

**BILL SUMMARY**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB 1875</b>
<b>Version:</b>	<b>CS</b>
<b>Request Number:</b>	<b>8344</b>
<b>Author:</b>	<b>Rep. Fetgatter</b>
<b>Date:</b>	<b>3/6/2019</b>
<b>Impact:</b>	<b>\$0</b>

**Recovery Fee Retained by the Business**

**Research Analysis**

The committee substitute for HB1875 requires any company primarily in the business of renting heavy equipment property in the state to levy a recovery fee equal to 1.25% of the rental charges for any item of heavy equipment property rental by a consumer. The recovery fee is to be used by the business to pay personal property tax levied on the heavy rental property, provided no recovery fee may be charge if the renter is the federal government, state of Oklahoma, any municipality or any county. The measure also establishes reporting requirements for applicable businesses to report to the Oklahoma Tax Commission on the amount collected for the recovery fee versus the amount of personal property tax paid in each previous calendar year.

Prepared By: Quyen Do

**Fiscal Analysis**

The recovery fee of one and one-quarter percent (1.25%) of the rental charge is to be retained by the business for the payment of local personal property taxes. No direct revenue will accrue to the state.

Prepared By: Mark Tygret

**Other Considerations**

None.