

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB3898
Version:	SUBPCS1
Request Number:	9891
Author:	Rep. Davis
Date:	2/12/2024
Impact:	FY-25: \$9,424,761 MV Collections Increase
	FY-26: \$7,383,452 MV Collections Decrease
	ServiceOK Administrative Costs: \$76,000

Research Analysis

Pending

Prepared By: House Research Staff

Fiscal Analysis

The proposed subcommittee substitute to HB 3898 would permit biennial or triennial registration for fleet vehicles, commercial vehicles, and trailers. Per ServiceOK, biennial registration for non-commercial vehicles occurs at a rate of 22%. Based on this rate and the registration rates in other states, ServiceOK projects that biennial commercial vehicle registration will occur at a rate of 15% and triennial commercial vehicle registration will occur at a rate of 10%. ServiceOK also projects that customers with commercial trailers will opt for biennial registration at a rate of 35% and triennial registration at a rate of 25%.

Due to the effective date of November 1, 2024 for this measure, these registration options would impact both FY-25 and FY-26 motor vehicle collections. The measure is estimated to increase motor vehicle collections for the final eight (8) months of FY-25 by Nine Million, Four Hundred Thousand dollars (\$9,400,000.00) as well as an estimated increase to motor vehicle collections for the first four (4) months of FY-26 by Two Million dollars (\$2,000,000.00). The final eight (8) months of FY-26 would receive an estimated decrease in motor vehicle collections by Nine Million, Four Hundred Thousand dollars (\$9,400,000.00), thus resulting in an estimated net decrease for FY-26 of Seven Million, Four Hundred Thousand dollars (\$7,400,000.00).

Additionally, as motor vehicle collection revenue is apportioned pursuant to 47 O.S. §1104, there would be a shift of revenue available for apportionment for the subsequent fiscal years. This would be in contrast to the relatively consistent revenue available for apportionment typically.

ServiceOK estimates administrative costs related to the implementation of this measure to total Seventy-six Thousand dollars (\$76,000.00).

Prepared By: Jay St Clair, House Fiscal Staff

Other Considerations

None.

