

<DateSubmitted>

HOUSE OF REPRESENTATIVES  
CONFERENCE COMMITTEE REPORT

Mr. President:  
Mr. Speaker:

The Conference Committee, to which was referred

**HB3961**

By: Echols of the House and Hall of the Senate

Title: Ad valorem tax; defining terms; providing assessment percentage ratio for certain property;  
effective date.

Together with Engrossed Senate Amendments thereto, beg leave to report that we have had the same under consideration and herewith return the same with the following recommendations:

1. That the Senate recede from its amendment; and
2. That the attached Conference Committee Substitute be adopted.

Respectfully submitted,

House Action \_\_\_\_\_ Date \_\_\_\_\_ Senate Action \_\_\_\_\_ Date \_\_\_\_\_

**SENATE CONFEREES**

Hall	_____
Rader	_____
Howard	_____
Daniels	_____
Stanley	_____
Kirt	_____

STATE OF OKLAHOMA

2nd Session of the 59th Legislature (2024)

CONFERENCE COMMITTEE  
SUBSTITUTE  
FOR ENGROSSED  
HOUSE BILL NO. 3961

By: Echols of the House  
and  
Hall of the Senate

CONFERENCE COMMITTEE SUBSTITUTE

An Act relating to revenue and taxation; authorizing deduction from Oklahoma taxable income for certain amounts distributed by the Oklahoma Broadband Office pursuant to the provisions of the American Rescue Plan Act of 2021, P.L. 117-2; providing for allocability of deduction; providing conditions with respect to expenditure of funds; providing for codification; and providing an effective date.

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

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 2358.121 of Title 68, unless there is created a duplication in numbering, reads as follows:

A. For taxable years beginning on or after January 1, 2024, there shall be allowed as a deduction from Oklahoma taxable income for any amount distributed to any lawfully recognized business entity by the Office of Management and Enterprise Services as approved by the Oklahoma Broadband Office pursuant to the provisions

1 of the American Recovery Plan Act of 2021, P.L. 117-2, including but  
2 not limited to funds distributed under the State and Local Fiscal  
3 Recovery Funds Program and the Capital Projects Fund Program  
4 incident to and authorized pursuant to the American Recovery Plan  
5 Act of 2021, P.L. 117-2.

6 B. The deduction authorized by this section shall be allocable  
7 to the equity owners of any lawfully recognized business entity  
8 having pass through income tax treatment pursuant to the provisions  
9 of the Internal Revenue Code of 1986, as amended, and pursuant to  
10 the provisions of Section 2358 of Title 68 of the Oklahoma Statutes  
11 and other provisions of the Oklahoma Income Tax Code.

12 C. An entity receiving any funds as described by this section  
13 shall be required to spend such funds on broadband equipment or for  
14 such other purpose related to broadband services as required or  
15 authorized pursuant to the American Recovery Plan Act of 2021, P.L.  
16 117-2.

17 SECTION 2. This act shall become effective January 1, 2025.  
18

19 59-2-11132 MAH 05/22/24  
20  
21  
22  
23  
24