

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB4072
Version:	SAHB
Request Number:	
Author:	Rep. Wallace
Date:	5/8/2024
Impact:	OTC: Unknown Decrease to future income tax collections

Research Analysis

The senate amendments to HB4072 restores the title.

As amended, HB4072 allows a person who previously qualified for the aerospace engineer employee tax credit to be able to claim the credit again with a different qualified employer as long as they do not claim the credit for more than five total tax years in their lifetime.

Prepared By: Quyen Do

Fiscal Analysis

Officials for the Oklahoma Tax Commission have communicated the below analysis:

HB 4072 proposes to amend 68 O.S. §§ 2357.301 and 2357.304, relating to the credit for qualified aerospace employees. The proposal amends 68 O.S. § 2357.301, clarifying that “aerospace sector” means a private or public organization located in Oklahoma, and provides that for tax year 2024 and subsequent tax years, “qualified employee” will not exclude any person who previously qualified and established the credit and becomes employed by a different qualified employer, or who establishes the credit for the first time and becomes employed by a different qualified employer in subsequent years, provided a person in either case has not claimed the credit for more than five years. The proposal further amends 68 O.S. § 2357.304 to allow a qualified employee to claim the credit for five nonconsecutive tax years.

EFFECTIVE DATE: November 1, 2024

REVENUE IMPACT:

The number of additional aerospace employees who could qualify for the credit under the proposal is unknown.

FY 25: Unknown decrease in income tax revenue.

FY 26: Unknown decrease in income tax revenue.

Prepared By: John McPhetridge, House Fiscal Director

Other Considerations

None.

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