

Within ninety (90) days of the conclusion of the Quality Event, the Oklahoma Tax Commission shall determine the amount of the incremental sales tax remitted by vendors within the designated Quality Event area:

1. If the incremental sales tax revenue is zero (\$0), that is sales taxes are less in the more recent year than in the comparison period, then the Oklahoma Tax Commission shall not make any payment to the host community for the Quality Event;
2. If the incremental tax revenue is greater than zero (\$0) but less than the eligible expenses (and in event more than \$250,000), then the Tax Commission shall make payment to the host community in the amount of the incremental sales taxes;
3. If the incremental sales taxes are at least equal to the amount of the eligible expenses (no more than \$250,000), then the Tax Commission shall make payment to the host community for the full amount of the eligible expenses (no more than \$250,000).

## **C. Oklahoma Community Economic Development Pooled Finance**

(62 O.S. § 891.1 et seq.)

**The Pooled Finance incentive creates:**

1. A financing incentive that targets job creation and infrastructure development; and
2. A foundation of ensuring Oklahoma's infrastructure is high quality for attracting and retaining jobs.

### **Key Points:**

- A \$100 million Infrastructure Pool is created for public financing to local governments issued through the Oklahoma Development Finance Authority.
- The Infrastructure Pool revenue must be used for infrastructure development such as:
  - County/municipal roads & bridges
  - Water treatment facilities
  - Solid waste management facilities
  - Railway and Utility Systems
  - Other infrastructure assets owned by local government
- Bonds issued from the Infrastructure Pool are financed or repaid from taxes voted on by local community.
- A \$100 million Economic Development Pool is created for public finance to local governments in conjunction with a for-profit entity through ODFA.
- The Economic Development Pool shall be used for economic development projects in the state.
- Debt issued from the Economic Development Pool may be paid from withholdings taxes, and other revenue, at the for-profit entity benefitted by the financing.
- For debt obligations issued under this act, there is a maximum maturity of 25 years and a maximum coupon rate of 14%.