

BILL SUMMARY
2nd Session of the 58th Legislature

Bill No.:	SB 1602
Version:	CS
Request Number:	11306
Author:	Rep. Kerbs
Date:	4/18/2022
Impact:	Tax Commission:

Prior Analysis
Motor Vehicle Collections Decrease:
(\$774,000)

Potential Decrease to General Revenue

Administrative Costs:
\$22,000

Research Analysis

The committee substitute to SB 1602 provides that upon the effective date of the act until May 31, 2023, motor license agents selected in any online system to provide services shall receive all fees provided by the Oklahoma Vehicle License and Registration Act.

Prepared By: Brad Wolgamott

Fiscal Analysis

Estimate based on prior analysis by the Tax Commission:

Currently, MLAs processing online registration transactions receive \$2.00 of the \$3.56 registration fee collected. The \$1.56 is presently apportioned as motor vehicle collections pursuant to Section 1104 of Title 47. The motor vehicle database indicates that a total of 496,000 online transactions were processed in FY 21. Multiplying the \$1.56 by the number of online transactions equals \$774,000. Assuming an effective date of July 1, 2022 in addition to similar online transactions for FY 23 as those experienced in FY 21 yields an estimated decrease in motor collections for FY 23 of \$774,000.

Additionally, a potential reduction in deposits to the General Revenue Fund may occur as no motor license agent fees collected by a state agency would be deposited into the Fund.

Prepared By: Mark Tygret

Other Considerations

ADMINISTRATIVE IMPACT

Additional development costs to update MLA fee amounts on the OkCARS online system are anticipated in the amount of \$22,000.

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