

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB4037
Version:	PCS
Request Number:	10302
Author:	Rep. Townley
Date:	2/21/2024
Impact:	\$28,357.09

Research Analysis

The proposed committee substitute for HB4037 creates a temporary investment rebate program to allow an industrial gas manufacturing business to be rebated 6.25% of their qualified capital expenditures until July 1, 2030. Applicants for the rebate must:

- have a capital expenditure plan of at least \$800 million;
- have spent at least 20% of the their planned capital expenditures; and
- have acquired property in a county with less than 75,000 people.

The Oklahoma Department of Commerce will administer applications, may prequalify applications and will approve or disapprove claims for disbursement from the newly created Commerce Manufacturing Activity Development Fund.

Prepared By: House Research Staff

Fiscal Analysis

According to the Department of Commerce believes that managing the fund will require about a 25% Full-Time Employee and additional indirect costs. The estimated salary and benefits for the person is about \$22,153.98 and the estimated indirect costs is about \$6,203.11. Together, the total impact in management of the program is \$28,357.09. As the Department of Commerce is an appropriated agency, it will likely seek that amount in additional appropriations to cover the costs of managing the program; therefore, creating a fiscal impact for the state.

Prepared By: Mariah Searock, House Fiscal Staff

Other Considerations

None.