

**Bill Summary**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 473</b>
<b>Version:</b>	<b>INT</b>
<b>Request No.:</b>	<b>545</b>
<b>Author:</b>	<b>Sen. Rader</b>
<b>Date:</b>	<b>01/19/2019</b>

**Bill Analysis**

SB 473 limits the maximum investment amount of state local enterprise matching payments for an enterprise to \$200,000.00 per fiscal year. Under current law, this cap also includes certain income tax credits. The bill also modifies the formula for the maximum amount of investment in qualifying facilities to qualify for a payment to exclude the income tax credits, and to use recent Census figures. The measure also extends the eligibility period for investments into the district from December 31, 2018 to December 31, 2028 if investments or improvements are begun before December 31, 2029.

Prepared by: Kalen Taylor

# OKLAHOMA TAX COMMISSION

## REVENUE IMPACT STATEMENT FIRST REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: February 15, 2019

BILL NUMBER: SB 473 STATUS AND DATE OF BILL: Introduced 1/16/2019

AUTHORS: House n/a Senate Rader

TAX TYPE (S): Income Tax SUBJECT: Other

PROPOSAL: Amendatory

SB 473 proposes to amend 62 O.S. §842 relating to the *Local Development and Enterprise Zone Incentive Leverage Act*. This measure proposes to modify data used to calculate certain maximum investment amount and extends the sunset date for the establishment of incentive districts to December 31, 2028 and the sunset date for improvements to December 31, 2029. Under current law, the sunset date for the establishment of incentive districts was December 31, 2018 and the sunset date for improvements is December 31, 2019<sup>1</sup>.

EFFECTIVE DATE: Emergency – Upon Passage and Approval

### REVENUE IMPACT:

Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 20: -0-

FY 21: -0-

Feb. 16, 2019  
DATE

Rick Miller  
DIVISION DIRECTOR

jpg

2-16-2019  
DATE

Huan Gong  
HUAN GONG, ECONOMIST

2-16-19  
DATE

Jimmy Mont  
FOR THE COMMISSION

*The estimated revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.*

<sup>1</sup> This measure also removes obsolete references to the *Investment Incentive Credit* (68 O.S. § 2357.81) that was repealed in 2013 by the enactment of HB 2308.