| 1 | HOUSE OF REPRESENTATIVES - FLOOR VERSION |
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| 2 | STATE OF OKLAHOMA |
| 3 | 2nd Session of the 59th Legislature (2024) |
| 4 | HOUSE BILL 3424 By: Archer, Lawson, Hefner, |
| 5 | Moore, and Blancett of the House |
| 6 | and |
| 7 | Garvin of the Senate |
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| 11 | AS INTRODUCED |
| 12 | [community development - Community Quality of Life |
| 13 | Enhancement Act - legislative findings - Community |
| 14 | Quality of Life Enhancement Revolving Fund - |
| 15 | codification - noncodification - effective date - |
| 16 | emergency] |
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| 21 | BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: |
| 22 | SECTION 1. NEW LAW A new section of law not to be |
| 23 | codified in the Oklahoma Statutes reads as follows: |
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This act shall be known and may be cited as the "Community Quality of Life Enhancement Act".

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 9101 of Title 62, unless there is created a duplication in numbering, reads as follows:

The Legislature finds that communities within the state would benefit from access to additional funding sources to promote a high quality of life. Such funding should be utilized by the communities based on an allocation system using a per capita method.

SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 9102 of Title 62, unless there is created a duplication in numbering, reads as follows:

Local communities shall establish a board in order to make applications to the Oklahoma Department of Commerce for available funds pursuant to the provisions of this act.

SECTION 4. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 9103 of Title 62, unless there is created a duplication in numbering, reads as follows:

The monies in the Community Quality of Life Enhancement Revolving Fund may be utilized by eligible communities for:

- 1. Infrastructure improvements that impact quality of life;
- 2. Parks and recreational facilities;
- 3. Public transportation enhancements;
 - 4. Cultural and community centers;

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1 5. Public art and beautification; and

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6. Environmental conservation projects.

SECTION 5. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 9104 of Title 62, unless there is created a duplication in numbering, reads as follows:

The expenditures from the Community Qualify of Life Enhancement Revolving Fund and other expenditures governed by this act, if made in accordance with the requirements of this act, shall be construed as an expenditure of public funds in furtherance of governmental functions and for the purpose of conferring general and uniform benefits resulting from the expenditures upon the residents and other legal entities located in eligible communities.

SECTION 6. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 9105 of Title 62, unless there is created a duplication in numbering, reads as follows:

There is hereby created in the State Treasury a revolving fund for the Oklahoma Department of Commerce to be designated the "Community Quality of Life Enhancement Revolving Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all monies received by the Oklahoma Department of Commerce from the apportionment of sales tax revenue as provided by Section 7 of this act. All monies accruing to the credit of said fund are hereby appropriated and may be budgeted and expended by the

Oklahoma Department of Commerce for the purpose of making
allocations to eligible communities to implement the provisions of
this act. Expenditures from said fund shall be made upon warrants
issued by the State Treasurer against claims filed as prescribed by
law with the Director of the Office of Management and Enterprise

Services for approval and payment.

SECTION 7. AMENDATORY 68 O.S. 2021, Section 1353V2, as last amended by Section 2, Chapter 290, O.S.L. 2023 (68 O.S. Supp. 2023, Section 1353V2), is amended to read as follows:

Section 1353 Purpose of article - Apportionment of revenues.

A. It is hereby declared to be the purpose of the Oklahoma Sales Tax Code to provide funds for the financing of the program provided for by the Oklahoma Social Security Act and to provide revenues for the support of the functions of the state government of Oklahoma, and for this purpose it is hereby expressly provided that, revenues derived pursuant to the provisions of the Oklahoma Sales Tax Code, subject to the apportionment requirements for the Oklahoma Tax Commission and Office of Management and Enterprise Services Joint Computer Enhancement Fund provided by Section 265 of this title, after the apportionment of Sixty Million Dollars

(\$60,000,000.00) each fiscal year to the Community Quality of Life Enhancement Revolving Fund created pursuant to Section 6 of this act there, shall be apportioned as follows:

1. Except as provided in subsection C of this section, the following amounts shall be paid to the State Treasurer to be placed to the credit of the General Revenue Fund to be paid out pursuant to direct appropriation by the Legislature:

| 5 | Fiscal Year | Amount |
|----|---|---------|
| 6 | FY 2003 and FY 2004 | 86.04% |
| 7 | FY 2005 | 85.83% |
| 8 | FY 2006 | 85.54% |
| 9 | FY 2007 | 85.04% |
| 10 | FY 2008 through FY 2022 | 83.61% |
| 11 | FY 2023 through FY 2027 | 83.36% |
| 12 | FY 2028 and each fiscal year thereafter | 83.61%; |

- 2. The following amounts shall be paid to the State Treasurer to be placed to the credit of the Education Reform Revolving Fund of the State Department of Education:
 - a. for FY 2003, FY 2004 and FY 2005, ten and forty-two one-hundredths percent (10.42%),
 - b. for FY 2006 through FY 2020, ten and forty-six one-hundredths percent (10.46%),
 - c. for FY 2021:
 - (1) for the month beginning July 1, 2020, through the month ending August 31, 2020, ten and forty-six one-hundredths percent (10.46%), and

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| 1 | (2) for the month beginning September 1, | 2020, |
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| 2 | through the month ending June 30, 20 |)21, eleven |
| 3 | and ninety-six one-hundredths percer | nt (11.96%), |
| 4 | d. for FY 2022 and each fiscal year thereaft | ter, ten and |
| 5 | forty-six one-hundredths percent (10.46%) | ; |
| 6 | 3. The following amounts shall be paid to the Stat | te Treasurer |
| 7 | to be placed to the credit of the Teachers' Retirement | System |
| 8 | Dedicated Revenue Revolving Fund: | |
| 9 | Fiscal Year | Amount |
| 10 | FY 2003 and FY 2004 | 3.54% |
| 11 | FY 2005 | 3.75% |
| 12 | FY 2006 | 4.0% |
| 13 | FY 2007 | 4.5% |
| 14 | FY 2008 through FY 2020 | 5.0% |
| 15 | FY 2021: | |
| 16 | a. for the month beginning July | |
| 17 | 1, 2020, through the month | |
| 18 | ending August 31, 2020 | 5.0% |
| 19 | b. for the month beginning | |
| 20 | September 1, 2020, through | |
| 21 | the month ending June 30, | |
| 22 | 2021 | 3.5% |
| 23 | FY 2022 | 5.0% |
| 24 | FY 2023 through FY 2027 | 5.25% |

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FY 2028 and each fiscal year thereafter

5.0%;

- a. except as otherwise provided in subparagraph b of this paragraph, for the fiscal year beginning July 1, 2022, and for each fiscal year thereafter, eighty-seven one-hundredths percent (0.87%) shall be paid to the State Treasurer to be further apportioned as follows:
 - (1) twenty-four percent (24%) shall be placed to the credit of the Oklahoma Tourism Promotion Revolving Fund, but in no event shall such apportionment exceed Five Million Dollars (\$5,000,000.00) in any fiscal year,
 - (2) forty-four percent (44%) shall be placed to the
 credit of the Oklahoma Tourism Capital
 Improvement Revolving Fund, but in no event shall
 such apportionment exceed Nine Million Dollars
 (\$9,000,000.00) in any fiscal year, and
 - (3) thirty-two percent (32%) shall be placed to the credit of the Oklahoma Route 66 Commission

 Revolving Fund, but in no event shall such apportionment exceed Six Million Six Hundred

 Thousand Dollars (\$6,600,000.00) in any fiscal year, and

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- b. any amounts which exceed the limitations of subparagraph a of this paragraph shall be placed to the credit of the General Revenue Fund; and
- 5. For the fiscal year beginning July 1, 2015, and for each fiscal year thereafter, six one-hundredths percent (0.06%) shall be placed to the credit of the Oklahoma Historical Society Capital Improvement and Operations Revolving Fund, but in no event shall such apportionment exceed the total amount apportioned pursuant to this paragraph for the fiscal year ending on June 30, 2015. Any amounts which exceed the limitations of this paragraph shall be placed to the credit of the General Revenue Fund.
- B. Provided, for the fiscal year beginning July 1, 2007, and every fiscal year thereafter, an amount of revenue shall be apportioned to each municipality or county which levies a sales tax subject to the provisions of Section 1357.10 of this title and subsection F of Section 2701 of this title equal to the amount of sales tax revenue of such municipality or county exempted by the provisions of Section 1357.10 of this title and subsection F of Section 2701 of this title. The Oklahoma Tax Commission shall promulgate and adopt rules necessary to implement the provisions of this subsection.
- C. From the monies that would otherwise be apportioned to the General Revenue Fund pursuant to subsection A of this section, there shall be apportioned the following amounts:

- 1 1. For the month ending August 31, 2019:
 - a. Nine Million Six Hundred Thousand Dollars (\$9,600,000.00) to the credit of the State Highway Construction and Maintenance Fund created in Section 1501 of Title 69 of the Oklahoma Statutes, and
 - b. Two Million Dollars (\$2,000,000.00) to the credit of the Oklahoma Railroad Maintenance Revolving Fund created in Section 309 of Title 66 of the Oklahoma Statutes;
 - 2. For the month ending September 30, 2019:
 - a. Twenty Million Dollars (\$20,000,000.00) to the credit of the State Highway Construction and Maintenance Fund created in Section 1501 of Title 69 of the Oklahoma Statutes, and
 - b. Two Million Dollars (\$2,000,000.00) to the credit of the Oklahoma Railroad Maintenance Revolving Fund created in Section 309 of Title 66 of the Oklahoma Statutes;
 - 3. For the month ending October 31, 2019:
 - a. Twenty Million Dollars (\$20,000,000.00) to the credit of the State Highway Construction and Maintenance Fund created in Section 1501 of Title 69 of the Oklahoma Statutes, and

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- b. Two Million Dollars (\$2,000,000.00) to the credit of the Oklahoma Railroad Maintenance Revolving Fund created in Section 309 of Title 66 of the Oklahoma Statutes;
- 4. For the month ending November 30, 2019:
 - a. Twenty Million Dollars (\$20,000,000.00) to the credit of the State Highway Construction and Maintenance Fund created in Section 1501 of Title 69 of the Oklahoma Statutes, and
 - b. Two Million Dollars (\$2,000,000.00) to the credit of the Oklahoma Railroad Maintenance Revolving Fund created in Section 309 of Title 66 of the Oklahoma Statutes; and
- 5. For the month ending December 31, 2019:
 - a. Twenty Million Dollars (\$20,000,000.00) to the credit of the State Highway Construction and Maintenance Fund created in Section 1501 of Title 69 of the Oklahoma Statutes, and
 - b. Two Million Dollars (\$2,000,000.00) to the credit of the Oklahoma Railroad Maintenance Revolving Fund created in Section 309 of Title 66 of the Oklahoma Statutes.
- SECTION 8. This act shall become effective July 1, 2024.

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| 1 | SECTION 9. It being immediately necessary for the preservation |
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| 2 | of the public peace, health or safety, an emergency is hereby |
| 3 | declared to exist, by reason whereof this act shall take effect and |
| 4 | be in full force from and after its passage and approval. |
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| 6 | COMMITTEE REPORT BY: COMMITTEE ON APPROPRIATIONS AND BUDGET, dated |
| 7 | 02/29/2024 - DO PASS, As Amended and Coauthored. |
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HB3424 HFLR BOLD FACE denotes Committee Amendments.