

**BILL SUMMARY**  
1<sup>st</sup> Session of the 56<sup>th</sup> Legislature

|                        |                             |
|------------------------|-----------------------------|
| <b>Bill No.:</b>       | <b>HB 2131</b>              |
| <b>Version:</b>        | <b>Committee Substitute</b> |
| <b>Request Number:</b> | <b>7250</b>                 |
| <b>Author:</b>         | <b>Speaker McCall</b>       |
| <b>Date:</b>           | <b>3/7/2017</b>             |
| <b>Impact:</b>         | <b>Revenue-Neutral</b>      |

**Research Analysis**

The committee substitute for HB2131, as introduced, creates the Oklahoma Economic Development Act of 2017, which establishes a framework for the Oklahoma Tourism and Recreation Department to offer inducements, in the form of sales tax credits, to companies for creating or expanding tourism attractions in the state. The credit amount is between 10 to 25 percent of the approved costs for a project, depending on the amount qualified expenditures by the company for the project. The measure also places a \$15 million annual cap for credits provided by the act.

Prepared By: Quyen Do

**Fiscal Analysis**

The measure provides sales tax credits for certain tourism attraction projects, but limits such credits to an amount that would result in the project being revenue-neutral to the State of Oklahoma, as determined by the Oklahoma Tax Commission. Cumulative credits shall not exceed \$15,000,000 per year. These provisions are not anticipated to significantly impact state revenues.

Prepared By: Nicole McPhetridge

**Other Considerations**

None.