HB2182 FA2 HickmanJe-MAH 3/10/2015 4:48:08 pm

FLOOR AMENDMENT

HOUSE OF REPRESENTATIVES
State of Oklahoma

SPEAKER:
CHAIR:
I move to amend HB2182
Page Section Lines
Of the Engrossed Bill By deleting Section 3 from the bill and by inserting in lieu thereof the following language:
"(INSERT ATTACHED)";
On page 5, line 5, by inserting after the period "." the following language:
"The Commission shall determine a specific threshold amount which shall be considered as a minimal fiscal impact for the current evaluation cycle."
On page 5, line 8, by inserting after the period "." and before the capitalized word "Each" the following language:
"The schedule for evaluating the incentives shall be developed so that the incentives having the highest fiscal impact to the state revenue system, including but not limited to the General Revenue Fund, shall be evaluated before other incentives.";
On Page 6, line 6, by inserting after the period "." the following language:
"No recipient or potential recipient of an incentive or representative of a recipient or potential recipient shall contact the entity or individual with whom the Commission contracts pursuant to this subsection unless the entity or individual specifically requests information or documentation for purposes of the incentive evaluation process; provided, this shall not be construed to prevent participation in a public hearing conducted pursuant to subsection B of this section."
AMEND TITLE TO CONFORM TO AMENDMENTS
Amendment submitted by: Jeff Hickman Adopted:
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Reading Clerk

"SECTION ___. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 7003 of Title 62, unless there is created a duplication in numbering, reads as follows:

A. There is hereby established the Incentive Evaluation Commission consisting of:

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- 1. A certified public accountant appointed by the Oklahoma Accountancy Board whose term shall expire on June 30, 2019;
- 2. The president of the Oklahoma Professional Economic

 Development Council or his or her designee who is also a member of
 the Oklahoma Professional Economic Development Council who shall
 serve during his or her term of office as president of the Oklahoma
 Professional Economic Development Council;
- 3. An auditor who is employed as an internal auditor by a company or who is employed by a private auditing firm appointed by the Governor whose term shall expire on June 30, 2019;
- 4. An economist from an Oklahoma college or university appointed by the President Pro Tempore of the Oklahoma State Senate whose term shall expire on June 30, 2020;
- 5. A lay person who is not an elected official appointed by the Speaker of the Oklahoma House of Representatives whose term shall expire June 30, 2020;
- 6. The Chairman of the Oklahoma Tax Commission or his or her designee who is also a member of the Oklahoma Tax Commission, which shall be an ex officio and nonvoting position;

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7. The Director of the Office of Management and Enterprise
Services or his or her designee who is an employee of the Office of
Management and Enterprise Services which shall be an ex officio and
nonvoting position; and

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- 8. The Oklahoma Secretary of Commerce or his or her designee who is an employee of the Oklahoma Department of Commerce which shall be an ex officio and nonvoting position.
- B. Thereafter persons shall be appointed for terms of four (4) years beginning on July 1. Any vacancy shall be filled by the appointing authority for the remainder of the unexpired term.
- C. No person shall serve on the Commission or be appointed to the Commission who is employed by a company that receives any incentive or who holds a substantial interest in ownership in a company that receives any incentive. As used in this subsection, "substantial interest" shall mean the ownership, directly or indirectly, of more than fifty percent (50%) of the equity interest with voting rights for any lawfully recognized business entity.
- D. No person shall be appointed to the Commission who at the time of their appointment is an elected official. Any person who is appointed to the Commission who subsequently becomes an elected official during their term on the Commission shall be required to vacate their position on the Commission.
- E. The Office of Management and Enterprise Services shall provide staff and administrative support to the Incentive Evaluation

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Commission. The Oklahoma Department of Commerce, Oklahoma Tax

Commission and Office of the State Treasurer shall assist the Office

of Management and Enterprise Services as needed in providing staff

and administrative support to the Commission.

F. The Incentive Approval Committee is hereby created as a subcommittee of the Incentive Evaluation Commission and shall consist of the Director of the Office of Management and Enterprise Services or his or her designee, the Secretary of Commerce or his or her designee, and the Chairman of the Tax Commission or his or her designee. It shall be the duty of the Committee to determine:

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- 1. Upon initial application on a form approved by the Committee, if an establishment is engaged in a basic industry as defined in subdivision (b) of division (7) or in subdivisions (a) through (n) of division (9) of subparagraph a of paragraph 1 of subsection A of Section 3603 of Title 68 of the Oklahoma Statutes or as otherwise provided by subsection C of Section 3603 of Title 68 of the Oklahoma Statutes;
- 2. If an establishment would have been defined as a "basic industry" prior to the amendments to Section 3603 of Title 68 of the Oklahoma Statutes to convert from SIC Codes to NAICS Codes. If the Committee so determines, the establishment shall be considered as a "basic industry" for purposes of the Oklahoma Quality Jobs Program Act; and

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- 3. If employees of an establishment as defined in division (10) of subparagraph a of paragraph 1 of subsection A of Section 3603 of Title 68 of the Oklahoma Statutes meet the requirements to be considered employed in new direct jobs as specified in paragraph 3 of subsection A of Section 3603 of Title 68 of the Oklahoma Statutes.
- G. For an establishment defined as a "basic industry" pursuant to division (4) of subparagraph a of paragraph 1 of subsection A of Section 3603 of Title 68 of the Oklahoma Statutes, the Incentive Approval Committee shall consist of the members provided by subsection A of this section and the Executive Director of the Oklahoma Center for the Advancement of Science and Technology, or a designee from the Center appointed by the Executive Director."

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