



BILL/VERSION:	HB 1352 / INTRODUCED	ANALYST: LH
AUTHORS:	Rep. Gann	DATE: 1/21/2025
TAX(ES):	None	
SUBJECT(S):	LEAD Act of 2022	
EFFECTIVE DATE:	July. 1, 2025	Emergency ☒

ESTIMATED REVENUE IMPACT:
FY26: \$0
FY27: \$0

ANALYSIS: HB 1352 proposes to repeal the Large-Scale Economic Activity and Development Act of 2022 (LEAD Act) (68 O.S. §§ 3645.1 through 3645.6). This measure amends 68 O.S. § 3645.6, providing that all unencumbered funds remaining in the LEAD Fund shall be transferred to the State Transportation Fund to be used by the Oklahoma Department of Transportation for the construction and repair of the state highway system. Under current law, these funds would be transferred to the General Revenue Fund. The LEAD Fund is funded by legislative appropriations and does not affect tax collections.¹

The LEAD Act authorized certain establishments to receive rebates based on capital investment and job creation thresholds. The rebate program is jointly administered by the Oklahoma Department of Commerce and the Oklahoma Tax Commission (OTC). The Department of Commerce approves the rebates, while the OTC issues them from the Large-scale Economic Activity and Development Fund in the State Treasury.

¹ In 2022, the Legislature appropriated \$698 million to the LEAD Fund as part of the FY23 budget. Then in 2023, the Legislature appropriated this same \$698 million from the LEAD Fund to the General Revenue Fund as part of the FY24 budget.

1/27/25

DATE

Huan Gong

DR. HUAN GONG, CHIEF TAX ECONOMIST

1/28/25

DATE

Marie Schuble

MARIE SCHUBLE, DIVISION DIRECTOR

1/28/25

DATE

Joseph P. Gappa

JOSEPH P. GAPPA, FOR THE COMMISSION

The revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.