

OKLAHOMA TAX COMMISSION

**FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT
FIRST REGULAR SESSION, FIFTY-THIRD OKLAHOMA LEGISLATURE**

DATE OF IMPACT STATEMENT: March 5, 2011

BILL NUMBER: HB 1908 STATUS AND DATE OF BILL: Introduced 01/14/11

AUTHORS: House Jackson Senate n/a

TAX TYPE (S): Motor Vehicle SUBJECT: Administrative

PROPOSAL: Amendatory

This bill proposes to remove the Tax Commission as an option for taxpayers in the online registration renewal system (CARS) and to remove language passed last year providing that the amount of fees remitted to tag agents for each registration renewal processed by the tag agent through the online system shall be reduced by \$1.56.

EFFECTIVE DATE: Upon Passage and Approval

REVENUE IMPACT:

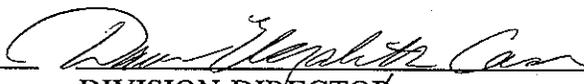
Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 12: \$117,000 decrease in motor vehicle collections

ADMINISTRATIVE IMPACT:

Insert the estimated cost or savings to the Tax Commission due to this proposed legislation.

FY 11: Unknown at this time

<u>3/9/11</u> DATE	<u></u> DIVISION DIRECTOR	<u>rgm</u>
<u>3/10/11</u> DATE	<u></u> REECE WOMACK, ECONOMIST	
<u>3/10/11</u> DATE	<u></u> FOR THE COMMISSION	

Attachment to Fiscal/Administrative Impact for HB 1908 (Intro.) -- prepared 03/05/11

This bill proposes to remove the Tax Commission as an option for taxpayers in the online registration renewal system (CARS) and to remove language passed last year providing that the amount of fees remitted to tag agents for each registration renewal processed by the tag agent through the online system shall be reduced by \$1.56.

Based upon current taxpayer participation and projected growth levels in the online registration renewal process it is estimated that 75,000 (CARS) transactions will occur in FY 12. Multiplying this amount by the proposed increase of \$1.56 in tag agent retentions for each such transaction, results in an estimated decrease of \$117,000.00 in motor vehicle collections for FY 12. (75,000 x \$1.56 = \$117,000.00)*

The estimated administrative impact associated with removing the Tax Commission as an option in the online registration renewal system is unknown at this time.

*The effective date for HB 1908 is Upon Passage and Approval. This impact is based upon the assumption that by the time House Bill 1908 would be passed out of both Houses of the Legislature and sent to the Governor for signing and then -- if necessary -- the (CARS) system was adjusted accordingly, any revenue impact for FY 11 would be negligible.