shall provide for a payment to the referenced organization of not more than \$20.00 for each license plate issued.

• FIRST (For Inspiration and Recognition of Science and Technology) special license plate for any person wishing to demonstrate support for FIRST Robotics Programs. The special license plate shall be designed in consultation with the administration of FIRST. It authorizes the Tax Commission to enter into a licensing agreement with the FIRST for use of its logo or design. The licensing agreement shall provide for a payment to FIRST of not more than \$20.00 for each license plate issued.

The annual fee for special license plates issued pursuant to the amended section is \$35 and is in addition to all other annual vehicle registration fees. Of the \$35 fee, a specified amount shall be paid to the referenced organization pursuant to a licensing agreement or deposited in a designated fund with \$8 deposited in the OTC Reimbursement Fund to be used for administrative purposes associated with issuance of the special license plate and any remaining amounts of the \$35 fee apportioned as motor vehicle collections pursuant to 47 O.S. § 1104.

Section 4 adds a new Section 1104.33 to provide that \$20 of the \$35 fee authorized pursuant to Section 1135.5 of Title 47 shall be deposited to the Monarch Butterfly License Plate Revolving Fund created by this section.

The estimated revenue impact is minimal/positive.