



BILL/VERSION: SB 236 / INTRODUCED

ANALYST: TB

AUTHORS: Sen. Haste

DATE: 1/28/2025

TAX(ES): Income Tax

SUBJECT(S): Credit

EFFECTIVE DATE: Nov 1, 2025

Emergency

ESTIMATED REVENUE IMPACT:

FY26: Unknown decrease in income tax collections.

FY27: Unknown decrease in income tax collections.

ANALYSIS: SB 236 proposes an income tax credit for qualified employers in Oklahoma’s aerospace and defense sector that are engaged in a contract with the U.S. Department of Defense that requires Cybersecurity Maturity Model Certification¹ (CMMC) compliance.

The credit equals 50% of compensation paid to employees and expenses incurred to achieve CMMC compliance after Jan. 1, 2026.² The nonrefundable credit is capped at \$50,000 per employer for all eligible tax years. Any unused credit can be carried forward for up to 5 years. The credit is effective for tax years 2026 through 2031, with an annual statewide cap of \$10 million beginning in tax year 2028.

Due to limited data on how many eligible businesses will seek full CMMC compliance, the total revenue impact on the state cannot be accurately estimated at this time. However, it is anticipated that most eligible businesses will claim the maximum credit allowable on their 2026 and 2027 tax returns.³

¹ The Cybersecurity Maturity Model Certification is a set of standards designed to assess the cybersecurity maturity of organizations working with the Department of Defense and other federal agencies.

² The credit is not limited by the cost of achieving CMMC compliance.

³ CMMC certification typically takes 12-18 months.

1/28/25

DATE

Huan Gong

DR. HUAN GONG, CHIEF TAX ECONOMIST

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Marie Schuble

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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.