

Senate Fiscal Summary
1st Session of the 60th Legislature



House Bill 2402

Version:	ENGR
Agency:	Oklahoma Department of Commerce
Senate Author:	Murdock
House Author:	Fetgatter
FY'26 Impact:	\$80,483.65
Full Year Impact:	\$80,483.65

**Bill Summary and
Fiscal Analysis:**

HB2402 creates the Oklahoma Advanced Manufacturing Incentive Act of 2025 that proposes a corporate income tax incentive and a direct grant program to attract manufacturers of low-grade waste heat electrification technology to Oklahoma. The Oklahoma Department of Commerce is authorized to administer a direct grant program that is capped at \$20,000,000 over five years.

The proposal outlines criteria to qualify for incentives and outlines tax abatements to be tiered:

- Tier 1: 30% abatement on corporate income taxes for five years for manufacturers who invest \$10,000,000 or more and create at least 50 jobs in Oklahoma.
- Tier 2: 50% abatement on corporate income taxes for five years for manufacturers who invest \$20,000,000 or more and create at least 100 jobs in Oklahoma.

The Oklahoma Tax Commission shares that, if enacted, there will be an unknown decrease in income tax collections.

The Oklahoma Department of Commerce estimates a fiscal impact of approximately \$80,483.65 for the benefits and salary of .75 FTE (\$76,715.95), plus associated costs and indirect/overhead expenses related to the program (legal, accounting, etc.) (\$3,767.70).

Fiscal impact provided by the Department of Commerce and Senate fiscal staff.