

# OKLAHOMA TAX COMMISSION

## REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT SECOND REGULAR SESSION, FIFTY-EIGHTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: 2/4/2022

BILL NUMBER: SB1660 STATUS AND DATE OF BILL: Introduced 1/20/2022

AUTHORS: House N/A Senate Allen

TAX TYPE (S): Motor Vehicle SUBJECT: Apportionment

PROPOSAL: Amendatory.

The measure proposes amending 47 O.S. § 1104, relating to vehicle license and registration fees and taxes by increasing apportionment cap to the County Improvements for Roads and Bridges Fund.

EFFECTIVE DATE: July 1, 2022 - Emergency

### REVENUE IMPACT:

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

FY23: Total of \$30,000,000 increase to County Improvement for Roads and Bridges Fund, and various counties with a \$30,000,000 decrease in Rebuilding Oklahoma Access and Driver Safety Fund

Feb. 5, 2022  
DATE

Rick Miller  
DIVISION DIRECTOR

mg

2/7/2022  
DATE

Huan Gong  
HUAN GONG, ECONOMIST

2/7/2022  
DATE

[Signature]  
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.*

**ATTACHMENT TO FISCAL IMPACT-SB1660 [Introduced] prepared: 2/4/2022**

SB1660 proposes to amend 47 O.S. § 1104, relating to vehicle license and registration fees and taxes by increasing the apportionment cap to the County Improvements for Roads and Bridges Fund ("CIRB") from \$120,000,000 to \$150,000,000.

Under current law, 20% of the vehicle license and registration fees and tax collections is allocated to CIRB fund which is capped at \$120,000,000. The 25% of the monthly allocation to CIRB fund should be distributed to the various counties. Therefore, pursuant to 47 O.S. § 1104, \$90,000,000 is allocated to the CIRB fund with the remaining \$30,000,000 apportioned to the various counties of the state. Any amount excess of \$120,000,000 is placed to Rebuilding Oklahoma Access and Driver Safety Fund ("ROADS") pursuant to 69 O.S. § 1521.

Under this proposal, with the increase in allocation cap to \$150,000,000, the total allocation to CIRB fund and various counties of the state will increase by \$30,000,000. Pursuant to 47 O.S. § 1104, allocations to CIRB fund shall be \$112,500,000, and the remaining \$37,500,000 shall be apportioned to the various counties of the state. Under this proposal, there will be a decrease in the amount allocated to ROADS fund by \$30,000,000. Based on forecasted FY23 Motor Vehicle collections<sup>1</sup> it is estimated that the allocation under 47 O.S. § 1104 for CIRB meets a \$150,000,000 cap.

There will be no net revenue impact to Motor Vehicle collections with this proposal.

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<sup>1</sup> Based on revenue forecast for FY23 prepared for the Office of Management and Enterprises Services by the Oklahoma Tax Commission – December 14, 2021.