



BILL/VERSION:	SB 287 / ENGROSSED	ANALYST: MK
AUTHORS:	Sen. Pugh, Rep. Miller & Rep. Pae	DATE: 2/25/2025
TAX(ES):	Income Tax	
SUBJECT(S):	Income Tax Credits for Employers & Employees in the Aerospace Sector	
EFFECTIVE DATE:	November 1, 2025	Emergency <input type="checkbox"/>

ESTIMATED REVENUE IMPACT:

FY26: No additional impact to income tax collections is expected as a result of extending the sunset date.

ANALYSIS: Engrossed SB 287¹ proposes to amend 68 O.S. §§ 2357.302- 2357.304 relating to the income tax credits for employers & employees in the Oklahoma aerospace sector² by extending the 2025 sunset date through tax year 2031.

For tax year 2022, qualified employers offset \$248,000 of Oklahoma income tax; qualified employees offset \$9.2 million of Oklahoma income tax. (*Oklahoma Tax Commission 2023-2024 Tax Expenditure Report - October 1, 2024*)

¹ No changes from Introduced SB 287.

² There are 3 credits related to the Oklahoma aerospace sector. Qualified employers are allowed a credit for hiring qualified employees and for tuition reimbursement. Qualified employees are allowed a credit for employment in the Oklahoma aerospace sector.

2/26/25
DATE

Huan Gong
DR. HUAN GONG, CHIEF TAX ECONOMIST

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Marie Schuble
MARIE SCHUBLE, DIVISION DIRECTOR

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Joseph P. Gappa
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.