OKLAHOMA TAX COMMISSION

FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT
SECOND REGULAR SESSION, FIFTY-FIFTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: December 2, 2015

BILL NUMBER: SB 871 **STATUS AND DATE OF BILL:** Introduced 11/16/2015

AUTHORS: House n/a Senate Anderson

TAX TYPE (S): Motor Vehicle **SUBJECT:** Other

PROPOSAL: Amendatory

The measure proposes to amend 47 O.S. § 1127 by removing the requirement for active duty certification by the appropriate military officer for purposes of qualifying for the $15 reduced vehicle registration rate for vehicles of active duty military service members.

EFFECTIVE DATE: November 1, 2016

REVENUE IMPACT:

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

FY 17: Minimal decrease in motor vehicle collections
FY 18: Minimal decrease in motor vehicle collections

ADMINISTRATIVE IMPACT:

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

FY 17: None

Dec. 2, 2015 — Rick Miller — bjs
DATE — DIVISION DIRECTOR

12-4-15 — Reece Womack
DATE — REECE WOMACK, ECONOMIST

12/7/15 — Don Cox
DATE — FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT-SB 871-[Introduced]-Prepared December 2, 2015.

The measure proposes to amend 47 O.S. § 1127 by removing the requirement for active duty certification by the appropriate military officer for purposes of qualifying for the $15 reduced vehicle registration rate for vehicles of active duty military service members.

Currently, in order to obtain the reduced vehicle registration rate under Section 1127 of Title 47 the applicant must provide a properly completed U.S. Armed Forces Affidavit (OTC Form 779) which requires 1) the signature of the active duty military service person ***and*** 2) the signature of an officer for the organization to which the military service person is assigned.[1] The proposed amendment would remove the second requirement.

A minimal reduction in motor vehicle collections is estimated to occur as a result of this measure. No administrative costs/savings to the Oklahoma Tax Commission are associated with this proposal.

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1 Certification by an officer of the U.S. Armed Forces organization is not required in instances when the active duty military service person is serving in a foreign country. OAC 710:60-3-25(b)(2)