

BILL SUMMARY

1st Session of the 60th Legislature

Bill No.:	HB2218
Version:	SUBPCS2
Request Number:	12691
Author:	Rep. Deck
Date:	2/17/2025
Impact:	Please see previous summary of this measure

Research Analysis

The second subcommittee substitute for HB2218 creates the Local Music Incentive Act of 2025 to allow eligible business entities that host local music performances to receive a partial rebate of sales or mixed beverage gross receipts taxes collected by a venue during a 24 hour period. A business may claim the rebate for sales occurring 12 hours prior to the scheduled start time of an eligible performance and the 12 hours after the start time. If the business collects both sales and mixed beverage gross receipts tax, they can only claim a rebate for the mixed beverage gross receipts taxes collected. Businesses are further restricted to one rebate per quarter, \$2000 per event and a lifetime limit of \$50,000 for all events.

The rebate percentage for each event is determined by the occupancy limits of the hosting venue. Subject to \$2000 per event limit, venues that can accommodate 300 people or less can receive a 10 percent rebate of taxes collected whereas venues that can accommodate between 300 and 600 people may receive a 15 percent rebate.

The measure also sets a \$10 million cap on rebates every fiscal year and directs the Oklahoma Tax Commission to administer the rebate program.

Prepared By: Quyen Do

Fiscal Analysis

The measure is currently under review and impact information will be completed.

Prepared By: House Fiscal Staff

Other Considerations

None.