



1 the state local enterprise matching payment authorized pursuant to  
2 subsection A of Section 844 of this title.

3 B. 1. A local governmental entity which approves a project  
4 plan pursuant to the provisions of the Local Development Act within  
5 an enterprise zone or in support of a major tourism destination  
6 project which the local governmental entity determines is likely to  
7 significantly benefit contiguous or nearby enterprise zone census  
8 tracts shall be eligible for the state local government matching  
9 payment authorized pursuant to subsection D of Section 844 of this  
10 title; provided, no state local government matching payment shall be  
11 made for project costs in relation to:

- 12 a. any gambling establishment, or
- 13 b. any development within a project plan that provides  
14 for more than fifty percent (50%) of the net leasable  
15 space of such development to be used for retail  
16 purposes except for such portions of a development  
17 which includes grocery or specialty food store  
18 enterprises defined under NAICS Manual Industry Group  
19 No. 4451 or 4452 that provide healthy nutrition  
20 options including fresh fruits, vegetables, whole  
21 grains, seeds, nuts and healthy protein and that  
22 improve access within one-half (1/2) mile of any low  
23 income and low access geographies identified by the  
24 United States Department of Agriculture.

1 State local government matching payments shall not be used to  
2 supplant local revenue currently being expended within the increment  
3 district boundaries.

4 2. In order to be eligible for state local government matching  
5 payments for approving a project within an enterprise zone, a local  
6 governmental entity shall provide to the Oklahoma Department of  
7 Commerce as part of the application provided for in subsection J of  
8 this section:

9 a. an estimate of incremental revenues likely to be  
10 derived from the project, and

11 b. certification that all projects described within the  
12 related project plan will generate, in the aggregate,  
13 a minimum of either One Million Dollars  
14 (\$1,000,000.00) in payroll, exclusive of payroll for  
15 construction, or Five Million Dollars (\$5,000,000.00)  
16 in investment.

17 3. In order to be eligible for state local government matching  
18 payments in support of a major tourism destination project, a local  
19 governmental entity shall provide to the Oklahoma Department of  
20 Commerce as part of the application provided for in subsection K of  
21 this section:

22 a. an estimate of incremental revenues new to the state  
23 likely to be derived from the project,  
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1           b.    certification that the major tourism destination meets  
2                    the applicable criteria described in paragraph 12 of  
3                    Section 841 of this title, and

4           c.    an agreement to provide payment to the Oklahoma  
5                    Department of Commerce to defray the costs of the  
6                    study required by paragraph 4 of this subsection.

7           4.    To determine if a project qualifies as a major tourism  
8 destination project pursuant to subparagraph b of paragraph 12 of  
9 Section 841 of this title and to assist in other required  
10 determinations, the Oklahoma Department of Commerce shall cause a  
11 market and feasibility study to be conducted by an independent  
12 consultant with experience in the conduct of such studies. Upon  
13 review of the feasibility report, the Oklahoma Department of  
14 Commerce shall make its finding as to the reasonable probability  
15 that the proposed project is a major tourism destination project as  
16 provided in subparagraph b of paragraph 12 of Section 841 of this  
17 title.

18           C.    For purposes of the Oklahoma Local Development and  
19 Enterprise Zone Incentive Leverage Act, an enterprise engaged in a  
20 retail activity, where otherwise prohibited by the Oklahoma  
21 Enterprise Zone Act for purposes of the benefits and incentives  
22 extended pursuant to the Oklahoma Enterprise Zone Act, shall be  
23 considered an eligible enterprise for purposes of the state local  
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1 enterprise matching payment authorized by the Oklahoma Local  
2 Development and Enterprise Zone Incentive Leverage Act.

3 D. The maximum amount of state local enterprise matching  
4 payments for an enterprise per fiscal year shall not exceed Two  
5 Hundred Thousand Dollars (\$200,000.00).

6 E. Except as provided in subsection H of this section, for  
7 purposes of the Oklahoma Local Development and Enterprise Zone  
8 Incentive Leverage Act, the maximum amount of aggregate investment  
9 in all qualifying facilities located in any single county which can  
10 qualify for a state local enterprise matching payment pursuant to  
11 subsection A of Section 844 of this title shall be computed for each  
12 county of the state by multiplying Two Hundred Dollars (\$200.00)  
13 times the population of the county according to the most recent  
14 estimate provided by the United States Bureau of the Census prior to  
15 the date an application is made.

16 F. The computation required by subsection E of this section  
17 shall be the maximum amount of aggregated investment qualifying for  
18 the purposes of all enterprises for the duration of the Oklahoma  
19 Local Development and Enterprise Zone Incentive Leverage Act.

20 G. The aggregate investment limit for all facilities located  
21 within a county which may qualify for the state local enterprise  
22 matching payments pursuant to subsection A of Section 844 of this  
23 title shall:

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1 1. Not be less than Twenty Million Dollars (\$20,000,000.00) for  
2 counties with a population ~~of~~ less than one hundred thousand  
3 (100,000) persons; and

4 2. Not be greater than Forty Million Dollars (\$40,000,000.00)  
5 for all other counties of the state.

6 H. The aggregate limit for all state local government matching  
7 payments made to any public entity on behalf of any local  
8 governmental entity within a single county pursuant to subsection D  
9 of Section 844 of this title for the duration of the Oklahoma Local  
10 Development and Enterprise Zone Incentive Leverage Act shall be an  
11 amount equal to the net benefit rate multiplied by the taxable gross  
12 sales derived from the project over the period of apportionment of  
13 local sales taxes, as certified by the Secretary of Commerce.

14 I. The payments authorized by Section 844 of this title shall  
15 be available for business and governmental entities qualifying  
16 pursuant to the Local Development Act for investments made within an  
17 incentive district or for improvements made within an increment  
18 district prior to December 31, 2007, or for which an incentive  
19 district or an increment district has been created prior to December  
20 31, 2028, if the investments or improvements are begun not later  
21 than December 31, 2029.

22 J. An enterprise or entity receiving payments authorized  
23 pursuant to the provisions of Section 844 of this title shall  
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1 annually report to the Oklahoma Department of Commerce the  
2 following:

3 1. All employment resulting from the project or facility  
4 location or expansion, including payroll amounts;

5 2. Capital investment amounts resulting from the project or  
6 facility location or expansion; and

7 3. Changes in the assessed value of property resulting from the  
8 project or facility location or expansion.

9 The enterprise or entity shall also provide consent for the  
10 Department to furnish the reported information to the Incentive  
11 Evaluation Commission only for evaluation purposes by the Commission  
12 or a designee. The information furnished to the Commission shall be  
13 disaggregated and on a per project basis. The Department shall make  
14 available on the Department website the information reported  
15 pursuant to this subsection.

16 K. The Oklahoma Department of Commerce shall promulgate rules  
17 for administration of the Oklahoma Local Development and Enterprise  
18 Zone Incentive Leverage Act. Such rules shall:

19 1. Include a procedure for an enterprise or local governmental  
20 entity to make application for state local enterprise and state  
21 local government matching payments pursuant to this section;

22 2. Reflect the intent that the Oklahoma Local Development and  
23 Enterprise Zone Incentive Leverage Act be fiscally neutral to the  
24 state; and

1           3. Establish reporting requirements, including the requirements  
2 provided in subsection J of this section, for successful applicants  
3 which allow data collection and analysis by the Department on  
4 employment, capital investment, changes in assessed value of a  
5 project and other impacts resulting from payments and reporting of  
6 such data by the Department to the Oklahoma Tax Commission for the  
7 purposes of subsection B of Section 847 of this title.

8           SECTION 2. This act shall become effective November 1, 2025.

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10 COMMITTEE REPORT BY: OVERSIGHT COMMITTEE ON COMMERCE AND ECONOMIC  
11 DEVELOPMENT, dated - 04/17/2025 - DO PASS.

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