

**COMMITTEE AMENDMENT**  
HOUSE OF REPRESENTATIVES  
State of Oklahoma

SPEAKER:

CHAIR:

I move to amend HB1970 \_\_\_\_\_  
Of the printed Bill  
Page \_\_\_\_\_ Section \_\_\_\_\_ Lines \_\_\_\_\_  
Of the Engrossed Bill

By deleting the content of the entire measure, and by inserting in lieu thereof the following language:

**AMEND TITLE TO CONFORM TO AMENDMENTS**

Adopted: \_\_\_\_\_

Amendment submitted by: Danny Williams \_\_\_\_\_

\_\_\_\_\_  
Reading Clerk

1 STATE OF OKLAHOMA

2 1st Session of the 60th Legislature (2025)

3 PROPOSED SUBCOMMITTEE  
4 SUBSTITUTE  
5 FOR  
6 HOUSE BILL NO. 1970

By: Williams

7  
8 PROPOSED SUBCOMMITTEE SUBSTITUTE

9 An Act relating to revenue and taxation; amending 68  
10 O.S. 2021, Section 3635, as last amended by Section  
11 159, Chapter 452, O.S.L. 2024 (68 O.S. Supp. 2024,  
12 Section 3635), which relates to incentive amounts;  
13 providing incentive based on certain financial  
14 services; providing incentive based upon certain  
15 content; providing an effective date; and declaring  
16 an emergency.

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

18 SECTION 1. AMENDATORY 68 O.S. 2021, Section 3635, as  
19 last amended by Section 159, Chapter 452, O.S.L. 2024 (68 O.S. Supp.  
20 2024, Section 3635), is amended to read as follows:

21 Section 3635. A. Subject to the final approval of the  
22 eligibility application by the Oklahoma Department of Commerce, a  
23 requirement that the incentive payments made pursuant to the  
24 provisions of the Filmed in Oklahoma Act of 2021 achieve the maximum  
positive impact for the Oklahoma economy and subject to the Oklahoma

1 workforce requirements of Section 3637 of this title, the base  
2 incentive amount for a project filmed in this state, not including  
3 above-the-line personnel, shall be a maximum of thirty percent (30%)  
4 of the qualified production expenditure amount. An incentive for a  
5 project filmed in this state for wages paid to nonresident crew, not  
6 including above-the-line personnel, shall be provided in the amount  
7 of seven and one-half percent (7.5%) for wages paid before April 1,  
8 2023, and twenty percent (20%) for wages paid on or after April 1,  
9 2023.

10 B. In addition to the amount authorized by subsection A of this  
11 section, there may be an additional incentive amount, subject to the  
12 final approval of the Oklahoma Department of Commerce, in the  
13 maximum amount of:

14 1. Three percent (3%) of the qualified production expenditure  
15 amount for projects where at least twenty-five percent (25%) of main  
16 crew principal photography days are filmed on location, excluding  
17 sound stage production, in any county of this state if the county  
18 has a population of less than two hundred fifty thousand (250,000)  
19 persons according to the Federal Decennial Census or most recent  
20 population estimate;

21 2. Two percent (2%) of the qualified production expenditure  
22 amount for projects whose hub location, as determined by the  
23 Department, is for projects where at least twenty-five percent (25%)  
24 of main crew principal photography days are filmed on location,

1 excluding sound stage production, in a municipality having a  
2 population of twenty-five thousand (25,000) or fewer persons  
3 according to the Federal Decennial Census or most recent population  
4 estimate regardless of the county in which the municipality is  
5 located or partially located;

6 3. Five percent (5%) of the qualified production expenditure  
7 amount for soundstage expenditures if at least twenty-five percent  
8 (25%) of main crew principal photography days are filmed at a  
9 qualified soundstage facility;

10 4. For eligible television series as defined in paragraph 4 of  
11 Section 3632 of this title:

12 a. two percent (2%) of the qualified production  
13 expenditure amount for an eligible television episodic  
14 pilot, and

15 b. five percent (5%) of the qualified production  
16 expenditure amount if a television series is filmed  
17 for one or more seasons;

18 5. Five percent (5%) of the qualified production expenditure  
19 amount for an eligible multi-film deal as defined in paragraph 7 of  
20 Section 3632 of this title;

21 6. On or after July 1, 2023, two percent (2%) of the qualified  
22 production expenditure amount for the post-production expenses of:

23 a. music production, recording, mixing, or composition,  
24 or

1           b.     licensing of Oklahoma music; and

2           7.     Three percent (3%) of the qualified production expenditure  
3 amount based on expenditures paid to Oklahoma vendors for post-  
4 production expenses with a minimum expenditure of three percent (3%)  
5 of Oklahoma production expenditures. Post-production expenditures  
6 include but are not limited to the following categories:

7           a.     sound recording or mixing,

8           b.     color grading,

9           c.     editorial work,

10          d.     visual effects,

11          e.     animation,

12          f.     deliverables, excluding marketing and advertising,

13          g.     editing equipment or editing facility rental,

14          h.     color grading or digital intermediate processing,

15          i.     audio post-production processes including Foley artist  
16 processes or services, and

17          j.     graphics, including but not limited to the GFX system;

18          8.     Two percent (2%) of the qualified production expenditure  
19 amount for projects which obtain commercial banking services for the  
20 duration of the project from any bank authorized and chartered by  
21 the laws of this state to engage in the banking business; and

22          9.     Two and five-tenths percent (2.5%) of the qualified  
23 production expenditure amount for projects whose content is faith-  
24 based or which promotes core family values.

1 C. Notwithstanding any other provisions of this section or the  
2 provisions of the Filmed in Oklahoma Act of 2021 to the contrary, in  
3 no case shall the total incentive payments authorized by this  
4 section exceed thirty percent (30%) of the otherwise qualified  
5 production expenditure amount. The incentive payment amount  
6 prescribed by subsection A of this section may be used in any  
7 combination with the additional incentive amounts authorized by  
8 subsection B of this section, but the combination of the incentive  
9 amounts shall not exceed thirty percent (30%).

10 SECTION 2. This act shall become effective July 1, 2025.

11 SECTION 3. It being immediately necessary for the preservation  
12 of the public peace, health or safety, an emergency is hereby  
13 declared to exist, by reason whereof this act shall take effect and  
14 be in full force from and after its passage and approval.

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16 60-1-12483 MAH 02/07/25

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