

**BILL SUMMARY**  
1<sup>st</sup> Session of the 52<sup>nd</sup> Legislature

<b>Bill No.:</b>	<b>HB 1489</b>
<b>Version:</b>	<b>Committee Substitute</b>
<b>Author:</b>	<b>Representative DeWitt</b>
<b>Date:</b>	<b>March 10, 2009</b>
<b>Impact:</b>	<b>Modifies Apportionment of the Gross Production Tax Collections</b>

**Bill Summary**

Research Analyst: Jonathan S. Small II

The measure continues the gross production tax apportionments to the Oklahoma Tourism and Recreation Department Capital Expenditure Revolving Fund, the Oklahoma Conservation Commission Infrastructure Revolving Fund, and the Community Water Infrastructure Development Revolving Fund (the measure ceases apportionments to the OWRB REAP fund and continues these apportionments to the Community Water Infrastructure Development Revolving Fund). Current law provided that all apportionments to these funds would cease to be effective July 1, 2012.

The measure also clarifies that of the funds apportioned to the Community Water Infrastructure Development Revolving Fund, 50% of the funds must be budgeted and expended for financial assistance loans and grants for public water supply and wastewater systems in Oklahoma, and 50% of the funds must be budgeted and expended for the Oklahoma Comprehensive Water Plan.

**Fiscal Summary**

Fiscal Analyst: Diane Thomas

The CS for HB 1489 relates to the apportionment of gross production tax levied upon the production of oil. The measure removes the sunset provision (currently June 30, 2011) for the apportionment of funds to:

- Tourism and Recreation Department Capital Expenditure Revolving Fund;
- Conservation Commission Infrastructure Revolving Fund; and
- The Community Water Infrastructure Development Revolving Fund.

The measure also eliminates the apportionment of revenue to the Water Resources Board Rural Economic Action Plan Water Projects Fund which would have began on July 1, 2011.

**Fiscal Analysis**

The measure modifies the apportionment of the gross production tax collections. However, the total collections (for gross production tax) are not increased nor decreased by the measure.

**Long Term Fiscal Considerations**

None

Fiscal Analysis Reviewed By:

*Janice Buchanan*

House Fiscal Director