## 1 STATE OF OKLAHOMA 2 1st Session of the 58th Legislature (2021) 3 SENATE BILL 311 By: Taylor 4 5 6 AS INTRODUCED 7 An Act relating to the Oklahoma Vehicle License and Registration Act; amending 47 O.S. 2011, Sections 8 1115, as last amended by Section 1, Chapter 14, O.S.L. 2019, 1131 and 1132, as amended by Section 2, 9 Chapter 337, O.S.L. 2012 (47 O.S. Supp. 2020, Sections 1115 and 1132), which relate to vehicle 10 registrations; modifying notice requirement; authorizing optional biennial registration of certain 11 types of vehicles; providing for calculation of biennial registration fee; creating biennial 12 registration convenience fee; establishing fee amount; providing for distribution of convenience fee 13 collections; and providing an effective date. 14 15 16 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 17 SECTION 1. AMENDATORY 47 O.S. 2011, Section 1115, as 18 last amended by Section 1, Chapter 14, O.S.L. 2019 (47 O.S. Supp. 19 2020, Section 1115), is amended to read as follows: 20 Section 1115. A. Unless provided otherwise by statute, the 21 following vehicles shall be registered annually: manufactured 22 homes, vehicles registered with a permanent nonexpiring license 23 plate pursuant to Section 1113 of this title, and commercial

Req. No. 1591 Page 1

vehicles registered pursuant to the installment plan provided in

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subsection H of Section 1133 of this title. The following schedule shall apply for such vehicle purchased in this state or brought into this state by residents of this state:

1. Between January 1 and March 31, the payment of the full annual fee shall be required;

- 2. Between April 1 and June 30, the payment of three-fourths (3/4) the annual fee shall be required;
- 3. Between July 1 and September 30, the payment of one-half (1/2) the annual fee shall be required; and
- 4. Between October 1 and November 30, one-fourth (1/4) the annual fee shall be required.

License plates or decals for each year shall be made available on December 1 of each preceding year for such vehicles. Any person who purchases such vehicle or manufactured home between December 1 and December 31 of any year shall register it within thirty (30) days from date of purchase and obtain a license plate or

Manufactured Home License Registration Decal, as appropriate, for the following calendar year upon payment of the full annual fee.

Unless provided otherwise by statute, all annual license, registration and other fees for such vehicles shall be due and payable on January 1 of each year and if not paid by February 1 shall be deemed delinquent.

B. 1. All vehicles, other than those required to be registered pursuant to the provisions of subsection A of this section, shall be

registered on a staggered system of registration and licensing on a monthly series basis to distribute the work of registering such vehicles as uniformly and expeditiously as practicable throughout the calendar year unless otherwise provided in this section. After the end of the month following the expiration date, the license and registration fees for the new registration period shall become delinquent.

- 2. All fleet vehicles registered pursuant to new applications approved pursuant to the provisions of Section 1120 of this title shall be registered on a staggered system monthly basis.
- 3. Applicants seeking to establish Oklahoma as the base jurisdiction for registering apportioned fleet vehicles shall have a one-time option of registering for a period of not less than six (6) months nor greater than eighteen (18) months. Subsequent renewals for these registrants will be for twelve (12) months, expiring on the last day of the month chosen by the registrant under the one-time option as provided herein. In addition, registrants with multiple fleets may designate a different registration month of expiration for each fleet.

As used in this section, "fleet" shall have the same meaning as set forth in the International Registration Plan.

4. Effective January 1, 2004, all motorcycles and mopeds shall be registered on a staggered system of registration. The Oklahoma Tax Commission shall notify in writing, prior to December 1, 2003,

all owners of motorcycles or mopeds registered as of such date, who shall have a one-time option of registering for a period of not less than three (3) months nor greater than fifteen (15) months.

Subsequent renewals for these registrants will shall be for twelve (12) months or twenty-four (24) months, expiring on the last day of the month chosen by the registrant under the one-time option as provided herein. All motorcycles and mopeds registered pursuant to new applications received on or after December 1, 2003, shall also be registered pursuant to the provisions of this paragraph.

- 5. Any three or more commercial vehicles owned by the same person and previously registered in this state may be registered at the same time regardless of the month or months in which they were previously registered. The month in which the commercial vehicles are newly registered shall be the month in which their registration is renewed annually. If a commercial vehicle is registered pursuant to this paragraph in the same calendar year in which it was previously registered, license and registration fees shall be prorated to account for the difference between the previous renewal month and the new renewal month and those fees shall be due at the time of registration pursuant to this paragraph.
- C. The following penalties shall apply for delinquent registration fees:
- 1. For fleet vehicles required to be registered pursuant to the provisions of Section 1120 of this title for which a properly

completed application for registration has not been received by the Corporation Commission by the last day of the month following the registration expiration date, a penalty of thirty percent (30%) of the Oklahoma portion of the annual registration fee, or Two Hundred Dollars (\$200.00), whichever is greater, shall be assessed. The license and registration cards issued by the Corporation Commission for each fleet vehicle shall be valid until two (2) months after the registration expiration date;

- 2. For commercial vehicles registered under the provisions of subsection B of this section, except those vehicles registered pursuant to Section 1133.1 of this title, a penalty shall be assessed after the last day of the month following the registration expiration date. A penalty of twenty-five cents (\$0.25) per day shall be added to the license fee of such vehicle and shall accrue for one (1) month. Thereafter, the penalty shall be thirty percent (30%) of the annual registration fee, or Two Hundred Dollars (\$200.00), whichever is greater;
- 3. For new or used manufactured homes, not registered within thirty (30) days from date of purchase or date such manufactured home was brought into this state, a penalty equal to the registration fee shall be assessed; or
- 4. For all vehicles a penalty shall be assessed after the last day of the month following the expiration date and no penalty shall be waived by the Oklahoma Tax Commission or any motor license agent

except as provided for in subsection H of Section 1133 and subsection C of Section 1127 of this title. A penalty of One Dollar (\$1.00) per day shall be added to the license fee of such vehicle, provided that the penalty shall not exceed One Hundred Dollars (\$100.00). Of each dollar penalty collected pursuant to this subsection:

- a. twenty-one cents (\$0.21) shall be apportioned as provided in Section 1104 of this title,
- b. twenty-one cents (\$0.21) shall be retained by the motor license agent, and
- c. fifty-eight cents (\$0.58) shall be deposited in the General Revenue Fund.
- D. In addition to all other penalties provided in the Oklahoma Vehicle License and Registration Act, the following penalties shall be imposed and collected by any Enforcement Officer of the Corporation Commission upon finding any commercial vehicle being operated in violation of the provisions of the Oklahoma Vehicle License and Registration Act.

The penalties shall apply to any commercial vehicle found to be operating in violation of the following provisions:

1. A penalty of not less than Fifty Dollars (\$50.00) shall be imposed upon any person found to be operating a commercial vehicle sixty (60) days after the end of the month in which the license plate or registration credentials expire without the current year

license plate or registration credential displayed. Such penalty shall not exceed the amount established by the Corporation Commission pursuant to the provisions of subsection A of Section 1167 of this title. Revenue from such penalties shall be apportioned as provided in Section 1167 of this title;

- 2. A penalty of not less than Fifty Dollars (\$50.00) shall be imposed for any person operating a commercial vehicle subject to the provisions of Section 1120 or Section 1133 of this title without the proper display of, or, carrying in such commercial vehicle, the identification credentials issued by the Corporation Commission as evidence of payment of the fee or tax as provided in Section 1120 or Section 1133 of this title. Such penalty shall not exceed the amount established by the Corporation Commission pursuant to the provisions of subsection A of Section 1167 of this title. Revenue from such penalties shall be apportioned as provided in Section 1167 of this title; and
- 3. A penalty of not less than One Hundred Dollars (\$100.00) shall be imposed for any person that fails to register any commercial vehicle subject to the Oklahoma Vehicle License and Registration Act. Such penalty shall not exceed the amount established by the Corporation Commission pursuant to the provisions of subsection A of Section 1167 of this title. Revenue from such penalties shall be apportioned as provided in Section 1167 of this title.

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- The Tax Commission, or Corporation Commission with respect to vehicles registered under Section 1120 or Section 1133 of this title, shall assess the registration fees and penalties for the year or years a vehicle was not registered. For vehicles not registered for two (2) or more years, the registration fees and penalties shall be due only for the current year and one (1) previous year.
- In addition to any other penalty prescribed by law, there shall be a penalty of not less than Twenty Dollars (\$20.00) upon a finding by an enforcement officer that:
- The registration of a vehicle registered pursuant to Section 1. 1132 of this title is expired and it is sixty (60) or more days after the end of the month of expiration; or
- 2. The registration fees for a vehicle that is subject to the registration fees pursuant to Section 1132 of this title have not been paid.

Such penalty shall not exceed the amount established by the Corporation Commission pursuant to the provisions of subsection A of Section 1167 of this title. Revenue from such penalties shall be apportioned as provided in Section 1167 of this title.

If a vehicle is donated to a nonprofit charitable organization, the nonprofit charitable organization shall be exempt from paying any current or past due registration fees, excise tax, transfer fees, and penalties and interest. However, after the donation, if the person donating the vehicle, or someone on behalf

of such person, purchases the same vehicle back from the nonprofit charitable organization to which the vehicle was donated, such person shall be liable for all current and past-due registration fees, excise tax, title or transfer fees, and penalties and interest on such vehicle.

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SECTION 2. AMENDATORY 47 O.S. 2011, Section 1131, is amended to read as follows:

Section 1131. The Oklahoma Tax Commission shall annually notify all persons within the state who have a previous registration on record of the period for registration renewal. The Tax Commission shall send the notifications to the electronic mail address provided by the person. If a person does not provide an electronic mail address then the Tax Commission shall notify the person through the The notifications shall contain all necessary information for such registration and licensing including a breakdown of all charges to be paid by the owner and shall contain instructions as to the procedure for renewal upon presentation to a motor license agent or by return mail to the Commission's state office. The content and form of the notice shall be determined by the Commission. Use of a postcard or electronic mail type renewal notice is specifically The Commission shall provide information on its public website instructing persons on the procedure for obtaining an annual notification via electronic mail, outlining all charges and fees associated with the registration of a vehicle, as well as an

explanation of the apportionment of vehicle fees and penalties. The cost of mailing shall be One Dollar (\$1.00) for license plates and fifty cents (\$0.50) for decals, titles or other forms or devices provided in this act the Oklahoma Vehicle License and Registration Act. Provided, that the Commission may adjust any mailing costs as deemed appropriate to allow for increased or additional fees charged by the United States Postal Service.

Failure by any applicant to receive notification of renewal as provided by this act the Oklahoma Vehicle License and Registration

Act shall not excuse the applicant from properly obtaining any registration or license at the proper time by presenting proof of ownership to the Commission's state office or to a motor license agent.

SECTION 3. AMENDATORY 47 O.S. 2011, Section 1132, as amended by Section 2, Chapter 337, O.S.L. 2012 (47 O.S. Supp. 2020, Section 1132), is amended to read as follows:

Section 1132. A. For all vehicles, unless otherwise specifically provided by the Oklahoma Vehicle License and Registration Act, a registration fee shall be assessed at the time of initial registration by the owner and annually thereafter or biennially as provided in subsection G of this section, for the use of the avenues of public access within this state in the following amounts:

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- 1. For the first through the fourth year of registration in this state or any other state, Eighty-five Dollars (\$85.00);
- 2. For the fifth through the eighth year of registration in this state or any other state, Seventy-five Dollars (\$75.00);
- 3. For the ninth through the twelfth year of registration in this state or any other state, Fifty-five Dollars (\$55.00);
- 4. For the thirteenth through the sixteenth year of registration in this state or any other state, Thirty-five Dollars (\$35.00); and
- 5. For the seventeenth and any following year of registration in this state or any other state, Fifteen Dollars (\$15.00).

The registration fee provided for in this subsection shall be in lieu of all other taxes, general or local, unless otherwise specifically provided.

B. For all-terrain vehicles and motorcycles used exclusively for use off roads or highways purchased on or after July 1, 2005, and for all-terrain vehicles and motorcycles used exclusively for use off roads or highways purchased prior to July 1, 2005, which the owner chooses to register pursuant to the provisions of Section 1115.3 of this title, an initial and nonrecurring registration fee of Eleven Dollars (\$11.00) shall be assessed at the time of initial registration by the owner. Nine Dollars (\$9.00) of the registration fee shall be deposited in the Oklahoma Tax Commission Reimbursement Fund. Two Dollars (\$2.00) of the registration fee shall be retained

by the motor license agent. The fees required by subsection A of this section shall not be required for all-terrain vehicles or motorcycles used exclusively off roads and highways.

- C. For utility vehicles used exclusively for use off roads or highways purchased on or after July 1, 2008, and for utility vehicles used exclusively for use off roads or highways purchased prior to July 1, 2008, which the owner chooses to register pursuant to the provisions of Section 1115.3 of this title, an initial and nonrecurring registration fee of Eleven Dollars (\$11.00) shall be assessed at the time of initial registration by the owner. Nine Dollars (\$9.00) of the registration fee shall be deposited in the Oklahoma Tax Commission Reimbursement Fund. Two Dollars (\$2.00) of the registration fee shall be retained by the motor license agent. The fees required by subsection A of this section shall not be required for utility vehicles used exclusively off roads and highways.
- D. There shall be a credit allowed with respect to the fee for registration of a new vehicle which is a replacement for:
- 1. A new original vehicle which is stolen from the purchaser/registrant within ninety (90) days of the date of purchase of the original vehicle as certified by a police report or other documentation as required by the Oklahoma Tax Commission; or
- 2. A defective new original vehicle returned by the purchaser/registrant to the seller within six (6) months of the date

of purchase of the defective new original vehicle as certified by the manufacturer.

The credit shall be in the amount of the fee for registration which was paid for the new original vehicle and shall be applied to the registration fee for the replacement vehicle. In no event will the credit be refunded.

- E. Upon every transfer or change of ownership of a vehicle, the new owner shall obtain title for and, except in the case of salvage vehicles and manufactured homes, register the vehicle within thirty (30) days of change of ownership and pay a transfer fee of Fifteen Dollars (\$15.00) in addition to any other fees provided for in this act the Oklahoma Vehicle License and Registration Act. No new decal shall be issued to the registrant. Thereafter, the owner shall register the vehicle annually on the anniversary date of its initial registration in this state and shall pay the fees provided in subsection A of this section and receive a decal evidencing such payment. Provided, used motor vehicle dealers shall be exempt from the provisions of this section.
- F. In the event a new or used vehicle is not registered, titled and tagged within thirty (30) days from the date of transfer of ownership, the penalty for the failure of the owner of the vehicle to register the vehicle within thirty (30) days shall be One Dollar (\$1.00) per day, provided that in no event shall the penalty exceed One Hundred Dollars (\$100.00). No penalty shall be waived by the

Oklahoma Tax Commission or any motor license agent except as provided in subsection C of Section 1127 of this title. Of each dollar penalty collected pursuant to this subsection:

- 1. Twenty-one cents (\$0.21) shall be apportioned as provided in Section 1104 of this title;
- 2. Twenty-one cents (\$0.21) shall be retained by the motor license agent; and
- 3. Fifty-eight cents (\$0.58) shall be deposited in the General Revenue Fund.
- G. 1. The owner of a vehicle which is required to be registered under the provisions of paragraph 1 or 4 of subsection B of Section 1115 of this title may register the vehicle on a biennial basis. The registration fee and any related administrative fees for a biennial registration shall be equal to the sum of all annual registration fees and related administrative fees provided for in this title that otherwise would have been applicable if the vehicle were registered on an annual basis for the two-year period covered by the biennial registration.
- 2. In addition to registration and administrative fees, each application for a biennial registration shall be subject to a convenience fee of Twenty-five Dollars (\$25.00).
- 3. Each convenience fee collected pursuant to the provisions of paragraph 2 of this subsection shall be distributed as follows:

1	<u>a.</u>	Eight Dollars and fifty cents (\$8.50) shall be
2		deposited in the State Treasury to the credit of the
3		State Transportation Fund created by Section 1501.1 of
4		Title 69 of the Oklahoma Statutes,
5	<u>b.</u>	Eight Dollars and fifty cents (\$8.50) shall be
6		deposited in the State Treasury to the credit of the
7		Emergency and Transportation Revolving Fund created by
8		Section 687.3 of Title 69 of the Oklahoma Statutes,
9	<u>C.</u>	Five Dollars (\$5.00) shall be deposited in the State
10		Treasury to the credit of the General Revenue Fund,
11	<u>d.</u>	Two Dollars (\$2.00) shall be retained by the
12		collecting motor license agent, pursuant to Section
13		1141.1 of this title, and
14	<u>e.</u>	One Dollar (\$1.00) shall be deposited in the State
15		Treasury to the credit of the Oklahoma Tax Commission
16		Fund created by Section 221 of Title 62 of the Oklahoma
17		Statutes.
18	SECTION 4	. This act shall become effective January 1, 2022.
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