

BILL SUMMARY
2nd Session of the 58th Legislature

Bill No.:	SB 1600
Version:	CS
Request Number:	11305
Author:	Rep. Kerbs
Date:	4/18/2022
Impact:	Tax Commission:

Motor Vehicle Collections Decrease:
(\$2,447,000)

Administrative Costs:
\$7,000

Research Analysis

The committee substitute to SB 1600 provides beginning January 1, 2023 that applications for original REAL ID Compliant driver licenses or identification cards are to be made to Service Oklahoma or a licensed operator. Beginning January 1, 2023, Service Oklahoma employees or authorized licensed operators are to perform all document recognition and other requirements needed for approval of an original driver license or identification card application. Also, beginning July 1, 2022, and ending on May 31, 2023, motor license agents accepting applications for driver licenses for persons 65 years of age or older or honorably discharged veterans are to retain \$6.00 for a 4- year driver license and \$12.00 for an 8-year driver license to be deducted daily by the motor license agent or licensed operator receipts. State agencies shall not retain these fees.

Prepared By: Brad Wolgamott

Fiscal Analysis

Analysis provided by the Tax Commission:

Currently, no statutory fee is imposed for qualifying 100% disabled veterans and persons 65 years of age and older to obtain a driver license. Based on CY 2021 Department of Public Safety ("DPS") data, 148,321 four year driver licenses were issued to the referenced groups. Eight year driver licenses became available beginning August of 2021. For August, 2021 through December, 2021, DPS data indicates that 61,780 eight year driver licenses were issued. Utilizing this data, a 12 month projection indicates a total of 148,272 eight year driver licenses related to the subject individuals.

Assuming similar driver license transactions for FY 23 as those experienced in CY 21, accounting for the proposed fees and adjusting for the 11 month application of the change results in a \$2,446,758 increase in motor license agent retention fees for FY 23. The measure directs that these amounts be deducted from the motor license agent's or licensed operator's daily receipts. Consequently, a like decrease in motor vehicle collections will also occur for FY 23.

Prepared By: Mark Tygret

Other Considerations

ADMINISTRATIVE IMPACT

Additional development costs to modify the motor vehicle system consistent with the proposed statutory changes are estimated in the amount of \$7,000.

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