

Review Year	Last Reviewed	Program Name	Program Administrator	Program Type	Citation	Estimated Incentive Cost	Industry	Sunset	Incentive Description
2026	N/a	Tax Deduction for Eligible Investors	Oklahoma Tax Commission	Tax Deduction	68 O.S. § 2358.110	\$0		None Found	Allows an income deduction for up to \$25 million for eligible investors and investments.
2026	2023	Computer Services & Data Processing Tax Exemption	Oklahoma Tax Commission	Tax exemption	68 O.S. 54004	#N/A	Infotech	None Found	Oklahoma offers a sales tax refund on the purchase of computers, data processing equipment, related peripherals, telegraph or telecommunications services, and equipment. The company must be a new or expanding business, an addition of 10 new full time employees with an average salary of \$35,000, 50% of annual gross revenues must result from sales to out-of-state buyers but may include the federal government, and 75% of annual gross income results from computer services, data processing activities, or research and development activities.
2026	2023	BEIP / OIEP Pooled Finance	Oklahoma Department of Commerce	Other	62 O.S. § 891.1	\$12,442,284	Various	None Found	The Oklahoma Community Economic Development Pooled Finance incentive targets business expansion projects which include job creation and significant investment in facilities, machinery, and equipment. With a \$200 million capacity, this incentive is comprised of two funding options: Company-Purchased Debt option and Public Finance Debt option.
2026	2021	Capital Gain Deduction	Oklahoma Tax Commission	Deduction	68 O.S. § 2358	#N/A	Various	None Found	Oklahoma's capital gain deduction was approved in State Question 713 and became effective January 1, 2006. It allows certain gains from the sale of Oklahoma capital to be fully deductible from state taxable income. This includes both real property based in Oklahoma and stock or ownership interests in Oklahoma-based companies.
2026	2022	Quick Action Closing Fund	Oklahoma Department of Commerce	Closing Fund	62 O.S. § 48.2	\$3,000,000	Various	None Found	The fund is to be used for economic development and related infrastructure development when expenditure of funds is likely a determining factor in locating an high-impact business. In the 2013 legislative session the budget agreement included appropriating \$3,000,000 to the Oklahoma Quick Action Closing Fund.
2026	2022	Oklahoma Affordable Housing Tax Credit	Oklahoma Tax Commission	Tax Credit	68 O.S. § 2357.403	\$532,000	Residential Housing	None Found	An income tax credit, equal to the amount of federal low-income housing tax credit, not to exceed \$4.0 million per allocation year, is allowed for qualified housing projects placed in service after July 1, 2015.
2026	2023	Construction Materials Tax Refund	Oklahoma Tax Commission	Tax refund or rebate	68 O.S. 1359.1	None	Construction	None Found	Oklahoma refunds sales taxes paid on construction materials for certain new or expanding manufacturing facilities including: facilities with construction costs exceeding \$5 million which create 100 new manufacturing jobs and are maintained for a minimum of 36 months. Construction costs include building and construction costs, and engineering and architectural fees, but not legal fees. Facilities with construction costs exceeding \$10 million, and with combined total costs of material, construction, and machinery exceeding \$50 million, which add 75 new employees who are retained for 36 months. Facilities with construction costs exceeding \$300,000,000 which maintain an employment level of at least 1,750 full time employees. Qualified new or expanding aircraft maintenance and overhaul facilities that create 250 or more jobs, with construction costs totaling at least \$5 million.
2026	2021	Clean Burning Fuel Vehicle Credit	Oklahoma Tax Commission	Tax credit	68 O.S. § 2357.22	\$4,080,000	Renewable Energy	01/01/28	A one-time income tax credit is allowed for investments in qualified clean-burning motor vehicle fuel property. Depending on the type of property, the credit is either 50% or 75% of the cost of the qualified clean burning motor vehicle fuel property. In cases where no credit is previously claimed and a motor vehicle is purchased with "factory installed" clean-burning fuel equipment, and the taxpayer elects not to determine the exact investment cost, the credit is limited to 10% of the motor vehicle purchase price up to \$1,500. Property directly related to the delivery of natural gas from a private home qualifies for a credit of the lesser of 50% of the cost of the property or \$2,500. Any credit allowed but not used may be carried over for a period of 5 years.
2026	2021	Ethanol Fuel Tax Credit	Oklahoma Tax Commission	Tax credit	68 O.S. § 500.10-1	#N/A	Biofuel	None Found	Retailers of ethanol-blended fuel may claim a motor fuel tax credit of \$.016 for each gallon of ethanol fuel sold in Oklahoma if the retailer provides a price reduction to the purchaser of the ethanol fuel in the same amount. This incentive is effective unless the federal government mandates the use of reformulated fuel in an area within the state of Oklahoma that is in non-attainment with the National Ambient Air Quality Standards.
2026	2023	P3 Pooled Finance	Oklahoma Department of Commerce	Other	62 O.S. § 891.1	\$12,442,284	Various	None Found	The Oklahoma Community Economic Development Pooled Finance incentive targets business expansion projects which include job creation and significant investment in facilities, machinery, and equipment. With a \$200 million capacity, this incentive is comprised of two funding options: Company-Purchased Debt option and Public Finance Debt option.
2026	N/a	Strategic Industrial Development Enhancement (SIDE) Act	Department of Commerce	Tax Credit	68 O.S. § 2357.105	N/a			This provides individual income and corporate income tax credits for strategic industrial development enhancement. Eligible entities and qualified projects may receive income tax credits for tax years 2023 through 2027; with the credits allocated by the Department of Commerce of up to \$6 million for qualified projects.
2027	2023	Training For Industry Program (TIP)	Oklahoma Department of Career and Technology Education	Other	no reference	\$683,317	Various	None Found	TIP can help a new or expanding company create the trained workforce it needs in order to be productive from the start. TIP is delivered through Oklahoma's CareerTech System. It is low or in some cases, no cost to the company.
2027	2020	Industrial Access Road Program	Oklahoma Department of Transportation	Grant	730 10-1-14	\$2,310,000	Infrastructure	None Found	Program is designed to provide assistance to local industrial development by funding, within practical limitations, access facilities connection a specific industry or industrial area directly to the state or local road system.

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2027	2023	Railroad Reconstruction or Replacement Expenditures	Oklahoma Tax Commission	Tax Credit	68 O.S. §2357.104	\$497,000	Rail	None Found	A credit is available that is equal to 50% of an eligible taxpayer's qualified railroad reconstruction or replacement expenditures. The rules provide for the approval of qualified railroad reconstruction or replacement expenditures prior to commencement of a project and provide a certificate of verification upon completion of a project that uses qualified railroad reconstruction or replacement expenditures.
2027	2023	Rural Economic Action Plan (REAP)	Oklahoma Department of Commerce		62 O.S. 2001	\$2,590,909	Rural Development	None Found	Funds are available for cities or towns with a population of 7,000 or less. Any city or town with a population less than 1,750 shall have a higher priority. Rural water districts with less than 525 non-pasture customers, and cities or towns that have a "relatively weaker fiscal capacity" shall have priority. Eligible projects include: sewer line construction or repair and related storm or sanitary sewer projects, water line construction or repair, water treatment, water acquisition, and distribution or recovery and related projects.
2027	2022	New Products Development Income Tax Exemption (also known as Incentives for Inventors)	Oklahoma Tax Commission	Tax exemption	74 O.S. § 5064.7	#N/A	Innovation	None Found	Royalty income is exempt from state income taxes for a period of 7 years upon certain products developed and manufactured in Oklahoma. Further, manufacturers may qualify for the Oklahoma Investment/New Jobs Credit (68 O.S. §2357.4) and an income exclusion of 65% of depreciable property purchased and directly used in manufacturing the product, not to exceed
2027	2022	Oklahoma Applied Research (OARS) Program	OCAST	Grant/Reimbursable	74 O.S., Section 5060.2 74 O.S., Section 5060.19 74 O.S., Section 5060.4	#N/A	Various Technology	None Found	The purpose of the OARS program shall be two-fold. First, it shall assist in the accelerated development of technology in the state by supporting applied research activities in existing and emerging technical areas in which the results have (1) a high probability of leading to commercially successful products, processes or services within a reasonable period of time and (2) a significant potential for stimulating economic growth within the state of Oklahoma. Secondly, the program shall encourage and sustain partnerships among institutions of higher education, non-profit research organizations and private enterprises by encouraging collaborative projects which are designed to promote increased knowledge and technology transfer.
2027	2022	Oklahoma Health Research Support Program	OCAST	Grant/Reimbursable	74 O.S., Sections 5046 - 5055	\$3,227,564	Health, Higher Education	None Fund	The purpose of the program is to help recruit and retain well-qualified health research scientists for the State, improve the competitiveness of Oklahoma-based investigators for national research funds, improve health care for the citizens of Oklahoma, and strengthen the State's health care industry. Research funded under this program investigates the causes, diagnosis, treatment and prevention of human diseases and disabilities and facilitates the development of health care products and services.
2027	N/a	Oklahoma Plant Science Research	OCAST	Grant/Reimbursable	74 O.S. 5060.53 and O.S. 5060.54	\$495,596	Agriculture	None Found	Assist in the accelerated development of technology in the State by supporting applied plant science research activities in existing and emerging technical areas in which the results have: (1) a high probability of leading to commercially successful products, processes or services within a reasonable period of time; and, (2) a significant potential for stimulating economic growth within the State of Oklahoma
2027	2022	Technology Transfer Tax Exemption	Oklahoma Tax Commission	Tax exemption	68 O.S. § 2358 [C]	#N/A	Technologies, intellectual property	None Found	The taxable income is decreased for transfers of technology to qualified small businesses located in Oklahoma. The corporation transferring the technology is allowed an exemption from taxable income in the amount of the royalty payment received as result of such transfer, provided that the exempted amount shall not exceed 10% of the amount of gross proceeds received by such corporation as a result of the technology transfer. The benefit lasts for 10 years from the date of the receipt of the first royalty payment accruing such transfer.
2027	N/a	Marketing and Utilization Loan	Oklahoma Department of Agriculture, Food, & Forestry	Loan/Loan Participation	2 O.S.55-3.1	\$0	Various	None Found	A marketing loan is to be used for product development and/or implementation of a sound marketing plan for Oklahoma agricultural products and by-products. The products should be new to the particular area targeted for the marketing promotion or should be an expansion of a use or uses of existing products.
2027	N/a	Oklahoma Research and Development Rebate Fund	Oklahoma Department of Commerce	Rebate	Title 74, Section 5091	N/a	Any industry	None Found	Firms are eligible for a 5 percent rebate on qualified research expenditures. Passed in 2025, rules still in development.
2027	N/a	Oklahoma Emission Reduction Technology Rebate Program	Department of Environmental Quality and the Oklahoma Tax Commission	Rebate	Title 68, Section 55009	N/a	Any industry	July 1, 2027	Legislation passed in 2022, updated in 2025. This created a rebate in the amount of up to twenty-five percent (25%) of documented expenditures made in this state directly attributable to the implementation of a qualified Emission Reduction Project.
2027	N/a	Reindustrialize Oklahoma Act of 2025	Oklahoma Department of Commerce	Rebate	68 O.S. § 3647.1	N/a	Manufacturing	None found	Following the general qualifications required for the Quality Jobs program, a manufacturing firm that makes a capital investment of \$2B or more and creates 700 full-time, direct jobs in year 1 (1,000 by Year 2) is eligible to apply. Specifically, it provides an investment rebate equal to up to the payout value of the financial instrument purchased or acquired for the ROA-25 Beneficiary Revolving Fund. This rebate is delivered annually for 15 years subject to annual confirmation of compliance.

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2027	N/a	Tax Credit for Employer Tuition Reimbursement, Civil Engineering	Oklahoma Tax Commission	Credit	68 O.S. § 2357.322	N/a	Any industry	January 1, 2031	For taxable years beginning after December 31, 2025, and ending before January 1, 2031, a qualified employer shall be allowed a credit against the tax imposed pursuant to Section 2355 of Title 68 of the Oklahoma Statutes for tuition reimbursed to a qualified employee. The credit authorized by subsection A of this section shall be in the amount of fifty percent (50%) of the tuition reimbursed to a qualified employee for the first through fourth years of employment. In no event shall this credit exceed fifty percent (50%) of the average annual amount paid by a qualified employer for enrollment and instruction in a qualified program at a public institution in Oklahoma.
2027	N/a	Tax Credit for Compensation Paid to Qualified Employee for Qualified Employer, Civil Engineering	Oklahoma Tax Commission	Credit	68 O.S. § 2357.323	N/a	Any industry	January 1, 2031	For taxable years beginning on or after January 1, 2026, and ending before January 1, 2031, a qualified employer shall be allowed a credit against the tax imposed pursuant to Section 2355 of Title 68 of the Oklahoma Statutes for compensation paid to a qualified employee. Credit equal to ten percent (10%) of the compensation paid for the first through fifth years of employment in civil engineering if the qualified employee graduated from an institution located in this state; or five percent (5%) of the compensation paid for the first through fifth years of employment in civil engineering if the qualified employee graduated from an institution located outside this state. The credit shall not exceed Twelve Thousand Five Hundred Dollars (\$12,500.00) for each qualified employee.
2027	N/a	Tax Credit for Qualified Employee, Civil Engineering	Oklahoma Tax Commission	Credit	68 O.S. § 2357.324	N/a	Any industry	January 1, 2031	For taxable years beginning on or after January 1, 2026, and ending before January 1, 2031, a qualified employee shall be allowed a credit against the tax imposed pursuant to Section 2355 of Title 68 of the Oklahoma Statutes up to Five Thousand Dollars (\$5,000.00) per year for a period of time not to exceed five (5) years.
2028	2024	Five Year Ad Valorem Tax Exemption	County Tax Assessors, Oklahoma Tax Commission	Tax exemption	68 O.S. § 2902 et seq.	\$110,304,000	Various	None Found	Certain new and expanding manufacturers, research and development companies, certain computer services and data processing companies with significant out-of-state sales, aircraft repair companies, oil refineries, and certain wind power generators may be eligible for ad valorem tax exemptions for up to 5 years. With the passing of SB498, Electric Wind Generation will no longer be eligible for the program as of January 1, 2017.
2028	2024	Oklahoma Rural Jobs Act	Department of Commerce		68 O.S. § 3930-3937	\$5,800	Rural Development	None Found	Rural Funds, their affiliates or investors may earn a tax credit on the amount equity that they invest in a Rural Fund, which must then deploy as capital expenditures to provide financing for small businesses in rural Oklahoma.
2028	2024	Invest in Oklahoma Act	Oklahoma Department of Commerce	Qualified Investment	62 O.S. § 2401	#N/A	Venture Capital	None Found	The Invest in Oklahoma program is set up to allow a venture capital fund, growth fund or private equity fund which is either Oklahoma Based, or which makes substantial investments in the State to participate in the Invest in Oklahoma Program.
2028	2024	Oklahoma Seed Capital Fund	OCAST/i2E	Equity investment	74 O.S. § 5060.21	\$2,759,308	Technology Start-Up Companies	None Found	OCAST seeks to provide funding to innovative Oklahoma companies. Required co-investment with the private sector leverages the agency's investment. The Seed Capital fund includes a concept component intended to address the needs of companies requiring smaller seed capital investment for earlier-stage
2028	2024	Small Business Incubators - Tenants	Oklahoma Department of Commerce	Tax Exemption	74 O.S. § 5078 AND 68 O.S. § 2359.E	\$4,788,059	Small Business	None Found	Tenants of small business incubators are exempt from income tax on the income earned as a result of the occupancy in the incubator. This exemption is available for a period up to 10 years.
2028	2024	Technology Business Finance Program	Oklahoma Center for the Advancement of Science and Technology	Equity investment	74 O.S. § 5060.20a	\$0	Misc. Tech	None Found	TBFP provides Oklahoma tech start-up companies with pre-seed financing and early-stage risk capital to stimulate investments from private sources. TBFP is administered through a contract with i2E Inc. with awards ranging up to
2028	2024	Historic Rehabilitation Tax Credit	Oklahoma Historical Society	Tax credit	68 O.S. § 2357.41	\$241,000	Housing Rehabilitation	None Found	A transferable income tax credit equal to 100% of the federal rehabilitation credit under Title 26 U.S.C. §47 is allowed. Unused credit may be carried over for a period of 10 years.
2028	2024	Motion Picture and Television Production Companies Sales Tax Exemption	Oklahoma Film & Music Office; Oklahoma Tax Commission	Tax Exemption	68 O.S. § 1357	\$42,000	Film and Television	None Found	Sales of property or services to a motion picture or television production company to be used or consumed in connection with an eligible production.
2028	2024	Oklahoma Film Enhancement Rebate/Filmed in Oklahoma Act	Oklahoma Film & Music Office; Oklahoma Tax Commission	Tax refund or rebate	68 O.S. § 3621-3626	#N/A	Film and Television	07/01/31	Allows a rebate of up to 37% of qualified expenditures made in Oklahoma that are directly attributable to film, television production, and television commercial. Qualifying expenditures for productions include the cost of construction and operations, photography, sound synchronization, wages and wardrobe, facilities, and related services. Minimum budget for the project shall be \$50,000 with a minimum of \$25,000 spent in Oklahoma. Was revised in 2021 to expand the incentives.
2028	2024	Quality Events Program	Oklahoma Tax Commission, Department of Commerce	Reimbursement	68 O.S. § 4301-4311	\$448,334	Entertainment	06/30/26	Allows communities to recapture eligible expenses for hosting a Quality Event. A "Quality Event" is defined as a new event or a meeting of a nationally recognized organization or its members.
2028	2024	The Oklahoma Local Development and Enterprise Zone Incentive Leverage Act	Oklahoma Department of Commerce	Grant; Loan guarantee	62 O.S. § 840	\$0	Enterprise Zones, Tourism, Military	Project must be completed no later than 12/31/2024	Provides funding for local units of government to match local tax revenue dedicated to support a project located in an enterprise zone, in support of a major tourism destination, or in support of a military growth impact. Projects must be located entirely in an enterprise zone, no more than 10% of the net leasable space may be used for retail, state local government payments cannot be used to supplant local revenue currently being expended within the increment district boundaries, and certification that all projects described within the related project plan will generate either a \$1,000,000 in payroll or \$5,000,000 in

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2028	2024	Tourism Development Act	Oklahoma Department of Commerce	Tax credit	68 O.S. § 2391 et. seq.	\$212,470 (2020) \$22,782 (2021)	Tourism	None Found	Companies that develop new or renovated tourism attraction properties that attract at least 25% of its visitors from out-of-state, have development costs greater than \$500,000, operate on a regular basis, do not negatively impact employment in the state, and have significant positive economic impacts, may receive a state sales tax credit for up to 10 years. The maximum credit is capped at: <ul style="list-style-type: none"> 10% of the approved project costs for tourism attraction projects with approved costs of between \$500,000 and \$1 million; or 25% of the approved project costs for tourism attraction projects with approved costs greater than \$1 million. However, the sales tax credit must be revenue neutral to the state and may be lower than the maximum credit.
2029	2025	21st Century Quality Jobs	Oklahoma Department of Commerce	Rebate	68 O.S. § 3911-3920	\$0	Multiple NAICS	None Found	Incentive was created to attract growth industries and sectors to Oklahoma in the 21st century through a policy of rewarding businesses with a highly skilled, knowledge-based workforce. It also maximizes the eligible incentive payment by incorporation expanded state benefits by allowing a net benefit rate of up to 10% of payroll.
2029	2025	Quality Jobs Program	Oklahoma Department of Commerce	Rebate	68 O.S. § 3601	\$98,175,309	Various	None Found	An incentive for companies to expand or relocated jobs to Oklahoma by providing a rebate of a portion of newly created payroll in the state. Companies may receive benefits during the first 3 years of participation while working to achieve the required payroll threshold for full qualification.
2029	2025	Small Employer Quality Jobs Program	Oklahoma Department of Commerce	Rebate	68 O.S. § 3901	\$553,792	Basic Industry	None Found	Businesses with 90 employees or less that qualify are allowed to receive up to 5% cash-back incentive for up to 7 years to locate or expand in Oklahoma. Qualifying payroll must be attributable to annual salaries that are 110% to 125% of the average wage of the county in which the jobs are located.
2029	2025	Home Office Tax Credit	Oklahoma Insurance Department	Tax credit	36 O.S. § 625.1	\$18,927,316	Various	None Found	If the business meets those qualifications, it would be eligible for an annual rebate of 3.4% on qualified capital expenditures for up to five years. In total, the rebates could not exceed \$698 million.
2029	2025	Investment/New Jobs Tax Credits	Oklahoma Tax Commission	Tax credit	68 O.S. §2357.4	\$24,319,000	Various	None Found	An income tax credit is allowed for either an investment in depreciable property used in a manufacturing or processing facility or for a net increase in average levels of employment in said facilities. Any credit allowed but not used may be carried over in order to each of the 4 years following the year of qualification and, the extent not used in those years, in order to each of the 15 years following the initial 5 year period.
2029	2025	Cybersecurity Employee Tax Credit	Oklahoma Tax Commission, Department of Commerce	Tax credit	68 O.S. §2357.405	\$1,224,000	Information Technology	1/1/2030	An income tax credit is allowed for individuals employed as qualified software or cybersecurity employees effective for tax years 2020 through 2029. The amount of the credit is either \$2,200 or \$1,800, depending upon the employee's level of education and is available for no more than seven years.
2029	2025	Aerospace Employee Tax Credit	Oklahoma Tax Commission	Tax credit	68 O.S. §2357.304	\$9,161,000	Aerospace	12/31/25	An income tax credit is allowed for a qualified employee of up to \$5,000 per year for a period of time not to exceed five years. Any credit claimed, but not used, may be carried over up to five subsequent taxable years.
2029	2025	Aerospace Employer Tax Credit	Oklahoma Tax Commission	Tax Credit	68 O.S. §2357.302; 68 O.S. §2357.303	\$248,000	Aerospace	12/31/25	68 O.S. §2357.302: An income tax credit is allowed for a qualified employer for tuition reimbursement to a qualified employee. The amount of the credit is 50% of the tuition reimbursed to a qualified employee for the first through fourth years of employment. 68 O.S. §2357.303: The amount of the credit is 10% of the compensation paid for the first through fifth years of employment in the aerospace sector if the qualified employee graduated from an institution located in this state; or 5% if the qualified employee graduated from an institution located outside this state. The credit cannot exceed \$12,500 for each qualified employee annually.
2029	2025	Aircraft Facilities Tax Exemption on Aircraft Parts	Oklahoma Tax Commission	Tax exemption	68 O.S. §1357.20.	#N/A	Aerospace	None Found	Sales of aircraft and aircraft parts are tax exempt; provided such sales occur at a qualified aircraft maintenance facility. As used in this paragraph, "qualified aircraft maintenance facility" means a facility operated by an air common carrier at which there were employed at least 2,000 full-time-equivalent employees in the preceding year as certified by OESC and which is primarily related to the fabrication, repair, alteration, modification, refurbishing, maintenance, building or rebuilding of commercial aircraft or aircraft parts used in air common carriage.
2029	2025	Excise Tax Exemption on Aircraft Sales	Oklahoma Tax Commission	Tax exemption	68 O.S. § 6003	\$484,339	Aerospace	6/1/2009	Generally, excise tax in lieu of sales tax is imposed on the sale, transfer, or lease of aircraft that will be based in Oklahoma. In 2013 the following provision was added: exempts rotary-winged aircraft purchased to be used exclusively for the purpose of training U.S. military personnel or other training authorized by the U.S. government from the levy of aircraft excise tax. The exemption will sunset January 1, 2018.
2029	2025	Aircraft Repairs and Modifications	Oklahoma Tax Commission	Tax exemption	68 O.S. § 1357 [28]	\$3,248,000	Aerospace	None found	Sales tax does not apply to sales of aircraft engine repairs, modification, and replacement parts, sales of aircraft frame repairs and modification, aircraft interior modification, and paint or sales of services employed in the repair, modification and replacement of parts of aircraft engines, aircraft frame and interior repair and modification, and paint.

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2029	2025	Aircraft Maintenance or Manufacturing Facility Use Tax Refund	Oklahoma Tax Commission	Tax refund or rebate	68 O.S. §1357[16], [17]	None	Aerospace	None Found	[16] Sales of computers, data processing equipment, related peripherals, and telephone, telegraph or telecommunications service and equipment for use in a qualified aircraft maintenance or manufacturing facility. For purposes of this paragraph, "qualified aircraft maintenance or manufacturing facility" means a new or expanding facility primarily engaged in aircraft repair, building or rebuilding whether or not on a factory basis, whose total cost of construction exceeds the sum of Five Million Dollars (\$5,000,000.00) and which employs at least two hundred fifty (250) new full-time-equivalent employees, as certified by the Oklahoma Employment Security Commission, upon completion of the facility. In order to qualify for the exemption provided for by this paragraph, the cost of the items purchased by the qualified aircraft maintenance or manufacturing facility shall equal or exceed the sum of Two Million Dollars (\$2,000,000.00); [17] Sales of tangible personal property consumed or incorporated in the construction or expansion of a qualified aircraft maintenance or manufacturing facility as defined in paragraph 16 of this section. For purposes of this paragraph, sales made to a contractor or subcontractor that has previously entered into a contractual relationship with a qualified aircraft maintenance or manufacturing facility for construction or expansion of such a facility shall be considered sales made to a qualified aircraft maintenance or manufacturing
Defunct	2021	Hi Impact Quality Jobs Program	Oklahoma Department of Commerce	Rebate	68 O.S. §3708	#N/A	Basic Industry	None Found	Lowers annualized payroll threshold to \$1 million for businesses that produce new direct jobs to the State that are equal to or greater than 1% of the total labor force of the county in which they locate. Payout is 2.5% of taxable wages for 6
Defunct		Commercial Space Industry Credit	Oklahoma Tax Commission	Tax credit	68 O.S. §2357.13	\$0	Aerospace	Repealed effective Jan 1 2014	An income tax credit is allowed for investments in qualified commercial space industry projects. The credit is 5% of the eligible capital costs. Any credit allowed but not used may be carried over for a period of 4 years. This credit has been repealed effective January 1 2014.
Defunct		Credit for Manufacturers of Advanced Small Wind Turbines	Oklahoma Tax Commission	Tax credit	68 O.S. §2357.32B	\$0	Renewable Energy	07/01/12	A transferable income tax credit is allowed for Oklahoma manufacturers of advanced small wind turbine products, including rotor blades and alternators. The credit is based on the square footage of roto-swept area of advanced small wind turbines manufactured in this state. This credit is for tax years ending on or before December 31, 2012; however, any unused credit may be carried over for a period of 10 years.
Defunct		Gas Usage Tax Credit for Manufacturing	Oklahoma Tax Commission	Tax credit		\$30,000	Manufacturing	None Found	Repealed
Defunct		Income Tax Credit For Investment In Oklahoma Producer-owned agriculture processing	Oklahoma Tax Commission	Tax Credit	68 O.S. § 2357.25	\$70,950	Agriculture	01/01/10	An income tax credit is allowed for Oklahoma agricultural producers who invents in Oklahoma producer-owned agricultural processing cooperatives, ventures or marketing associations. This credit is for tax years ending on or before December 31, 2009; however, any unused credit may be carried over for a period of 6 years.
Defunct		Recycling, Reuse And Source Reduction Incentive Act	Oklahoma Department of Environmental Quality	Tax credit	27A O.S. §2-11-303	None	Recycling	Repealed effective 1/1/2014	Any person making a capital investment in buildings, fixtures and/or equipment (collectively known as the "facility") and their installation for the purpose of recycling, reuse, or source reduction of hazardous waste and the storage of such waste immediately prior to recycling or reuse may be entitled to an income tax credit of twenty percent of the amount actually invested in the facility and its installation in accordance with these rules, not to exceed a maximum of \$50,000. (Additionally, tax credits received under the RRSRIA cannot exceed a total of \$50,000 during a period of any three (3) consecutive tax years.) Upon evaluation by the Department of an application and a determination that the intent of the Recycling, Reuse, and Source Reduction Incentive Act has been met, the Department will issue a certificate to the Oklahoma Tax Commission specifying the capital investment expense eligible for the tax credit and any
Defunct		Research and Development New Jobs Credit	Oklahoma Tax Commission	Tax credit	68 O.S. §54006	\$9,074	Various	Repealed 1/1/2014	Repealed
Defunct		Small Business Administration (SBA) Guarantee Fee Tax Credit	Oklahoma Tax Commission	Tax credit	68 O.S. 2357.30	N/A	Small Business	Repealed by Laws 2013, c. 363, § 9, eff. 1/1/2014. 692	A Small Business Guaranty Fee Credit that was established by a small business in a prior year but not used due to the limitations may be carried over. The unused credit may be carried over for a period not to exceed five years. The credit shall only be claimed against the tax liability resulting from income generated by the small business.
Defunct		Small Business Incubators - Sponsors	Oklahoma Department of Commerce	Tax Exemption	74 O.S. §5075 AND 68 O.S. §2359.E	\$0	Small Business	Repealed by SB 485 (2019)	Income earned by a small business incubator sponsor from rental and service fees is exempt from income tax. This exemption is available for a period up to 10 years.
Exempt	N/a	Automotive Employee Tax Credit	Oklahoma Tax Commission, Department of Commerce	Tax Credit	68 O.S. §2357.404	\$43,133	Manufacturing	1/1/2026	Beginning with tax year 2019, a qualified employee is allowed an income tax credit of \$5,000 per year for a period of time not to exceed five years. Any credit claimed, but not used, may be carried over up to five subsequent taxable years.

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Exempt	N/a	Automotive Employer Tax Credit	Oklahoma Tax Commission, Department of Commerce	Tax Credit	68 O.S. §2357.404	\$5,000	Manufacturing	1/1/2026	Beginning with tax year 2019, a qualified employer is allowed an income tax credit for compensation paid to a qualified employee. The amount of the credit is 10% of the compensation paid for the first through fifth years of employment in the vehicle manufacturing industry if the qualified employee graduated from an institution located in Oklahoma; or 5% if the qualified employee graduated from an institution located outside this state. The credit cannot exceed \$12,500 for each qualified employee annually.
Exempt	N/a	Cooperative Marketing Loan	Oklahoma Department of Agriculture, Food, & Forestry	Loan/Loan Participation	2 O.S. 5-3.2	\$0	Agriculture	None Found	Monies from this loan may be used by a group of individuals or an individual on behalf of a group to organize a cooperative for the purpose of marketing a product or to formulate or implement a marketing plan if the cooperative is already in place. The principals in the organization should be individuals rather than a previously existing corporation and those individuals must have some type of cooperative agreement between themselves that will ensure proper accountability for the proposed plan. Individuals are encouraged to seek marketing partners within the state of Oklahoma.
Exempt		Admission to Professional Sporting Events Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1356	#N/A	Sports/Entertainment	None Found	
Exempt		Agricultural Commodity Processing Facilities	Oklahoma Tax Commission	Income Exclusion	68 O.S. §2358	#N/A	Agriculture	None Found	Estimate is not available. This exemption is commingled with several others on Oklahoma income tax form 511; therefore, the amount of income exempted under this expenditure item cannot be estimated.
Exempt		Alternative Fuel Vehicle (AFV) Loans	Oklahoma Department of Commerce	Loan/Loan Participation		\$0	Renewable Energy	None Found	Loan funds are available for privately held Oklahoma companies operating a fleet of three or more vehicles who wish to convert their fleet vehicles to alternative fuel or towards the incremental cost of purchasing new vehicles that are dedicated alternative fuel vehicles.
Exempt		Basic and Applied Research Loan/Grant	Oklahoma Department of Agriculture, Food, & Forestry	Loan/Loan Participation	2 O.S. 65-3.1	\$0	Various	None Found	The purpose of the Oklahoma Agriculture Enhancement and Diversification Program is to promote and encourage the interests of agriculture through the allocation of funds, by grant or loan, to individuals, cooperatives and other agricultural entities to provide assistance to projects dealing with the development of new or expanded uses of agriculture products, and to increase productivity and added value of agricultural products.
Exempt		Biofuels Construction and Permitting Assistance	Oklahoma Department of Environmental Quality	Other		\$0	Renewable Energy	None Found	The Oklahoma DEQ provides technical and regulatory assistance to small businesses that need permits to construct and operate biodiesel and ethanol production.
Exempt		Biofuels Tax Exemption	Oklahoma Tax Commission	Tax exemption	68 O.S. § 2357.22	Unknown	Renewable Energy	None Found	An individual who produces biofuels or biodiesel from feedstock grown on property and used in a vehicle owned by the same individual is exempt from the state motor fuel excise tax.
Exempt		Brownfields	Oklahoma Department of Environmental Quality	Loans/Subgrants		\$400,000	Manufacturing	None Found	To assist in the remediation of property that was polluted/contaminated and return it to public use.
Exempt		Computer Services And Data Processing Tax Exemption	Oklahoma Tax Commission	Tax exemption	69 O.S. 54003	None	Infotech	None Found	Sales tax exemption is offered on: sales of machinery and equipment purchased and used by persons and establishments primarily engaged in computer services and data processing.
Exempt		Credit Enhancement Reserve Fund	Oklahoma Development Finance Authorities	Loan guarantee	62 O.S. 695.9	\$0	Various	None Found	The Oklahoma Development Finance Authority may use the Credit Enhancement Reserve Fund in order to obtain favorable financing terms for the issuance of obligations authorized by Section 3654 of this title. The commitment from the Credit Enhancement Reserve Fund for any such obligations shall not exceed \$10,000,000.00.
Exempt		Credit for Tuition Reimbursement for Employers in the Vehicle Manufacturing Industry	Oklahoma Tax Commission, Department of Commerce	Tax Credit	68 O.S. §2357.404	#N/A	Manufacturing	1/1/2026	Beginning with tax year 2019, a qualified employer is allowed an income tax credit for tuition reimbursement to a qualified employee. The amount of the credit is 50% of the tuition reimbursed to a qualified employee for the first through fourth years of employment.
Exempt		Electric Motor Vehicles	Oklahoma Tax Commission	Tax Credit	68 O.S. §2357.22	\$102,451	Renewable Energy	12/31/19	A one-time income tax credit is allowed for investments in qualified electric motor vehicle property. The credit is 50% of the cost of the qualified motor vehicle property. In cases where no credit is previously claimed and a motor vehicle is purchased with "factory installed" electrical equipment, and the taxpayer elects not to determine the exact investment cost, the credit is limited to 10% of the motor vehicle purchase price up to \$1,500. This credit is for investments in qualified electric motor vehicle property placed in service before July 1, 2010; however, any credit allowed but not used may be carried over for a period of 5 years.
Exempt		Electricity Used in Oil De-watering Projects Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1357	#N/A	Oil and Gas	None Found	Electricity used by an oil and gas operator for reservoir dewatering projects.
Exempt		Enhanced Recovery Methods Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1357	#N/A	Oil and Gas	None Found	Sales of electricity that are used in enhanced recovery methods of oil production.
Exempt		Ethanol Sales Tax Exemption	Oklahoma Tax Commission	Tax exemption	68 O.S. 500.4 and 68 O.S. 1359	Unknown	Biofuel	None Found	The portion of ethanol sold and blended with motor fuel is exempt from sales tax.
Exempt		Finance Authority Programs	Oklahoma Finance Authority	Other	74 O.S. §§ 851 and 5062.11	\$0	Infrastructure	None Found	Income derived from bonds issued by the Oklahoma Development Finance Authority is exempt from income tax.

Review Year	Last Reviewed	Program Name	Program Administrator	Program Type	Citation	Estimated Incentive Cost	Industry	Sunset	Incentive Description
Exempt		Idle Reduction Weight Exemption	Oklahoma Department of Commerce	Preferential rate	47 O.S. § 14-109	\$0	Commercial/Industrial Vehicles	None Found	Any vehicle equipped with idle reduction technology may exceed the state's gross vehicle weight limits by up to 400 pounds to compensate for the additional weight of the added idle reduction technology. The additional weight may not exceed the actual certified weight of the idle reduction unit.
Exempt		Oil or Chemical Drums Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1357	#N/A	Manufacturing	None Found	Sales of returnable oil and chemical drums to any person not in the business of reselling returnable oil drums.
Exempt		Oklahoma Intern Partnerships	OCAST	Grant/Reimbursable	74 O.S., Section 5060.19 AND 74 O.S., Section 5060.28	\$420,000	Scientific and Technical	None Found	The purpose of this project funding shall be to improve the State's R&D base by encouraging greater numbers of undergraduate students to prepare for careers in and related to scientific and technical fields through the support of undergraduate student and undergraduate teaching faculty internships in R&D facilities
Exempt		Precious Metals Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1357	#N/A	Precious Metals	None Found	Sales of gold, silver, platinum, palladium or other bullion items such as coins and bars and legal tender of any nation, which legal tender is sold according to its value as precious metal or as an investment.
Exempt		Private Activity Bond Allocation	Oklahoma Department of Commerce	Other	62 O.S. § 695.23	\$0	Various	None Found	Private Activity Bonds that render interest payments that are federally tax-exempt, in accordance with the Internal Revenue Code, must receive an allocation from the State Bond Advisor's Office. Public Issuers in Oklahoma may issue Private Activity Bonds up to a federally-established volume cap each year. Generally, allocations are on a first-come, first-served basis, with some size limitations.
Exempt		Production Enhancement Rebate (Gross Production)	Oklahoma Tax Commission	Rebate	68 O.S. § 1001 G	\$2,317,238	Energy	06/30/20	Repealed via sunset.
Exempt		Railroad Track Spikes Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1357	#N/A	Manufacturing, Transportation	7/1/2024	Sales of railroad track spikes manufactured and sold for use in this state.
Exempt		Reestablished Production Rebate (Gross Production)	Oklahoma Tax Commission	Rebate	68 O.S. § 1001 F	\$255,324	Energy	06/30/20	Repealed via sunset.
Exempt		Rolling Stock Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1357	#N/A	Manufacturing, Transportation	7/1/2024	Exempts on or after July 1, 2019, and prior to July 1, 2024, sales or leases of rolling stock—locomotives, autocars, and railroad cars when sold or leased by the manufacturer.
Exempt		Rural and Affordable Housing Linked Deposit Program	Oklahoma State Treasurer	Loan/Loan Participation	62 O.S. 2003 Supp., §§ 91.1 et seq	\$0	Residential	None Found	The Rural and Affordable Housing Linked Deposit Program provides low-interest loans of up to \$2 million each to qualified housing developers to construct single-family and multi-family housing in rural Oklahoma and in qualifying areas of urban centers.
Exempt		Safety Pays OSHA Consultation Service Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §2358	#N/A	Occupational Safety	None Found	An employer that utilizes the Safety Pays OSHA Consultation Service provided by the Oklahoma Department of Labor is entitled to a \$1,000 exemption for the tax year the service is utilized. This exemption is commingled with several others on Oklahoma income tax form 511; therefore, the amount of income exempted under this expenditure item cannot be calculated.
Exempt		Small Business Administration (SBA) Guarantee Fee Tax Credit	Oklahoma Tax Commission	Closing Fund	68 O.S. §2370.1	#N/A	Small Business	1/1/2022	Any financial institution, subject to the "in lieu" tax, is entitled to claim as a credit the amount of the guaranty fees the financial institution pays to the SBA under certain SBA loan programs. Any credit allowed, but not used, may be carried over for a period of five years.
Exempt		Small Business Linked Deposit Program	Oklahoma State Treasurer	Preferential rate	62 O.S. § 88.1A	\$0	Small Business	None Found	Provides low-interest certificates of deposit to financial institutions to provide lending capital to eligible small businesses and certified industrial parks which will directly create new jobs or save existing jobs.
Exempt		Spaceport Exemption	Oklahoma Tax Commission	Tax exemption	68 O.S. § 1356) [32 - 37]	None	Aerospace	None Found	Sales of any tangible property to a spaceport user as determined by the Oklahoma Space Industry Development Authority are exempt from sales tax. Launch vehicles, satellites, and such related attached or used property may also be purchased free from sales and use tax.
Exempt		Telecommunications Sales Tax Exemption	Oklahoma Tax Commission	Tax exemption	68 O.S. §1354 and 1357 [18] [26]	N/A	Telecom	None Found	Sales tax exemptions apply to interstate 1-800, WATS, and interstate private-line business telecommunication services, and to cell phones sold to a vendor who transfers the equipment as part of an inducement to a consumer to contract for wireless telecommunications.
Exempt		Tickets to National Basketball Association and National Hockey League Games Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1356	#N/A	Sports/Entertainment	None Found	Sales or gifts of tickets to National Basketball Association or National Hockey League Games.
Exempt		Web Search Portals Sales Tax Exemption	Oklahoma Tax Commission	Tax Exemption	68 O.S. §1357	#N/A	Technology	None Found	Sales of goods, wares, merchandise, tangible personal property, machinery and equipment to a web search portal located in Oklahoma.
Recommend Exempt		LEAD Act	Oklahoma Department of Commerce	Rebate	68 O.S. §3645.1-3645.6	#N/A	Manufacturing	None Found	A company that meets capital spending requirements and hire 500 employees in its first year of operation and 4,000 employees in years four and five, with annual employment benchmarks in between would be eligible for an annual rebate of 3.4% on qualified capital expenditures for up to five years. In total, the rebates could not exceed \$698 million.

Review Year	Last Reviewed	Program Name	Program Administrator	Program Type	Citation	Estimated Incentive Cost	Industry	Sunset	Incentive Description
Recommend Exempt		Coal Tax Credit	Oklahoma Tax Commission	Tax credit	68 O.S. §2357.11	#N/A	Coal	12/31/21	Section B - Provides an income tax credit for the purchase of Oklahoma-mined coal to the citizens of Oklahoma, or to those businesses which burn coal to generate heat, light or power for use in manufacturing operations in Oklahoma. Section D - A coal credit to businesses primarily engaged in mining, producing or extracting coal in this state. A valid permit issued by the Oklahoma Department of Mines must be held. The credit provided in this paragraph will not be allowed for coal mined, produced or extracted in any month in which the average price of coal is \$68 or more per ton, excluding freight charges. Credits earned prior to January 1, 2014 are transferable, and may be claimed up to 5 years. For credits earned on or after January 1, 2014, any credit earned but not used shall be refunded at an amount equal to 85% of the amount of the credit.
Recommend Exempt		Economically At-risk Lease (Gross Production)	Oklahoma Tax Commission	Rebate	68 O.S. § 1001.3A	#N/A	Energy	12/31/20	Provides for a rebate of gross production tax for oil and gas produced in each Calendar year wherein the net proceeds derived from the sale of oil and natural gas are less than the gross production paid for the same year after deducting certain costs.
Recommend Exempt		Energy Efficient Residential Construction Tax Credit	Oklahoma Department of Commerce	Tax credit	68 O.S. §2357.46	\$4,876,495	Residential	Sunsetted on 6/30/2016 and has not been re-enacted.	An income tax credit, not to exceed \$4,000, is allowed for eligible expenditures incurred by a contractor in the construction of energy efficient residential property of 2,000 square feet or less. Unused credit may be carried over for a period of 4 years. This credit is transferable.
Recommend Exempt		Farm Diversification Grant	Oklahoma Department of Agriculture, Food, & Forestry	Grant	2 O.S. 5-3.2	\$0	Agriculture	None Found	Grants are available to anyone who is currently involved in farming, ranching or agritourism and would like to diversify their family farming operation or agritourism venture. Projects must be for non-traditional crops or livestock, on-farm processing of agricultural commodities or agritourism ventures.
Recommend Exempt	2020	Oklahoma Capital Investment Board Programs (Venture Investment Program and Capital Access Program)	Oklahoma Capital Investment Board, Oklahoma Tax Commission	Venture Capital, Small Business Loans	74 O.S. §5085	\$5,500,000	Various	06/30/18	Created to be the state's resource for expanding the supply of equity capital, debt finance and expertise available to Oklahoma companies.
Recommend Exempt		Specialty Crop Grant	Oklahoma Department of Agriculture, Food, & Forestry	Grant	7 U.S.C. 1621	\$0	Agriculture	None Found	To be eligible for this grant, projects must solely enhance the competitiveness of specialty crops in either domestic or foreign markets and must provide a benefit to more than just the applicant. Specialty crops are defined as fruits, vegetables, tree nuts, dried fruits, horticulture, and nursery crops (including floriculture). Projects will be evaluated on how well they enhance the competitiveness of Oklahoma's specialty crops, soundness and quality of the project plan, measurable outcomes and return on investment.
Recommend Exempt		Swine and Poultry Producers	Oklahoma Tax Commission	Tax Deduction	68 O.S. §2358	N/A	Agriculture	None Found	Individuals who are swine or poultry producers may deduct depreciation on an accelerated basis for new construction or expansion costs. The same depreciation method elected for Federal purposes will be used, except the assets will be deemed to have a 7-year life.
Recommend Exempt	2020	Tax Credit for Electricity Generated by Zero-Emission Facilities	Oklahoma Tax Commission	Tax credit	68 O.S. §2357.32A	\$16,410,000	Renewable Energy	07/01/17	An income tax credit is allowed based on the amount of electricity generated by a qualified zero-emission facility. Credits earned prior to January 1, 2014 are transferable and any unused credit may be carried over for 10 years. For credits earned after January 1, 2014, any credit earned but not used shall be refunded at an amount equal to 85% of the amount of the credit.

About the Four-Year Incentive Evaluation Schedule:

The Four-Year Incentive Evaluation Schedule is prepared under the **Incentive Evaluation Act (62 O.S. § 7001 et seq.)**, which requires the Commission to evaluate Oklahoma's economic incentives on a four-year cycle. The yellow-shaded rows identify new incentives scheduled for evaluation during the current cycle. Because these incentives are new, limited financial data may be available in the first year of evaluation. In such cases, the Commission may exempt an incentive from review if it does not meet the \$1 million financial impact threshold. The Commission also retains the authority to modify the evaluation schedule at its discretion.