

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: April 19, 2016

BILL NUMBER: SB 1062 **STATUS AND DATE OF BILL:** Committee Report 04/05/2016

AUTHORS: House Hoskin Senate Paddack

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

PROPOSAL: Amendatory

Section 1 proposes to amend 47 O.S. § 1135.5 by creating A Brotherhood Aiming Toward Education of Oklahoma (ABATE) special license plate for any person wishing to provide financial support for the ABATE of Oklahoma Foundation. The special license plate shall be designed in consultation with the ABATE of Oklahoma Foundation. The special license plate may be issued for a vehicle or motorcycle in any combination of numbers and letters from one to a maximum of seven, as for personalized plates. It states that as space permits the motorcycle special plate may be of similar design to the one for vehicles or a new design in order to meet the space requirements of a motorcycle license plate. It authorizes the OTC to enter into a licensing agreement with ABATE to pay a licensing fee for use of the association's logo or design. This agreement must provide for a payment of \$20 for each license plate issued. Section 1 also creates the Oklahoma Oil and Natural Gas special license plate for any person wishing to demonstrate support for the Oklahoma oil and natural gas industry. The special plate shall be designed in consultation with the Oklahoma Energy Resources Board.

Section 2 proposes to amend 52 O.S. § 288.7 to provide for deposit of the special license plate fees for the Oklahoma Oil and Natural Gas special license plate in the Energy Resources Revolving Fund.

Section 3 proposes to create in the State Treasury a revolving fund for the Oklahoma Department of Public Safety to be designated the ABATE of Oklahoma License Plate Revolving Fund.

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

FY 18: Minimal

ADMINISTRATIVE IMPACT:

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

FY 17: None

Apr. 19, 2016
DATE

Rick Miller
DIVISION DIRECTOR

bjs

4-21-16
DATE

Reece Womack
REECE WOMACK, ECONOMIST

4/22/16
DATE

Dean Cash
FOR THE COMMISSION

Section 1 proposes to amend 47 O.S. § 1135.5 by creating A Brotherhood Aiming Toward Education of Oklahoma (ABATE) special license plate for any person wishing to provide financial support for the ABATE of Oklahoma Foundation. The special license plate shall be designed in consultation with the ABATE of Oklahoma Foundation. The special license plate may be issued for a vehicle or motorcycle in any combination of numbers and letters from one to a maximum of seven, as for personalized plates. It states that as space permits the motorcycle special plate may be of similar design to the one for vehicles or a new design in order to meet the space requirements of a motorcycle license plate. It authorizes the OTC to enter into a licensing agreement with ABATE to pay a licensing fee for use of the association's logo or design. This agreement must provide for a payment of \$20 for each license plate issued. Section 1 also creates the Oklahoma Oil and Natural Gas special license plate for any person wishing to demonstrate support for the Oklahoma oil and natural gas industry. The special plate shall be designed in consultation with the Oklahoma Energy Resources Board.

The annual fee for special license plates issued pursuant to the amended section is \$35 and is in addition to all other annual vehicle registration fees. Of this amount, \$20 (or any other statutorily provided amount) shall be paid as a licensing fee or deposited in a fund specified within the authorizing paragraph. Eight Dollars (\$8.00) shall be deposited in the OTC Reimbursement Fund to be used for administrative purposes associated with issuance of the special license plate and any remaining amounts of the \$35 fee are to be apportioned as motor vehicle collections pursuant to the provisions of 47 O.S. § 1104.

Section 2 proposes to amend 52 O.S. § 288.7 to provide for deposit of the special license plate fees for the Oklahoma Oil and Natural Gas special license plate in the Energy Resources Revolving Fund.

Section 3 proposes to create in the State Treasury a revolving fund for the Oklahoma Department of Public Safety to be designated the ABATE of Oklahoma License Plate Revolving Fund.

The estimated revenue impact is minimal/positive. There is no estimated administrative impact associated with the proposed amendments.