

**OKLAHOMA TAX COMMISSION**

**REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT  
FIRST REGULAR SESSION, FIFTY-EIGHTH OKLAHOMA LEGISLATURE**

**DATE OF IMPACT STATEMENT:** April 22, 2021

**BILL NUMBER:** SB 263 **STATUS AND DATE OF BILL:** Enrolled 04/06/2021

**AUTHORS:** House Stearman Senate Daniels

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

**PROPOSAL:** Amendatory

The measure proposes to amend 47 O.S § 1112.2 to provide that when a lender or lender’s agent repossesses a vehicle for which a license plate has not be removed, the lender or lender’s agent is not subject to the current requirement imposed in Section 1112.2 to remove and return the plate to the Tax Commission or a motor license agent. The license plate will be considered removable personal property which may be reclaimed from the repossessed vehicle. It further allows a person who purchases a vehicle subject to a lien to obtain a 30-day temporary plate from a motor license agent pursuant to the promulgation of rules by OTC to implement motor license agent issuance of temporary plates.

**EFFECTIVE DATE:** November 1, 2021

**REVENUE IMPACT:**

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

FY 22: Minimal impact in motor vehicle collections

FY 23: Minimal impact in motor vehicle collections

**ADMINISTRATIVE IMPACT:**

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

FY 21: \$108,000 estimated OTC administrative costs

April 22, 2021  
DATE

Rick Miller  
DIVISION DIRECTOR

bjs

4/22/2021  
DATE

Huan Gong  
HUAN GONG, ECONOMIST

4/23/21  
DATE

JTD  
FOR THE COMMISSION

*The revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.*

## **Attachment to Revenue Impact – SB 263 – [Enrolled] – Prepared April 22, 2021**

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### **REVENUE IMPACT**

Any impact to motor vehicle collections is estimated to be minimal.

### **ADMINISTRATIVE COSTS AND CONCERNS**

Additional administrative costs in the amount of \$108,000 related to programming and motor vehicle system modifications are anticipated in addition to presently undetermined costs associated with design, production and distribution of the temporary plates.

The amendatory language does not address whether a fee is to be charged for the 30-day temporary plate issuance. Also, while not specifically stated, it is assumed that the described permit will provide for the date of sale of the vehicle, will be valid for a period of thirty days from the date of purchase in a manner similar to temporary tags issued by motor vehicle dealers and that qualifying persons will be required to obtain the temporary plate within fifteen days of the vehicle purchase date.