

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB3670
Version:	Introduced
Request Number:	9563
Author:	Rep. Miller
Date:	2/23/2024
Impact:	See Analysis Below

Research Analysis

HB3670 establishes three tax credits for civil engineers and their employers beginning tax year 2025.

Qualified engineering businesses that employ a civil engineer will receive a tax credit equal to five percent of the compensation paid to an engineer until January 1, 2030, or ten percent if the engineer graduated from an Oklahoma college or university. The credit is capped at \$12,500 per employee, per year, and may be claimed for up to five years. An employer can also claim another tax credit for up to 50 percent of the tuition reimbursed to an employee for up to four years of employment until January 1, 2030.

Additionally, the engineer hired is eligible for a tax credit of \$5000 per year, for up to five years until January 1, 2030.

Prepared By: Quyen Do

Fiscal Analysis

As introduced, HB3670 creates three new income tax credits for qualified engineers and qualified employers whose primary business activity involves civil engineering services.

Analysis by the Oklahoma Tax Commission:

REVENUE IMPACT:

[U.S. Bureau of Labor Statistics \(BLS\) records](#) indicate 2,510 civil engineers were employed in Oklahoma during 2022 with an annual mean wage of approximately \$97,000. The [BLS](#) further predicts that employment of civil engineers will increase by 5% from 2022 to 2032, or an average of .5% each year.

FY 25: Estimated \$26,000 decrease in individual income tax revenue and at least \$38,000 decrease in corporate income tax revenue.¹

FY 26: Estimated \$91,000 decrease in individual income tax revenue and at least \$133,000 in corporate income tax revenue.

Prepared By: Zach Penrod

Other Considerations

None.

