



BILL/VERSION: HB 2219 / PPCS
AUTHORS: Rep. Archer
TAX(ES): Apportionment
SUBJECT(S): Rebate
EFFECTIVE DATE: November 1, 2025

ANALYST: LH
DATE: 2/19/2025
Emergency ☐

ESTIMATED REVENUE IMPACT:

FY26: \$0

FY27: \$0

ANALYSIS: HB 2219 proposes to enact the "Crossroads Sound and Screen Act" which Creates a rebate program for music production in Oklahoma facilities. This measure provides for a \$500,000 cap per production company for a single production and a \$10 million annual program cap. The Oklahoma Tax Commission (OTC) is jointly responsible with the Department of Commerce for administering the rebate program. OTC manages the Crossroads Sound and Screen Revolving Fund, which is specifically created for this program and issues payments for approved claims from this revolving fund.

While Section 3 of the bill creates the Crossroads Sound and Screen Revolving Fund effective November 1, 2025, it only specifies potential funding sources as money specifically required by law to be deposited in the fund (but this bill doesn't specify any), public or private donations/contributions/gifts and amounts appropriated by the Oklahoma Legislature (the bill does not appropriate any). Without a specified funding source or initial appropriation, while the program structure exists, it might not have any money to actually pay the rebates unless additional legislative action is taken.

ADMINISTRATIVE CONCERN: The mid-fiscal year creation of a new revolving fund may create administrative complications. Also, unlike the film rebate, this measure does not allow Commerce to conditionally pre-qualify rebate payments each fiscal year.

2/19/25
DATE

Huan Gong
DR. HUAN GONG, CHIEF TAX ECONOMIST

2/19/25
DATE

Marie Schuble
MARIE SCHUBLE, DIVISION DIRECTOR

2/19/25
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.