

Fiscal Impact
2nd Session of the 57th Legislature

Bill No.:
Version:
Author:
Date:

SB 1376
INT
Sen. Bice
02/17/2020

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: January 28, 2020

BILL NUMBER: SB 1376 **STATUS AND DATE OF BILL:** Introduced Bill 1/14/2020 [REVISED]

AUTHORS: House n/a Senate Bice

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

PROPOSAL: Amendatory

SB 1376 amends 47 O.S. §§ 7-602 and 1141.1 which presently authorize motor license agents to charge and retain a \$1.50 fee for each verification of insurance coverage related to a vehicle registration renewal.¹ This measure would disallow the charging of the fee for vehicle registration renewal transactions completed on an online renewal system.

EFFECTIVE DATE: November 1, 2020

REVENUE IMPACT:

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

FY 21: Estimated decrease of \$212,000² in motor vehicle fees

FY 22: Estimated decrease of \$318,000³ in motor vehicle fees

<u>Feb. 18, 2020</u> DATE	<u>Rick Miller</u> DIVISION DIRECTOR	bdf
<u>2/18/2020</u> DATE	<u>Huan Gong</u> HUAN GONG, ECONOMIST	
<u>2/19/2020</u> DATE	<u>JID</u> FOR THE COMMISSION	

The 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 Oklahoma Tax Commission records indicate 201,405 registration renewals were completed through the online renewal system during FY 19.

² Of this amount, \$38,160 in insurance verification fees relate to transactions processed by motor license agents with \$173,840 attributable to Tax Commission transactions.

³ Of this amount, \$57,240 in insurance verification fees relate to transactions processed by motor license agents with \$260,760 attributable to Tax Commission transactions.