

1 ENGROSSED SENATE
2 BILL NO. 1428

By: Alvord of the Senate

3 and

4 Townley of the House

5
6 [economic development - investment rebate program -
7 claims - payments - Commerce Manufacturing Activity
8 Development Fund - transfer - codification]
9

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

11 SECTION 1. NEW LAW A new section of law to be codified
12 in the Oklahoma Statutes as Section 3647.1 of Title 68, unless there
13 is created a duplication in numbering, reads as follows:

14 A. There is hereby created until July 1, 2030, an investment
15 rebate program for the cost of qualified capital expenditures
16 defined by Section 3645.3 of Title 68 of the Oklahoma Statutes, by
17 establishments defined by Section 3645.3 of Title 68 of the Oklahoma
18 Statutes, that:

19 1. Refine, manufacture, or process compounds or elements into
20 hydrogen-based products in industries defined or classified in the
21 NAICS Manual under Industry Group No. 324 or 325; and

22 2. Have acquired real property located within the boundaries of
23 a municipality with a population between twenty thousand (20,000)
24

1 and thirty thousand (30,000), according to the latest Federal
2 Decennial Census, where the qualified capital will be located.

3 B. To be eligible for consideration for an investment rebate
4 payment awarded under the provisions of this act, the establishment
5 shall:

6 1. Submit an application and documentation to the Oklahoma
7 Department of Commerce, as required by the Department, outlining a
8 capital expenditure plan in this state associated with qualified
9 capital expenditures totaling no less than Eight Hundred Million
10 Dollars (\$800,000,000.00);

11 2. Have made qualified capital expenditures of no less than
12 twenty percent (20%) of the capital expenditure plan outlined in the
13 application submitted by the primary establishment and approved by
14 the Oklahoma Department of Commerce, pursuant to the provisions of
15 this act; and

16 3. Have filed all Oklahoma tax returns and tax documents
17 required by law.

18 C. Notwithstanding any other provision of law, no investment
19 expenditure shall be utilized for calculation purposes that results
20 in the qualification of more than one establishment under the
21 provisions of this act, for investment rebate payments based on the
22 same expenditure.

23 D. 1. The Oklahoma Department of Commerce shall approve or
24 disapprove claims for rebates and shall issue payment for all

1 approved claims from funds held in the Commerce Manufacturing
2 Activity Development Fund created in Section 2 of this act.

3 2. The Department shall disapprove all applications and claims
4 or any portion of applications and claims for rebates that would
5 exceed the balance of available funds in the Commerce Manufacturing
6 Activity Development Fund.

7 3. The total amount of applications approved and investment
8 rebate payments awarded under the provisions of this act shall not
9 exceed the total amount of monies designated by law for deposit to
10 the Commerce Manufacturing Activity Development Fund.

11 E. 1. Subject to the approval and ongoing review of the
12 eligibility application by the Oklahoma Department of Commerce, the
13 investment rebate payment authorized by this act shall be equal to
14 six and twenty-five hundredths percent (6.25%) of the cost of the
15 qualified capital expenditure in the year of expenditure.

16 2. The Department is authorized to conditionally pre-qualify
17 and account for anticipated future investment rebate payments. The
18 Oklahoma Department of Commerce shall not pre-qualify investment
19 rebate payments, encumber funds, pre-encumber funds, or otherwise
20 allocate resources that would result in the allocation of investment
21 rebate payments in excess of the balance of available funds in the
22 Commerce Manufacturing Activity Development Fund.

1 SECTION 2. NEW LAW A new section of law to be codified

2 in the Oklahoma Statutes as Section 3647.2 of Title 68, unless there
3 is created a duplication in numbering, reads as follows:

4 A. There is hereby created in the State Treasury a fund for the
5 Oklahoma Department of Commerce to be designated the "Commerce
6 Manufacturing Activity Development Fund". The fund shall be a
7 continuing fund, not subject to fiscal year limitations, and shall
8 consist of all monies designated for deposit to the fund by law.

9 All monies accruing to the credit of the fund are hereby
10 appropriated and may be budgeted and expended by the Department for
11 the purpose of paying rebates as provided in this act. Expenditures
12 from such fund shall be made upon warrants issued by the State
13 Treasurer against claims filed as prescribed by law with the
14 Director of the Office of Management and Enterprise Services for
15 approval and payment.

16 B. All unencumbered funds remaining in the Commerce
17 Manufacturing Activity Development Fund upon January 1, 2030, shall
18 be transferred to the State Treasurer for deposit in the General
19 Revenue Fund.

1 Passed the Senate the 12th day of March, 2024.

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4 Presiding Officer of the Senate

5 Passed the House of Representatives the ____ day of _____,
6 2024.

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8 _____
9 Presiding Officer of the House
10 of Representatives