

BILL SUMMARY
1st Session of the 59th Legislature

Bill No.:	HB1002X
Version:	FULLPCS2
Request Number:	50093
Author:	Rep. Wallace/Rep. Martinez
Date:	5/24/2023
Impact:	See analysis below

Research Analysis

Then second proposed committee substitute for HB1002X creates the Legacy Capital Financing Act to provide increased self-financing and liquidity options for current and future capital needs of the state. The measure creates the Legacy Capital Financing Fund (LCF) which will consist of monies received by the Oklahoma Capitol Improvement Authority (OICA) and will be administered by OICA. The measure outlines the distribution process for funds from the LCF and repayment procedures, which will be done over a 20 year term. The Legislature is entitled to suspend or restructure and LCF recapitalization payments through the adoption of a concurrent resolution. The measure also includes a moral obligation clause for the Legislature, stating that the Legislature voluntary subjects itself to fund and make legislative appropriations to cover LCF recapitalization payments for recipient state agencies.

Prepared By: Quyen Do

Fiscal Analysis

In its current form, HB1002X creates the Oklahoma Legacy Capital Financing Fund. This fund exists to provide increased self-financing options for the state. The fund is to consist of all monies received by the Oklahoma Capitol Improvement Authority. All monies accruing to the credit of said fund are to be budgeted and expended by the Oklahoma Capitol Improvement Authority for capital projects. Furthermore, the measure indicates that all distributions from the Legacy Capital Financing Fund shall be returned to the Fund over a twenty-year period.

The second proposed committee substitute provides clarifying language for the mechanism by which LCF Recapitalization Payments are collected.

The cost of the creation and administration of this fund is yet to be determined.

Prepared By: Zachary Penrod, House Fiscal Staff

Other Considerations

None.