

**Special Meeting Minutes
Incentive Evaluation Commission
Nov. 29, 2016
Oklahoma State Capitol
Rm. 419-C, 1:00 p.m.
Oklahoma City, Oklahoma**

A meeting notice was filed with the Secretary of State and an agenda posted in accordance with the Open Meeting Act.

MEMBERS PRESENT: Ron Brown, Layperson
Jim Denton, CPA, Auditor of Private Firm
Carlos Johnson, Certified Public Accountant
Dr. Cynthia Rogers, Economist
Lyle Roggow, President of the OK Professional Economic Development Council
Denise Northrup, Ex Officio; Non-voting (OMES)
Commissioner Cash, Ex Officio; Non-voting (Tax Commission)
Secretary Snodgrass, Ex Officio; Non-voting (Dept. of Commerce)

MEMBERS ABSENT: None.

STAFF/GUESTS: Michael Baker, OMES Public Information Officer
Beverly Hicks, OMES Recording Secretary
Randall Bauer, PFM
Jim Joseph, State Bond Advisor
Jordan Perdue, State Bond Advisors Office
Andrew Messer, OST
Michael Daves, OK Finance Authority
Jamie Herron, ODOC
Leslie Blair, ODOC
Nicole Boyles, OEDC
Tara Sofsky, OTRD, OFMO
Kim Caplinger, OTRD
Mary Ann Roberts, OK Tax Commission
Sharon R. Sitzman, OK Tax Commission
Mark Thomas, OK Press Association
Shawn Ashley, eCapitol

☐ ITEM #1: Call to order and establish a quorum. [Lyle Roggow, chairman]

The meeting was called to order by Chairman Roggow at 1:10 p.m. A roll call was taken and a quorum was established. He was advised that notice of the meeting was given and an agenda posted in accordance with the Open Meeting Act.

□ ITEM #2: Discussion and possible action on the 2016 Industrial Access Road Program Incentive Evaluation. [Lyle Roggow]

Mr. Bauer recommended that it not be retained.

There was an inconclusive discussion as to whether the IARP met the definition of an incentive.

Mr. Johnson moved that the Commission disapprove the report and recommendation by PFM as it relates to the Industrial Access Road Program. Mr. Brown seconded the motion; the motion passed and the following votes were recorded:

Mr. Brown, aye; Mr. Denton, aye; Mr. Johnson, aye; Dr. Rogers, aye; Mr. Roggow, aye.

□ ITEM #3: Discussion and possible action on issuance of final report. [Lyle Roggow]

Mr. Bauer gave a recap of what has taken place thus far:

- November 1 the Commission was provided with draft evaluations.
- PFM provided commentary to the Commission and answered questions.
- The Commission received public comment.
- PFM have received comments from state agencies that have evolved in incentives that were under review.
- Final evaluations were provided to the Office of Management and Enterprise Services (OMES) and to Chairman Roggow. The evaluations will be posted to the website prior to November 30.
- Action has been taken by the Commission on all 2016 incentives.

In a memorandum that was passed out to the members of the Commission at the meeting, it outlined the changes that were made, clarifying in nature, the film rebate, in the at-a-glance, which was a summary of the actual report that incorrectly listed PFM's recommendation. The report's recommendation did not change, and the at-a-glance was changed to reflect that the recommendation film rebate it be allowed to sunset as provided in statute, in 2024. All other changes were based on the clarification of dates, fiscal impact numbers and adding the recommendation that was mentioned on the Industrial Access Road Program that went against PFM's recommendation. Since the Commission disapproved the recommendation PFM suggested some additional programmatic changes related to formalizing the application process.

Mr. Bauer suggested that the draft and final reports both be kept on the website.

The Commission discussed how they wanted the letter to be drafted. Commissioner Johnson requested that the Commission acknowledge the public's comments in the letter so that the public knows their voices are heard.

Mr. Denton moved to approve the draft of the November 29 letter to Governor Fallin, Speaker-elect McCall and Pro Tempore-elect Schulz and with incorporating the changes about public and wordsmithing. Mr. Brown seconded the motion; the motion passed and the following votes were recorded:

Mr. Brown, aye; Mr. Denton, aye; Mr. Johnson, aye; Dr. Rogers, aye; Mr. Roggow, aye.

☐ ITEM #4: Discussion on 2017 Incentives. [Lyle Roggow]

Mr. Bauer informed that PFM had a preliminary list that PFM developed with the incentive committee criteria members, Dr. Rogers and Commissioner Denton. They wanted to get beyond the statutory deadline before they revisited that.

The rulemaking process is to include the specific evaluation criteria for each of the incentives, so PFM wants to keep that moving. PFM wants to get the evaluations to the Commission sooner during the 2017 process. The sooner PFM gets the criteria established, the schedule is in place, and they can start to work. Mr. Bauer thinks an extra month in this process should be a logical kind of change to the schedule.

Discussion only. No action taken.

☐ ITEM #5: Discussion on 2017 Criteria. [Lyle Roggow]

HB2182 states by January 1 of each year the Commission will develop a four year schedule for evaluating incentives.

☐ ITEM #6: Announcements: [Lyle Roggow]

○ **Website information**

To leave the drafts up on the web and incorporate with the new reports.

○ **Notification of meetings**

There was discussion of a December meeting.

○ **Plan for evaluation of 2016 process**

Chairman Roggow asked the members to be thinking and reflecting about what are the things that can be done to enhance and improve as they move into 2017.

☐ ITEM #7: Adjournment: [Lyle Roggow]

There being no further business, Mr. Brown made the motion to adjourn. Dr. Rogers seconded the motion. Seeing no opposition, the meeting adjourned at 2:23 p.m.

IEC website: <http://iec.ok.gov/>