

<DateSubmitted>

HOUSE OF REPRESENTATIVES
CONFERENCE COMMITTEE REPORT

Mr. President:
Mr. Speaker:

The Conference Committee, to which was referred

HB1187

By: Frix of the House and Thompson of the Senate

Title: Revenue and taxation; tax incentive; sunset date; effective date.

Together with Engrossed Senate Amendments thereto, beg leave to report that we have had the same under consideration and herewith return the same with the following recommendations:

Respectfully submitted,

House Action _____ Date _____ Senate Action _____ Date _____

SENATE CONFEREES

Allen _____
 Bass _____
 Bergstrom _____
 Bice _____
 Boggs _____
 Brecheen _____
 Brown _____
 Dahm _____
 Daniels _____
 David _____
 Dossett _____
 Dugger _____
 Fields _____
 Floyd _____
 Fry _____
 Griffin _____
 Holt _____
 Jech _____
 Kidd _____
 Leewright _____
 Marlatt _____
 Matthews _____
 McCortney _____
 Newberry _____

Newhouse _____
 Paxton _____
 Pederson _____
 Pemberton _____
 Pittman _____
 Pugh _____
 Quinn _____
 Rader _____
 Scott _____
 Sharp _____
 Shaw _____
 Silk _____
 Simpson _____
 Smalley _____
 Sparks _____
 Standridge _____
 Stanislawski _____
 Sykes _____
 Thompson _____
 Yen _____

House Action _____ Date _____

Senate Action _____ Date _____

STATE OF OKLAHOMA

1st Session of the 56th Legislature (2017)

CONFERENCE COMMITTEE
SUBSTITUTE
FOR ENGROSSED
HOUSE BILL NO. 1187

By: Frix, McEntire and Faught
of the House

and

Thompson of the Senate

CONFERENCE COMMITTEE SUBSTITUTE

An Act relating to revenue and taxation; defining term; prohibiting enactment of tax incentives without inclusion of specific date after which incentive not authorized; imposing limitation on certain time period; restricting use of proceeds from certain tax credit refunds; specifying prohibited expenditures; providing for codification; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 291 of Title 68, unless there is created a duplication in numbering, reads as follows:

A. As used in this section, "tax incentive" means a tax exemption, a tax deduction, an exclusion from the computation which determines a final tax liability amount, a reduction of a gross tax

1 liability to a net tax liability, a cash payment authorized to be
2 made by the Oklahoma Tax Commission, the Oklahoma Insurance
3 Commission or any other state agency, board, commission, department
4 or other entity of state government to a lawfully recognized entity
5 as an incentive for business location, business expansion, job
6 creation, job retention or similar economic inducement.

7 B. No new tax incentive shall be enacted unless the provisions
8 authorizing the tax incentive contain a specific date after which
9 the tax incentive may no longer be authorized; provided, the
10 specific date shall be no longer than four (4) years from the
11 effective date of the act creating the incentive.

12 SECTION 2. NEW LAW A new section of law to be codified
13 in the Oklahoma Statutes as Section 2357.701 of Title 68, unless
14 there is created a duplication in numbering, reads as follows:

15 No proceeds from any tax credit which is refundable pursuant to
16 the provisions of the statute authorizing the tax credit shall be
17 used to make payment:

18 1. For any form of advertising which promotes the business
19 activity of the entity which has benefited from the refundable
20 credit, whether written or electronic, and shall include but not be
21 limited to advertising services using television, cable television,
22 satellite television, radio, satellite radio, streaming services
23 through the Internet, podcasting, social media advertising, or other
24 forms of electronic communication;

1 2. For any form of advertising which opposes or which
2 criticizes the business activity conducted by any other business
3 entity within the state using any form of advertising described in
4 paragraph 1 of this section; or

5 3. For lobbying services of any kind the scope of which
6 includes representation of the interests of the business entity
7 before any committee or other subgroup of the Legislature, such as a
8 task force or advisory body, or before any regulatory agency, board,
9 commission or department of state government.

10 SECTION 3. This act shall become effective November 1, 2017.

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12 56-1-8025 MAH 05/18/17
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