

STATE OF OKLAHOMA

2nd Session of the 59th Legislature (2024)

HOUSE BILL 3748

By: Grego

AS INTRODUCED

An Act relating to revenue and taxations; imposing tax in lieu of ad valorem tax on unmanufactured farm products; providing apportionment of revenue; amending 68 O.S. 2021, Section 2805, which relates to the ad valorem tax code; providing taxes on unmanufactured farm products to be levied in lieu of ad valorem tax; providing for codification; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 5411 of Title 68, unless there is created a duplication in numbering, reads as follows:

All unmanufactured farm products shall be assessed at the rate equal to one-tenth of one percent (1/10 of 1%) of the gross value of the unmanufactured farm products within such county.

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 5411 of Title 68, unless there is created a duplication in numbering, reads as follows:

1 The revenue derived from the tax imposed pursuant to the
2 provisions of Section 1 of this act shall be apportioned by the
3 county treasurer of the county to which payment has been made to the
4 various local taxing jurisdictions that would otherwise have imposed
5 a millage levy on the taxable value of the affected personal
6 property in the same proportion as each of such taxing
7 jurisdiction's millage rate, including any sinking fund millage
8 rate, bears to the total of all millage rates, including sinking
9 fund millage rates, imposed by all such taxing jurisdictions for the
10 applicable year.

11 SECTION 3. AMENDATORY 68 O.S. 2021, Section 2805, is
12 amended to read as follows:

13 Section 2805. The following fees or taxes levied by the
14 provisions of the Oklahoma Statutes shall be in lieu of ad valorem
15 tax, whether in lieu of real property tax, personal property tax, or
16 both as provided by law:

17 1. The registration fees and taxes imposed upon aircraft by
18 Section 251 et seq. of Title 3 of the Oklahoma Statutes;

19 2. Registration fees for motor vehicles as provided in Section
20 1103 of Title 47 of the Oklahoma Statutes, except as otherwise
21 specifically provided;

22 3. The fee imposed upon transfers of used vehicles in lieu of
23 the ad valorem tax upon inventories of used motor vehicles by
24 Section 1137.1 of Title 47 of the Oklahoma Statutes;

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1 4. The registration and license fees imposed upon vessels and
2 motors pursuant to the Oklahoma Vessel and Motor Registration Act,
3 Section 4001 et seq. of Title 63 of the Oklahoma Statutes;

4 5. The taxes levied upon the gross production of substances
5 pursuant to Section 1001 of this title;

6 6. The taxes levied upon the gross production of substances
7 pursuant to Section 1020 of this title;

8 7. The tax imposed upon gross receipts pursuant to Section 1803
9 of this title;

10 8. The tax imposed upon certain textile products pursuant to
11 Section 2001 of this title;

12 9. The tax imposed upon certain freight cars pursuant to
13 Section 2202 of this title;

14 10. The tax imposed on certain parts of the inventories, both
15 new and used items, owned and/or possessed for sale by retailers of
16 farm tractors and other equipment pursuant to Sections 1 through 4
17 of this act;

18 11. The tax imposed upon certain unmanufactured farm products
19 pursuant to Section 1 of this act;

20 12. The tax imposed upon inventories of new vehicles and
21 certain vessels pursuant to Section 5301 of this title; and

22 ~~12.~~ 13. Such other fees or taxes as may be expressly provided
23 by law to be in lieu of ad valorem taxation.

1 SECTION 4. This act shall become effective November 1, 2024.

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