

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT SECOND REGULAR SESSION, FIFTY-NINTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: April 17, 2024

BILL NUMBER: HB 4072 **STATUS OF BILL:** SFV 4/1/24

AUTHORS: House: Wallace, et.al Senate: Haste

TAX TYPE(S): Income Tax **SUBJECT:** Credit

PROPOSAL: Amendatory

Senate Floor Version of HB 4072 has no substantive changes from Engrossed HB 4072. 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.

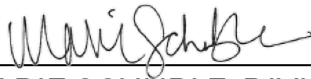
EFFECTIVE DATE: November 1, 2024

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.

<u>1/25/24</u>	<u></u>	bf
DATE	MARIE SCHUBLE, DIVISION DIRECTOR	
<u>1/22/24</u>	<u>Huan Gong</u>	
DATE	HUAN GONG, ECONOMIST	
<u>1/25/2024</u>	<u>Joseph P. Gappa</u>	
DATE	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.