

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB1859
Version:	SAHB
Request Number:	
Author:	Rep. Kerbs
Date:	5/6/2024
Impact:	\$440,000 in Additional Fee Revenue \$3,000,000 - \$4,000,000 Implementation Costs

Research Analysis

HB 1859 requires Service Oklahoma to print all credentials, driver licenses and identification cards within the boundaries of the state by November 1, 2025. In the event of an emergency or if not economically feasible, Service Oklahoma may print outside the state after notice is provided to the Governor, Speaker and President Pro Tempore. The measure allows for the expedited delivery of a credential, driver license or identification card if a \$40 expedited delivery fee is paid.

The Senate amendments restore title and remove a provision relating to exempting Service Oklahoma from the Public Competitive Bidding Act upon the build-out of a new facility for printing driver licenses.

Prepared By: Brad Wolgamott

Fiscal Analysis

The Senate amendment to engrossed HB 1859 restores title and removes a provision exempting Service Oklahoma from the Public Competitive Bidding Act in regards to building this facility.

Engrossed HB 1859 requires all state credentials processed in Oklahoma to be printed within the state boundary of Oklahoma no later than November 1, 2025. Currently, all credentials processed by Service Oklahoma and licensed operators are printed by a third-party vendor located in Illinois. The current printing cost per credential, including postage and hardware maintenance, ranges from \$4.75 for a four-year credential to \$7.65 for an eight-year credential. Service Oklahoma estimates that, based on other jurisdictions who have implemented similar programs, to incur an one-time implementation cost ranging between Three Million (\$3,000,000.00) and Four Million dollars (\$4,000,000.00) to stand up an in-state print house.

This measure also allows for applicants to elect for expedited delivery for their credential for an additional fee of Forty dollars (\$40.00). Assuming a ten percent (10%) usage rate for expedited delivery, Service Oklahoma estimates Four Hundred Forty Thousand dollars (\$440,000.00) in additional fee revenue generated from this measure.

Prepared By: Jay St Clair, House Fiscal Staff

Other Considerations

None.

