

1 STATE OF OKLAHOMA

2 1st Session of the 58th Legislature (2021)

3 SENATE BILL 590

By: Montgomery

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5
6 AS INTRODUCED

7 An Act relating to gross production tax; amending 68
8 O.S. 2011, Section 1004, as last amended by Section
9 61, Chapter 161, O.S.L. 2020 (68 O.S. Supp. 2020,
10 Section 1004), which relates to apportionment of
11 gross production tax; redirecting apportionment to
12 certain funds in certain years to the trust of the
Commissioners of the Land Office; providing for
increase of redirected funds until all funds
otherwise apportioned are redirected; and providing
an effective date.

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

15 SECTION 1. AMENDATORY 68 O.S. 2011, Section 1004, as
16 last amended by Section 61, Chapter 161, O.S.L. 2020 (68 O.S. Supp.
17 2020, Section 1004), is amended to read as follows:

18 Section 1004. A. As used in this section:

19 1. "Moving five-year average amount for gas" means, for
20 purposes of the apportionments prescribed by this section, the
21 amount of gross production tax on natural gas collected for each of
22 the five (5) complete fiscal years, as computed by the State Board
23 of Equalization pursuant to Section 34.103 of Title 62 of the
24 Oklahoma Statutes; and

1 2. "Moving five-year average amount for oil" means, for
2 purposes of the apportionments prescribed by this section, the
3 amount of gross production tax on oil collected for each of the five
4 (5) complete fiscal years, as computed by the State Board of
5 Equalization pursuant to Section 34.103 of Title 62 of the Oklahoma
6 Statutes.

7 B. Beginning July 1, 2017, the gross production tax provided
8 for in Section 1001 of this title is hereby levied and shall be
9 collected and apportioned as follows:

10 1. For all monies collected from the tax levied on asphalt or
11 ores bearing uranium, lead, zinc, jack, gold, silver or copper:

12 a. eighty-five and seventy-two one-hundredths percent
13 (85.72%) shall be paid to the State Treasurer of the
14 state to be placed in the General Revenue Fund of the
15 state and used for the general expense of state
16 government, to be paid out pursuant to direct
17 appropriation by the Legislature,

18 b. seven and fourteen one-hundredths percent (7.14%) of
19 the sum collected from natural gas and/or casinghead
20 gas or asphalt or ores bearing uranium, lead, zinc,
21 jack, gold, silver or copper shall be paid to the
22 various county treasurers to be credited to the County
23 Highway Fund as follows: Each county shall receive a
24 proportionate share of the funds available based upon

1 the proportion of the total value of production from
2 such county in the corresponding month of the
3 preceding year, and

- 4 c. seven and fourteen one-hundredths percent (7.14%)
5 shall be allocated to each county as provided for in
6 subparagraph b of this paragraph and shall be
7 apportioned, on an average daily attendance per capita
8 distribution basis, as certified by the State
9 Superintendent of Public Instruction to the school
10 districts of the county where such pupils attend
11 school regardless of residence of such pupil, provided
12 the school district makes an ad valorem tax levy of
13 fifteen (15) mills for the current year and maintains
14 twelve (12) years of instruction;

15 2. For all monies collected from the tax levied on natural gas
16 and/or casinghead gas at a tax rate of seven percent (7%) pursuant
17 to the provisions of subsection B of Section 1001 of this title:

- 18 a. after the total revenue apportioned to the General
19 Revenue Fund as prescribed by subparagraph b of this
20 paragraph equals the moving five-year average amount
21 for gas as defined by paragraph 1 of subsection A of
22 this section, there shall be apportioned from the
23 gross production tax levy imposed pursuant to Section
24 1001 of this title on natural gas and/or casinghead

1 gas to the Revenue Stabilization Fund created by
2 Section 34.102 of Title 62 of the Oklahoma Statutes,
3 the amount of revenue, if any, which exceeds the
4 moving five-year average amount for gas as defined
5 pursuant to paragraph 1 of subsection A of this
6 section,

7 b. until the apportionment to the General Revenue Fund
8 equals the moving five-year average amount for gas as
9 prescribed by paragraph 1 of subsection A of this
10 section, eighty-five and seventy-two one-hundredths
11 percent (85.72%) shall be paid to the State Treasurer
12 of the state to be placed in the General Revenue Fund
13 of the state and used for the general expense of state
14 government, to be paid out pursuant to direct
15 appropriation by the Legislature,

16 c. before any other apportionment of revenue has been
17 made pursuant to this paragraph, seven and fourteen
18 one-hundredths percent (7.14%) of the sum collected
19 from natural gas and/or casinghead gas shall be paid
20 to the various county treasurers to be credited to the
21 County Highway Fund as follows: Each county shall
22 receive a proportionate share of the funds available
23 based upon the proportion of the total value of
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1 production from such county in the corresponding month
2 of the preceding year, and

3 d. before any other apportionment of revenue has been
4 made pursuant to this paragraph, seven and fourteen
5 one-hundredths percent (7.14%) shall be allocated to
6 each county as provided for in subparagraph c of this
7 paragraph and shall be apportioned, on an average
8 daily attendance per capita distribution basis, as
9 certified by the State Superintendent of Public
10 Instruction to the school districts of the county
11 where such pupils attend school regardless of
12 residence of such pupil; provided, the school
13 district makes an ad valorem tax levy of fifteen (15)
14 mills for the current year and maintains twelve (12)
15 years of instruction;

16 3. For all monies collected from the tax levied on natural gas
17 and/or casinghead gas at a tax rate of four percent (4%) pursuant to
18 the provisions of subsection B of Section 1001 of this title:

19 a. after the total revenue apportioned to the General
20 Revenue Fund as prescribed by subparagraph b of this
21 paragraph equals the moving five-year average amount
22 for gas as defined by paragraph 1 of subsection A of
23 this section, there shall be apportioned from the
24 gross production tax levy imposed pursuant to Section

1 1001 of this title on natural gas and/or casinghead
2 gas to the Revenue Stabilization Fund created pursuant
3 to Section 34.102 of Title 62 of the Oklahoma
4 Statutes, the amount of revenue, if any, which exceeds
5 the moving five-year average amount for gas as defined
6 pursuant to paragraph 1 of subsection A of this
7 section,

8 b. until the apportionment to the General Revenue Fund
9 equals the moving five-year average amount for gas as
10 prescribed by paragraph 1 of subsection A of this
11 section, seventy-five percent (75%) shall be paid to
12 the State Treasurer of the state to be placed in the
13 General Revenue Fund of the state and used for the
14 general expense of state government, to be paid out
15 pursuant to direct appropriation by the Legislature,

16 c. before any other apportionment of revenue has been
17 made pursuant to this paragraph, twelve and one-half
18 percent (12.5%) of the sum collected from natural gas
19 and/or casinghead gas shall be paid to the various
20 county treasurers to be credited to the County Highway
21 Fund as follows: Each county shall receive a
22 proportionate share of the funds available based upon
23 the proportion of the total value of production from
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1 such county in the corresponding month of the
2 preceding year, and

- 3 d. before any other apportionment of revenue has been
4 made pursuant to this paragraph, twelve and one-half
5 percent (12.5%) shall be allocated to each county as
6 provided for in subparagraph c of this paragraph and
7 shall be apportioned, on an average daily attendance
8 per capita distribution basis, as certified by the
9 State Superintendent of Public Instruction to the
10 school districts of the county where such pupils
11 attend school regardless of residence of such pupil,
12 provided the school district makes an ad valorem tax
13 levy of fifteen (15) mills for the current year and
14 maintains twelve (12) years of instruction;

15 4. For all monies collected from the tax levied on natural gas
16 and/or casinghead gas at a tax rate of one percent (1%) pursuant to
17 the provisions of subsection B of Section 1001 of this title:

- 18 a. fifty percent (50%) of the sum collected from natural
19 gas and/or casinghead gas shall be paid to the various
20 county treasurers to be credited to the County Highway
21 Fund as follows: Each county shall receive a
22 proportionate share of the funds available based upon
23 the proportion of the total value of production from
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1 such county in the corresponding month of the
2 preceding year, and

- 3 b. fifty percent (50%) shall be allocated to each county
4 as provided for in subparagraph a of this paragraph
5 and shall be apportioned, on an average daily
6 attendance per capita distribution basis, as certified
7 by the State Superintendent of Public Instruction to
8 the school districts of the county where such pupils
9 attend school regardless of residence of such pupil,
10 provided the school district makes an ad valorem tax
11 levy of fifteen (15) mills for the current year and
12 maintains twelve (12) years of instruction;

13 5. For all monies collected from the tax levied on natural gas
14 and/or casinghead gas at a tax rate of two percent (2%) pursuant to
15 the provisions of paragraph 3 of subsection B of Section 1001 of
16 this title:

- 17 a. after the total revenue apportioned to the General
18 Revenue Fund as prescribed by subparagraph b of this
19 paragraph equals the moving five-year average amount
20 for gas as defined by paragraph 1 of subsection A of
21 this section, there shall be apportioned from the
22 gross production tax levy imposed pursuant to Section
23 1001 of this title on gas to the Revenue Stabilization
24 Fund created by Section 34.102 of Title 62 of the

1 Oklahoma Statutes, the amount of revenue, if any,
2 which exceeds the moving five-year average amount for
3 natural gas and/or casinghead gas as defined pursuant
4 to paragraph 1 of subsection A of this section,

5 b. until the apportionment to the General Revenue Fund
6 equals the moving five-year average amount for gas as
7 prescribed by paragraph 1 of subsection A of this
8 section, fifty percent (50%) shall be paid to the
9 State Treasurer to be placed in the General Revenue
10 Fund of the state and used for the general expense of
11 state government, to be paid out pursuant to direct
12 appropriation by the Legislature,

13 c. before any other apportionment of revenue has been
14 made pursuant to this paragraph, twenty-five percent
15 (25%) of the sum collected from natural gas and/or
16 casinghead gas shall be paid to the various county
17 treasurers to be credited to the County Highway Fund
18 as follows: Each county shall receive a proportionate
19 share of the funds available based upon the proportion
20 of the total value of production from such county in
21 the corresponding month of the preceding year, and

22 d. before any other apportionment of revenue has been
23 made pursuant to this paragraph, twenty-five percent
24 (25%) shall be allocated to each county as provided

1 for in subparagraph c of this paragraph and shall be
2 apportioned on an average daily attendance per capita
3 distribution basis, as certified by the State
4 Superintendent of Public Instruction, to the school
5 districts of the county where such pupils attend
6 school regardless of residence of such pupil,
7 provided, the school district makes an ad valorem tax
8 levy of fifteen (15) mills for the current year and
9 maintains twelve (12) years of instruction;

10 6. For all monies collected from the tax levied on oil at a tax
11 rate of seven percent (7%) pursuant to the provisions of subsection
12 B of Section 1001 of this title:

13 a. there shall be apportioned from the gross production
14 tax levy imposed pursuant to Section 1001 of this
15 title on oil to the Revenue Stabilization Fund created
16 by Section 34.102 of Title 62 of the Oklahoma
17 Statutes, after the applicable maximum amount
18 prescribed by subsection C of this section has been
19 deposited to the funds therein specified, the amount
20 of revenue, if any, which would otherwise be
21 apportioned to the General Revenue Fund and which
22 exceeds the moving five-year average amount for oil as
23 defined pursuant to paragraph 2 of subsection A of
24 this section,

1 b. before any other apportionment of revenue has been
2 made pursuant to this paragraph, twenty-five and
3 seventy-two one-hundredths percent (25.72%) shall be
4 paid to the State Treasurer to be placed in the Common
5 Education Technology Revolving Fund created in Section
6 34.90 of Title 62 of the Oklahoma Statutes,

7 c. before any other apportionment of revenue has been
8 made pursuant to this paragraph, twenty-five and
9 seventy-two one-hundredths percent (25.72%) shall be
10 paid to the State Treasurer to be placed in the Higher
11 Education Capital Revolving Fund created in Section
12 34.91 of Title 62 of the Oklahoma Statutes,

13 d. before any other apportionment of revenue has been
14 made pursuant to this paragraph, twenty-five and
15 seventy-two one-hundredths percent (25.72%) shall be
16 paid to the State Treasurer to be placed in the
17 Oklahoma Student Aid Revolving Fund created in Section
18 34.92 of Title 62 of the Oklahoma Statutes,

19 e. before any other apportionment of revenue has been
20 made pursuant to this paragraph, three and seven
21 hundred forty-five one-thousandths percent (3.745%)
22 shall be distributed to the various counties of the
23 state for deposit into the County Bridge and Road
24 Improvement Fund of each county based on a formula

1 developed by the Department of Transportation and
2 approved by the Department of Transportation County
3 Advisory Board created pursuant to Section 302.1 of
4 Title 69 of the Oklahoma Statutes to be used for the
5 purposes set forth in the County Bridge and Road
6 Improvement Act. The formula shall be similar to the
7 formula currently used for the distribution of monies
8 in the County Bridge Program funds, but shall also
9 take into consideration the effect of the terrain and
10 traffic volume as related to county road improvement
11 and maintenance costs,

12 f. before any other apportionment of revenue has been
13 made pursuant to this paragraph, four and twenty-eight
14 one-hundredths percent (4.28%) shall be paid to the
15 State Treasurer to be apportioned to:

16 (1) the following sources and in the following
17 amounts through the fiscal year ending June 30,
18 2022:

19 (a) thirty-three and one-third percent (33 1/3%)
20 to the Oklahoma Tourism and Recreation
21 Department Capital Expenditure Revolving
22 Fund created pursuant to Section 2254.1 of
23 Title 74 of the Oklahoma Statutes,

1 (b) thirty-three and one-third percent (33 1/3%)
2 to the Oklahoma Conservation Commission
3 Infrastructure Revolving Fund created
4 pursuant to Section 3-2-110 of Title 27A of
5 the Oklahoma Statutes, and

6 (c) thirty-three and one-third percent (33 1/3%)
7 to the Community Water Infrastructure
8 Development Revolving Fund created pursuant
9 to Section 1085.7A of Title 82 of the
10 Oklahoma Statutes, and

11 (2) the Oklahoma Water Resources Board Rural Economic
12 Action Plan Water Projects Fund for the fiscal
13 year beginning July 1, 2022, and for each fiscal
14 year thereafter,

15 g. before any other apportionment of revenue has been
16 made pursuant to this paragraph, seven and fourteen
17 one-hundredths percent (7.14%) of the sum collected
18 from oil shall be paid to the various county
19 treasurers, to be credited to the County Highway Fund
20 as follows: Each county shall receive a proportionate
21 share of the funds available based upon the proportion
22 of the total value of production from such county in
23 the corresponding month of the preceding year,

1 h. before any other apportionment of revenue has been
2 made pursuant to this paragraph, seven and fourteen
3 one-hundredths percent (7.14%) shall be allocated to
4 each county as provided in subparagraph g of this
5 paragraph and shall be apportioned, on an average
6 daily attendance per capita distribution basis, as
7 certified by the State Superintendent of Public
8 Instruction, to the school districts of the county
9 where such pupils attend school regardless of
10 residence of such pupil; provided, the school
11 district makes an ad valorem tax levy of fifteen (15)
12 mills for the current year and maintains twelve (12)
13 years of instruction, and

14 i. before any other apportionment of revenue has been
15 made pursuant to this paragraph, five hundred thirty-
16 five one-thousandths percent (0.535%) of the levy
17 shall be transmitted by the Oklahoma Tax Commission to
18 the Statewide Circuit Engineering District Revolving
19 Fund as created in Section 687.2 of Title 69 of the
20 Oklahoma Statutes;

21 7. For all monies collected from the tax levied on oil at a tax
22 rate of four percent (4%) pursuant to the provisions of subsection B
23 of Section 1001 of this title:
24

1 a. there shall be apportioned from the gross production
2 tax levy imposed pursuant to Section 1001 of this
3 title on oil to the Revenue Stabilization Fund created
4 by Section 34.102 of Title 62 of the Oklahoma
5 Statutes, after the applicable maximum amount
6 prescribed by subsection C of this section has been
7 deposited to the funds therein specified, the amount
8 of revenue, if any, which would otherwise be
9 apportioned to the General Revenue Fund and which
10 exceeds the moving five-year average amount for oil as
11 defined pursuant to paragraph 2 of subsection A of
12 this section,

13 b. before any other apportionment of revenue has been
14 made pursuant to this paragraph, twenty-two and one-
15 half percent (22.5%) shall be paid to the State
16 Treasurer to be placed in the Common Education
17 Technology Revolving Fund created in Section 34.90 of
18 Title 62 of the Oklahoma Statutes,

19 c. before any other apportionment of revenue has been
20 made pursuant to this paragraph, twenty-two and one-
21 half percent (22.5%) shall be paid to the State
22 Treasurer to be placed in the Higher Education Capital
23 Revolving Fund created in Section 34.91 of Title 62 of
24 the Oklahoma Statutes,

1 d. before any other apportionment of revenue has been
2 made pursuant to this paragraph, twenty-two and one-
3 half percent (22.5%) shall be paid to the State
4 Treasurer to be placed in the Oklahoma Student Aid
5 Revolving Fund created in Section 34.92 of Title 62 of
6 the Oklahoma Statutes,

7 e. before any other apportionment of revenue has been
8 made pursuant to this paragraph, three and twenty-
9 eight one-hundredths percent (3.28%) shall be
10 distributed to the various counties of the state for
11 deposit into the County Bridge and Road Improvement
12 Fund of each county based on a formula developed by
13 the Department of Transportation and approved by the
14 Department of Transportation County Advisory Board
15 created pursuant to Section 302.1 of Title 69 of the
16 Oklahoma Statutes to be used for the purposes set
17 forth in the County Bridge and Road Improvement Act.
18 The formula shall be similar to the formula currently
19 used for the distribution of monies in the County
20 Bridge Program funds, but shall also take into
21 consideration the effect of the terrain and traffic
22 volume as related to county road improvement and
23 maintenance costs,

1 f. before any other apportionment of revenue has been
2 made pursuant to this paragraph, three and seventy-
3 five one-hundredths percent (3.75%) shall be paid to
4 the State Treasurer to be apportioned to:

5 (1) the following sources and in the following
6 amounts through the fiscal year ending June 30,
7 2022:

8 (a) thirty-three and one-third percent (33 1/3%)
9 to the Oklahoma Tourism and Recreation
10 Department Capital Expenditure Revolving
11 Fund created pursuant to Section 2254.1 of
12 Title 74 of the Oklahoma Statutes,

13 (b) thirty-three and one-third percent (33 1/3%)
14 to the Oklahoma Conservation Commission
15 Infrastructure Revolving Fund created
16 pursuant to Section 3-2-110 of Title 27A of
17 the Oklahoma Statutes, and

18 (c) thirty-three and one-third percent (33 1/3%)
19 to the Community Water Infrastructure
20 Development Revolving Fund created pursuant
21 to Section 1085.7A of Title 82 of the
22 Oklahoma Statutes, and

23 (2) the Oklahoma Water Resources Board Rural Economic
24 Action Plan Water Projects Fund for the fiscal

1 year beginning July 1, 2022, and for each fiscal
2 year thereafter,

3 g. before any other apportionment of revenue has been
4 made pursuant to this paragraph, twelve and one-half
5 percent (12.5%) of the sum collected from oil shall be
6 paid to the various county treasurers, to be credited
7 to the County Highway Fund as follows: Each county
8 shall receive a proportionate share of the funds
9 available based upon the proportion of the total value
10 of production from such county in the corresponding
11 month of the preceding year,

12 h. before any other apportionment of revenue has been
13 made pursuant to this paragraph, twelve and one-half
14 percent (12.5%) shall be allocated to each county as
15 provided in subparagraph g of this paragraph and shall
16 be apportioned on an average daily attendance per
17 capita distribution basis, as certified by the State
18 Superintendent of Public Instruction, to the school
19 districts of the county where such pupils attend
20 school regardless of residence of such pupil, provided
21 the school district makes an ad valorem tax levy of
22 fifteen (15) mills for the current year and maintains
23 twelve (12) years of instruction, and

1 i. before any other apportionment of revenue has been
2 made pursuant to this paragraph, forty-seven one-
3 hundredths percent (0.47%) of the levy shall be
4 transmitted by the Tax Commission to the Statewide
5 Circuit Engineering District Revolving Fund as created
6 in Section 687.2 of Title 69 of the Oklahoma Statutes;

7 8. For all monies collected from the tax levied on oil at a tax
8 rate of one percent (1%) pursuant to the provisions of subsection B
9 of Section 1001 of this title:

10 a. fifty percent (50%) of the sum collected shall be paid
11 to the various county treasurers, to be credited to
12 the County Highway Fund as follows: Each county shall
13 receive a proportionate share of the funds available
14 based upon the proportion of the total value of
15 production from such county in the corresponding month
16 of the preceding year, and

17 b. fifty percent (50%) shall be allocated to each county
18 as provided for in subparagraph a of this paragraph
19 and shall be apportioned on an average daily
20 attendance per capita distribution basis, as certified
21 by the State Superintendent of Public Instruction, to
22 the school districts of the county where such pupils
23 attend school regardless of residence of such pupil,
24 provided the school district makes an ad valorem tax

1 levy of fifteen (15) mills for the current year and
2 maintains twelve (12) years of instruction;

3 9. For all monies collected from the tax levied on oil at a tax
4 rate of two percent (2%) pursuant to the provisions of paragraph 3
5 of subsection B of Section 1001 of this title:

6 a. there shall be apportioned from the gross production
7 tax levy imposed pursuant to Section 1001 of this
8 title on oil to the Revenue Stabilization Fund created
9 by Section 34.102 of Title 62 of the Oklahoma
10 Statutes, the amount of revenue, if any, which exceeds
11 the moving five-year average amount for oil as defined
12 pursuant to paragraph 2 of subsection A of this
13 section,

14 b. until the apportionment to the General Revenue Fund
15 equals the moving five-year average amount for oil as
16 prescribed by paragraph 2 of subsection A of this
17 section, fifty percent (50%) shall be paid to the
18 State Treasurer to be placed in the General Revenue
19 Fund of the state and used for the general expense of
20 state government, to be paid out pursuant to direct
21 appropriation by the Legislature,

22 c. before any other apportionment of revenue has been
23 made pursuant to this paragraph, twenty-five percent
24 (25%) of the sum collected from oil shall be paid to
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1 the various county treasurers, to be credited to the
2 County Highway Fund as follows: Each county shall
3 receive a proportionate share of the funds available
4 based upon the proportion of the total value of
5 production from such county in the corresponding month
6 of the preceding year, and

- 7 d. before any other apportionment of revenue has been
8 made pursuant to this paragraph, twenty-five percent
9 (25%) shall be allocated to each county as provided in
10 subparagraph c of this paragraph and shall be
11 apportioned on an average daily attendance per capita
12 distribution basis, as certified by the State
13 Superintendent of Public Instruction, to the school
14 districts of the county where such pupils attend
15 school regardless of residence of such pupil, provided
16 the school district makes an ad valorem tax levy of
17 fifteen (15) mills for the current year and maintains
18 twelve (12) years of instruction;

19 10. On or after June 28, 2018, the gross production tax levied
20 on natural gas or casinghead gas at the rate of five percent (5%)
21 provided for in paragraph 3 of subsection B of Section 1001 of this
22 title shall be apportioned as follows:

- 23 a. after the total revenue apportioned to the General
24 Revenue Fund as prescribed by subparagraph b of this

1 paragraph equals the moving five-year average amount
2 for gas as defined by paragraph 1 of subsection A of
3 this section, there shall be apportioned from the
4 gross production tax levy imposed pursuant to Section
5 1001 of this title on natural gas and/or casinghead
6 gas to the Revenue Stabilization Fund created pursuant
7 to Section 34.102 of Title 62 of the Oklahoma
8 Statutes, the amount of revenue, if any, which exceeds
9 the moving five-year average amount for gas as defined
10 pursuant to paragraph 1 of subsection A of this
11 section,

12 b. until the apportionment to the General Revenue Fund
13 equals the moving five-year average amount for gas as
14 prescribed by paragraph 1 of subsection A of this
15 section, eighty percent (80%) shall be paid to the
16 State Treasurer of the state to be placed in the
17 General Revenue Fund of the state and used for the
18 general expense of state government, to be paid out
19 pursuant to direct appropriation by the Legislature,

20 c. before any other apportionment of revenue has been
21 made pursuant to this paragraph, ten percent (10%) of
22 the sum collected from natural gas and/or casinghead
23 gas shall be paid to the various county treasurers to
24 be credited to the County Highway Fund as follows:

1 Each county shall receive a proportionate share of the
2 funds available based upon the proportion of the total
3 value of production from such county in the
4 corresponding month of the preceding year, and

- 5 d. before any other apportionment of revenue has been
6 made pursuant to this paragraph, ten percent (10%)
7 shall be allocated to each county as provided for in
8 subparagraph c of this paragraph and shall be
9 apportioned, on an average daily attendance per capita
10 distribution basis, as certified by the State
11 Superintendent of Public Instruction to the school
12 districts of the county where such pupils attend
13 school regardless of residence of such pupil; and
14 provided, the school district makes an ad valorem tax
15 levy of fifteen (15) mills for the current year and
16 maintains twelve (12) years of instruction; and

17 11. On or after June 28, 2018, the gross production tax on oil
18 levied at the rate of five percent (5%) provided for in paragraph 3
19 of subsection B of Section 1001 of this title shall be apportioned
20 as follows:

- 21 a. there shall be apportioned from the gross production
22 tax levy imposed pursuant to Section 1001 of this
23 title on oil to the Revenue Stabilization Fund created
24 by Section 34.102 of Title 62 of the Oklahoma

1 Statutes, after the applicable maximum amount
2 prescribed by subsection C of this section has been
3 deposited to the funds therein specified, the amount
4 of revenue, if any, which would otherwise be
5 apportioned to the General Revenue Fund and which
6 exceeds the moving five-year average amount for oil as
7 defined pursuant to paragraph 2 of subsection A of
8 this section,

9 b. before any other apportionment of revenue has been
10 made pursuant to this paragraph, twenty-three and
11 seventy-five one-hundredths percent (23.75%) shall be
12 paid to the State Treasurer to be placed in the Common
13 Education Technology Revolving Fund created in Section
14 34.90 of Title 62 of the Oklahoma Statutes,

15 c. before any other apportionment of revenue has been
16 made pursuant to this paragraph, twenty-three and
17 seventy-five one-hundredths percent (23.75%) shall be
18 paid to the State Treasurer to be placed in the Higher
19 Education Capital Revolving Fund created in Section
20 34.91 of Title 62 of the Oklahoma Statutes,

21 d. before any other apportionment of revenue has been
22 made pursuant to this paragraph, twenty-three and
23 seventy-five one-hundredths percent (23.75%) shall be
24 paid to the State Treasurer to be placed in the

1 Oklahoma Student Aid Revolving Fund created in Section
2 34.92 of Title 62 of the Oklahoma Statutes,

3 e. before any other apportionment of revenue has been
4 made pursuant to this paragraph, three and twenty-
5 eight one-hundredths percent (3.28%) shall be
6 distributed to the various counties of the state for
7 deposit into the County Bridge and Road Improvement
8 Fund of each county based on a formula developed by
9 the Department of Transportation and approved by the
10 Department of Transportation County Advisory Board
11 created pursuant to Section 302.1 of Title 69 of the
12 Oklahoma Statutes to be used for the purposes set
13 forth in the County Bridge and Road Improvement Act.
14 The formula shall be similar to the formula currently
15 used for the distribution of monies in the County
16 Bridge Program funds, but shall also take into
17 consideration the effect of the terrain and traffic
18 volume as related to county road improvement and
19 maintenance costs,

20 f. before any other apportionment of revenue has been
21 made pursuant to this paragraph, five percent (5%)
22 shall be paid to the State Treasurer to be apportioned
23 to:
24

1 (1) the following sources and in the following
2 amounts through the fiscal year ending June 30,
3 2022:

4 (a) thirty-three and one-third percent (33 1/3%)
5 to the Oklahoma Tourism and Recreation
6 Department Capital Expenditure Revolving
7 Fund created pursuant to Section 2254.1 of
8 Title 74 of the Oklahoma Statutes,

9 (b) thirty-three and one-third percent (33 1/3%)
10 to the Oklahoma Conservation Commission
11 Infrastructure Revolving Fund created
12 pursuant to Section 3-2-110 of Title 27A of
13 the Oklahoma Statutes, and

14 (c) thirty-three and one-third percent (33 1/3%)
15 to the Community Water Infrastructure
16 Development Revolving Fund created pursuant
17 to Section 1085.7A of Title 82 of the
18 Oklahoma Statutes, and

19 (2) the Oklahoma Water Resources Board Rural Economic
20 Action Plan Water Projects Fund for the fiscal
21 year beginning July 1, 2022, and for each fiscal
22 year thereafter,

23 g. before any other apportionment of revenue has been
24 made pursuant to this paragraph, ten percent (10%) of
25

1 the sum collected from oil shall be paid to the
2 various county treasurers, to be credited to the
3 County Highway Fund as follows: Each county shall
4 receive a proportionate share of the funds available
5 based upon the proportion of the total value of
6 production from such county in the corresponding month
7 of the preceding year,

8 h. before any other apportionment of revenue has been
9 made pursuant to this paragraph, ten percent (10%)
10 shall be allocated to each county as provided in
11 subparagraph g of this paragraph and shall be
12 apportioned on an average daily attendance per capita
13 distribution basis, as certified by the State
14 Superintendent of Public Instruction, to the school
15 districts of the county where such pupils attend
16 school regardless of residence of such pupil, provided
17 the school district makes an ad valorem tax levy of
18 fifteen (15) mills for the current year and maintains
19 twelve (12) years of instruction, and

20 i. before any other apportionment of revenue has been
21 made pursuant to this paragraph, forty-seven one-
22 hundredths percent (0.47%) of the levy shall be
23 transmitted by the Tax Commission to the Statewide
24

1 Circuit Engineering District Revolving Fund as created
2 in Section 687.2 of Title 69 of the Oklahoma Statutes.

3 C. Provided, notwithstanding any other provision of this
4 section, for the fiscal year beginning July 1, 2023, the first One
5 Million Dollars (\$1,000,000.00) of the amounts that would otherwise
6 be apportioned to the Common Education Technology Revolving Fund,
7 the Higher Education Capital Revolving Fund and the Oklahoma Student
8 Aid Revolving Fund shall be redirected to the property held by the
9 Land Office Trust. For each subsequent fiscal year, each amount to
10 be redirected as provided by this subsection shall increase by One
11 Million Dollars (\$1,000,000.00) until such time that the full amount
12 of the apportionment is redirected to the property held by the Land
13 Office Trust.

14 D. Provided, notwithstanding any other provision of this
15 section, the total amounts deposited to the Common Education
16 Technology Revolving Fund, the Higher Education Capital Revolving
17 Fund, the Oklahoma Student Aid Revolving Fund, the Rural Economic
18 Action Plan Water Projects Fund, the Oklahoma Tourism and Recreation
19 Department Capital Expenditure Revolving Fund, the Oklahoma
20 Conservation Commission Infrastructure Revolving Fund and the
21 Community Water Infrastructure Development Revolving Fund pursuant
22 to paragraphs 6, 7 and 11 of subsection B of this section shall not
23 exceed One Hundred Fifty Million Dollars (\$150,000,000.00) in any
24 fiscal year. Except as otherwise provided in this subsection, all

1 sums in excess of One Hundred Fifty Million Dollars
2 (\$150,000,000.00) in any fiscal year which would otherwise be
3 deposited in such funds shall be apportioned by the Oklahoma Tax
4 Commission to the General Revenue Fund of the state.

5 SECTION 2. This act shall become effective November 1, 2021.

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