

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB1293
Version:	FULLPCS1
Request Number:	10387
Author:	Speaker McCall
Date:	2/22/2024
Impact:	Budget Neutral

Research Analysis

The proposed committee substitute for HB1293 creates the Allied Investments in Oklahoma Act of 2024, prohibiting state and local tax business incentives for employers that are located in, owned by a company located in, or owned by the government of a country designated by the U.S. Secretary of State as a hostile or country of particular concern. The prohibition also applies to subcontracted work for the employer, as long as the work is for a project receiving incentives.

Any person or entity that reasonably suspects a violation of the prohibition may report the alleged violation to the Oklahoma Department of Commerce, which is required to independently verify the claim. Confirmed violations will be reported to the Attorney General to begin proceedings to recover the funds and assess penalties against the employer equal to 50% of the awarded incentives.

The prohibition applies to future contracts and agreements and does not affect existing agreements executed between the state, an employer or country of concern.

Prepared By: Quyen Do

Fiscal Analysis

HB 1293 in its current form creates the Allied Investments in Oklahoma Act of 2024. The measure imposes a standard of review upon the Department of Commerce, which is anticipated to be absorbed within existing Commerce budgetary resources. The measure is anticipated to be budget neutral to the Department and the state budget.

Prepared By: John McPhetridge, House Fiscal Director

Other Considerations

None.