

Tax Liens Can Delay License Renewal

By ADR Staff

Begin process now to resolve Oklahoma tax liens for dealers and salespersons

All dealers and salespersons should be aware that an outstanding Oklahoma income tax lien can delay renewal of licenses. Oklahoma statutes require state licensing agencies – such as the Used Motor Vehicle and Parts Commission (UMV&PC) – to provide a list of all licensees to the Oklahoma Tax Commission (OTC). The OTC uses that list to ensure collection of taxes. Any licensed individual who is not in compliance with Oklahoma state income tax laws will be notified of such noncompliance by the Tax Commission. The notification will include:

1. A statement that the licensee's license will not be renewed or reissued until the taxpayer is deemed by the OTC to be in compliance.
2. The reasons that the taxpayer is considered to be out of compliance, including a statement of the amount owed.
3. An explanation of rights and the procedures to come into compliance.

A licensee who has entered into and is abiding by a payment agreement, or who has requested relief as an innocent spouse which is pending or has been granted, shall be deemed to be in compliance.

If a licensee fails to respond to the OTC notification or fails to come into compliance, the OTC will notify the licensing agency (UMV&PC) of the noncompliance. Upon such notification, the UMV&PC shall not renew the licensee's license. The UMV&PC will notify the licensee of that the license will not be renewed.