



State of Oklahoma OTHER CREDITS FORM

FORM **511CR** 2014

Enclose this form and supporting documents with your Oklahoma tax return.

Name as shown on return:	Social Security Number:
	-OR-
	Federal Employer Identification Number:

Enter in **Column A** all unused carryover credits established in prior tax years but not used in any prior tax year.

Enter in **Column B** all credits established this tax year. This includes a credit generated this tax year; a credit transferred to you on a filed transfer agreement (Form 572) which may be claimed this tax year; and a credit, that once established, may be claimed over multiple years and you are claiming the subsequent years' credit (e.g. Investment/New Jobs Credit or Credit for Qualified Ethanol Facilities).

Attention members of pass-through entities: Enter your share of the pass-through entities' credit on the appropriate line for the type of credit. For example: Your share of the pass-through entities' Coal Credit would be entered on line 2.

See instructions for details on qualifications and required enclosures.

		A Unused Credit Carried Over from Prior Year(s)	B Credit Established During Current Tax Year	C Total Available Credit (A + B = C)
1	Oklahoma Investment/New Jobs Credit (enclose Form 506)..... 1	00	00	00
2	Coal Credit..... 2	00	00	00
3	Credit for Investment in a Clean-Burning Motor Vehicle Fuel Property (enclose Form 567-A) Enter the number of Form(s) 567-A enclosed with this return for 3a and 3b	Number of Form(s) 567-A <input style="width: 100px; height: 20px;" type="text"/>		
3a	Credit from Form 567-A, Part 1, Section A, line 3. (If completing multiple Forms 567-A; enter the total amounts from all Part 1, Section A, line 3.)..... 3a	00	00	00
3b	Credit from Form 567-A, Part 4, line 4..... 3b	00	00	00
4	Credit for Investment in Qualified Electric Motor Vehicle Property (placed in service before July 1, 2010) . 4	00	Not Applicable	00
5	Small Business Capital Credit (enclose Form 527-A)..... 5	00	Not Applicable	00
6	Oklahoma Agricultural Producers Credit (enclose Form 520)..... 6	00	Not Applicable	00
7	Small Business Guaranty Fee Credit (enclose Form 529)..... 7	00	00	00
8	Credit for Qualified Recycling Facility..... 8	00	Not Applicable	00
9	Credit for Employers Providing Child Care Programs 9	00	Not Applicable	00
10	Credit for Entities in the Business of Providing Child Care Services..... 10	00	00	00
11	Credit for Commercial Space Industries..... 11	00	Not Applicable	00
12	Credit for Tourism Development or Qualified Media Production Facility 12	00	Not Applicable	00
13	Oklahoma Local Development and Enterprise Zone Incentive Leverage Act Credit..... 13	00	Not Applicable	00
14	Credit for Qualified Rehabilitation Expenditures 14	00	00	00



OTHER CREDITS FORM

Name as shown on return:	Social Security/Federal Employer Identification Number:
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		A Unused Credit Carried Over from Prior Year(s)	B Credit Established During Current Tax Year	C Total Allowable Credit (A + B)
15	Rural Small Business Capital Credit (enclose Form 526-A) 15	00	Not Applicable	00
16	Credit for Electricity Generated by Zero-Emission Facilities 16	00	00	00
17	Credit for Financial Institutions Making Loans under the Rural Economic Development Loan Act. 17	00	00	00
18	Credit for Manufacturers of Small Wind Turbines... 18	00	00	00
19	Credit for Qualified Ethanol Facilities 19	Not Applicable	00	00
20	Poultry Litter Credit..... 20	00	Not Applicable	00
21	Volunteer Firefighter Credit (enclose COFT's Form, see instructions on page 5) 21	Not Applicable	00	00
22	Credit for Qualified Biodiesel Facilities 22	Not Applicable	00	00
23	Film or Music Project Credit (enclose Form 562) .. 23	Not Applicable	00	00
24	Credit for Breeders of Specially Trained Canines... 24	00	Not Applicable	00
25	Credit for Wages Paid to an Injured Employee..... 25	Not Applicable	00	00
26	Credit for Modification Expenses Paid for an Injured Employee..... 26	Not Applicable	00	00
27	Dry Fire Hydrant Credit 27	00	Not Applicable	00
28	Credit for the Construction of Energy Efficient Homes 28	00	00	00
29	Credit for Railroad Modernization..... 29	00	00	00
30	Research and Development New Jobs Credit (enclose Form 563) 30	00	00	00
31	Credit for Stafford Loan Origination Fee (for banks & credit unions filing Form 512)..... 31	00	Not Applicable	00
32	Credit for Biomedical Research Contribution 32	00	00	00
33	Credit for Employees in the Aerospace Sector (enclose Form 564) 33	00	00	00
34	Credits for Employers in the Aerospace Sector (enclose Form 565) 34	Not Applicable	00	00
35	Wire Transfer Fee Credit 35	00	00	00
36	Credit for Manufacturers of Electric Vehicles..... 36	00	Not Applicable	00
37	Credit for Cancer Research Contribution 37	00	00	00
38	Oklahoma Capital Investment Board Tax Credit..... 38	Not Applicable	00	00
39	Credit for Contributions to a Scholarship-Granting Organization 39	00	00	00
40	Credit for Contributions to an Educational Improvement Grant Organization 40	00	00	00
41	Total (add lines 1 through 40) 41 Enter on the applicable line of income tax return and enter the number in the box for the type of credit. If more than one credit is claimed, enter "99" in the box.	00	00	00

NOTICE

Tax credits transferred or allocated must be reported on Oklahoma Tax Commission (OTC) Form 569. Failure to file Form 569 will result in the affected credits being denied by the OTC pursuant to 68 Oklahoma Statutes (OS) Sec. 2357.1A-2.

OTHER CREDITS INFORMATION

1 Oklahoma Investment/New Jobs Credit

Manufacturers, who hold a manufacturer's exemption permit, may qualify for the Oklahoma Investment/New Jobs Credit based on either an investment in depreciable property of at least \$50,000 or on the addition of full-time equivalent employees engaged in manufacturing, processing or aircraft maintenance. A web search portal establishment may also qualify for the credit based on an investment in depreciable property of at least \$50,000. The credit, once established, is also allowed in each of the four subsequent years if the level of new employees is maintained or the qualified property is not sold, disposed of or transferred. Any credit allowed but not used may be carried over in order to each of the four years following the year of qualification and to the extent not used in those years in order to each of the 15 years following the initial five-year period. To the extent not used, any credit from qualified depreciable property placed in service on or after January 1, 2000, may be utilized in subsequent tax years after the initial twenty-year period. Enclose Form 506. 68 OS Sec. 2357.4 and Rule 710:50-15-74.

2 Coal Credit

Sec. 2357.11 (B) provides a coal credit, for the purchase of Oklahoma-mined coal, to businesses providing water, heat, light or power from coal to the citizens of Oklahoma or to those which burn coal to generate heat, light or power for use in manufacturing operations in Oklahoma. An additional credit is allowed for Oklahoma-mined coal purchased.

Sec. 2357.11 (D) provides 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.

Any credit earned but not used based upon activity occurring on or after January 1, 2014 may be partially refundable upon the filing of Form 577. Any credit earned prior to January 1, 2014 which was allowed but not used, will have a five-year carryover provision following the year of qualification. The credit is freely transferable by December 31, 2013 to any taxpayer at any time during the five years following the year of qualification upon the filing of the transfer agreement, Form 572, along with an OTC acknowledgment of credits earned. The transferee shall enclose these same forms with the Form 511CR. **Note:** This credit, upon the election of the taxpayer, may be claimed as a payment or prepayment of tax or as an estimated tax payment. If this election is made, the credit should be claimed on this line of Form 511CR. 68 OS Sec. 2357.11 and Rule 710:50-15-76.

3 Credit for Investment in a Clean-Burning Motor Vehicle Fuel Property

A credit is allowed for investments in qualified clean-burning motor vehicle fuel property. For credits established in tax year 2010 and thereafter, any credit allowed but not used will have a five year carryover provision. Enclose Form 567-A. 68 OS Sec. 2357.22 and Rule 710:50-15-81.

4 Credit for Investment in Qualified Electric Motor Vehicle Property

A credit for investment in qualified electric motor vehicle property that was established in tax year 2010 but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed five years. 68 OS Sec. 2357.22 and Rule 710:50-15-81.

5 Small Business Capital Credit

A Small Business Capital Credit that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over subject to the following limitations:

- The credit may be carried over for a period not to exceed three years for investments made on or after November 1, 2006.
- The credit may be carried over for a period not to exceed ten years for investments made prior to June 7, 2006.
- The credit may be carried over for a period not to exceed ten years for investments made on or after June 7, 2006 and prior to November 1, 2006, provided they met the conditions specified in statute.

Enclose Form 527-A for the year the credit was originally established. 68 OS Sec. 2357.60 – 2357.65 and Rule 710:50-15-86.

6 Oklahoma Agricultural Producers Credit

An Oklahoma Agricultural Producers Credit that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed six years. Enclose Form 520 for the year the credit was originally established. 68 OS Sec. 2357.25 and Rule 710:50-15-85.

OTHER CREDITS INFORMATION**7 Small Business Guaranty Fee Credit**

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 U.S. Small Business Administration (SBA) under certain SBA loan programs. Any credit allowed but not used will have a five-year carryover provision. Enclose Form 529. 68 OS Sec. 2370.1.

A Small Business Guaranty Fee Credit that was established by a small business in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed five years. Enclose Form 529. 68 OS Sec. 2357.30.

8 Credit for Qualified Recycling Facility

A credit for an investment in a qualified recycling facility that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed 14 years. 68 OS Sec. 2357.59 and Rule 710:50-15-84.

9 Credit for Employers Providing Child Care Programs

A Credit for Employers Providing Child Care Programs that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed four years. 68 OS Sec. 2357.26 and Rule 710:50-15-19.

10 Credit for Entities in the Business of Providing Child Care Services

Entities primarily engaged in the business of providing child care services will be allowed a 20% credit for eligible expenses. Eligible expenses are amounts incurred to comply with the standards promulgated by a national accrediting association recognized by the Department of Human Services and which would not have been incurred to comply with the Oklahoma Child Care Facilities Licensing Act. The credit will not be allowed for any amounts for which the entity claims or receives an income tax credit, exemption or deduction. Any credit allowed but not used will have a four year carryover provision. 68 OS Sec. 2357.27.

11 Credit for Commercial Space Industries

A Credit for Commercial Space Industries that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed four years. 68 OS Sec. 2357.13.

12 Credit for Tourism Development or Qualified Media Production Facility

A Credit for Tourism Development or Qualified Media Production Facility that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed 10 years. 68 OS Sec. 2357.34 – 2357.40.

13 Oklahoma Local Development and Enterprise Zone Incentive Leverage Act Credit

An Oklahoma Local Development and Enterprise Zone Incentive Leverage Act Credit that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed 10 years. 68 OS Sec. 2357.81.

14 Credit for Qualified Rehabilitation Expenditures

Provides a credit for qualified rehabilitation expenditures incurred with any certified historic structure as defined in Sec. 2357.41. The credit is to be equal to the amount of the Federal rehabilitation investment credit allowed under the Internal Revenue Code, Sec. 47. Any credit allowed but not used will have a 10 year carryover provision following the qualified expenditures. The credit may be freely transferred, at any time during the five years following the year of qualification, to any taxpayer upon the filing of the transfer agreement, Form 572, along with an OTC acknowledgment of credits earned. The transferee shall enclose these same forms with the Form 511CR. If this credit which has been transferred is subsequently reduced as the result of an adjustment by the Internal Revenue Service, OTC, or any other applicable government agency, only the transferor originally allowed the credit and not any subsequent transferee of the credit, will be held liable to repay any amount of disallowed credit. 68 OS Sec. 2357.41 and Rule 710:50-15-108.

15 Rural Small Business Capital Credit

A Rural Small Business Capital Credit that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over subject to the following limitations:

- The credit may be carried over for a period not to exceed three years for investments made on or after November 1, 2006.
- The credit may be carried over for a period not to exceed ten years for investments made prior to June 7, 2006.
- The credit may be carried over for a period not to exceed ten years for investments made on or after June 7, 2006 and prior to November 1, 2006, provided they met the conditions specified in statute.

Enclose Form 526-A for the year the credit was originally established. 68 OS Sec. 2357.71 – 2357.76 and Rule 710:50-15-87.

OTHER CREDITS INFORMATION**16 Credit for Electricity Generated by Zero-Emission Facilities**

A credit shall be allowed for the production and sale, to an unrelated person, of electricity generated by zero-emission facilities located in this state. For facilities placed in operation on or after January 1, 2007, the credit for the electricity generated is \$0.0050 per kilowatt-hour. Credits may be claimed during a ten-year period following the date the facility is placed in operation. Any credit generated, but not used, on or after January 1, 2014 may be partially refundable upon the filing of Form 578. Any credit earned prior to January 1, 2014 which was allowed but not used will have a 10 year carryover provision. Credits generated prior to January 1, 2014 may be freely transferable, at any time during the 10 years following the year of qualification, to any taxpayer upon filing of the transfer agreement, Form 572, along with an OTC acknowledgment of credits earned. Enclose a schedule showing the number of kilowatt-hours of electricity generated during each month of the taxable year and the calculation of the credit or, if you are the transferee, a copy of the transfer agreement and OTC acknowledgement.

For facilities placed in operation before January 1, 2007, a Credit for Electricity Generated by Zero-Emission Facilities that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed 10 years.

68 OS Sec. 2357.32A.

17 Credit for Financial Institutions Making Loans Under the Rural Economic Development Loan Act

Oklahoma financial institutions shall be allowed a credit against the bank in lieu tax in an amount equal to the taxable income received pursuant to a loan made under the "Rural Economic Development Loan Act" 62 OS Sec. 90.1 through 90.9. The credit is limited each year to 5% of the amount of annual payroll directly attributable to new jobs that are created as a result of the loan made under the act. The Rural Economic Development Loan Program Review Board certifies payroll eligible for the credit. The credit may be claimed for any number of years necessary until the total amount of credits claimed is equal to the total amount of taxable income received. Any credit allowed but not used will have a five year carryover provision. 68 OS Sec. 2370.

18 Credit for Manufacturers of Small Wind Turbines

A Credit for Manufacturers of Small Wind Turbines that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed ten years. The credit may be freely transferable, at any time during the 10 years following the year of qualification, to any taxpayer upon the filing of the transfer agreement, Form 572, along with an OTC acknowledgment of credits earned. If you are the transferee, enclose a copy of the transfer agreement and OTC acknowledgement. **Note:** This credit, upon election of the taxpayer, may be claimed as a payment or prepayment of tax or as an estimated tax payment. If this election is made, the credit should be claimed on this line of Form 511CR. 68 OS Sec. 2357.32B and Rule 710:50-15-92.

19 Credit for Qualified Ethanol Facilities

An ethanol facility that established the 7.5-cents per gallon credit in Tax Year 2013 may claim the credit for a period not to exceed 36 consecutive months.

An ethanol facility that established the 20-cent per gallon credit on or before December 31, 2010 may claim the credit for 60 months beginning the first month the facility became eligible for the credit.

68 OS Sec. 2357.66 and Rule 710:50-15-106.

20 Poultry Litter Credit

A Poultry Litter Credit that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed five years. 68 OS Sec. 2357.100 and Rule 710:50-15-95.

21 Volunteer Firefighter Credit

For taxpayers who qualify for the \$200 or \$400 Oklahoma Volunteer Firefighter Tax Credit, the completed and signed Council on Firefighter Training's (COFT) form must be enclosed as supporting documentation. The form must have all of the necessary signatures. For further explanations, questions or to obtain a form contact the COFT at (405) 601-8862 or visit their website at: www.coft-oklahoma.org. 68 OS Sec. 2358.7 and Rule 710:50-15-94.

22 Credit for Qualified Biodiesel Facilities

A biodiesel facility that established the 7.5-cents per gallon credit in Tax Year 2013 may claim the credit for a period not to exceed 36 consecutive months. 68 OS Sec. 2357.67 and Rule 710:50-15-98.

OTHER CREDITS INFORMATION**23 Film or Music Project Credit**

For tax years ending before January 1, 2015, there is allowed a credit equal to 25% of the amount of profit made from an investment with a production company to pay for production costs in an existing Oklahoma film or music project produced after July 1, 2005. In order to claim the credit, the taxpayer must reinvest the profit with the production company, to pay for the production cost of a new Oklahoma film or music project. Enclose Form 562. 68 OS Sec. 2357.101 and Rule 710:50-15-101.

24 Credit for Breeders of Specially Trained Canines

A Credit for Breeders of Specially Trained Canines that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed five years. 68 OS Sec. 2357.203 and Rule 710:50-15-97.

25 Credit for Wages Paid to an Injured Employee

For tax years ending before January 1, 2015, a credit is allowed for eligible wages paid by an employer to an employee who is injured as a result of an injury which is compensable under Title 85 of the Oklahoma Statutes. The credit is 10% of the amount of the gross wages paid to the employee beginning when the employee returns to work with restricted duties as provided by the employee's treating physician or an independent medical examiner before the employee has reached maximum medical improvement, and ending after 90 days or when the employee has reached maximum medical improvement if earlier. In no event shall the credit exceed \$5,000 for each employee of each taxpayer and the total credit claimed shall not exceed \$25,000 in any one year for any taxpayer. Enclose a schedule showing the computation of the credit; include employee name, social security number, eligible wages paid, and the number of days for which the eligible wages were paid. 68 OS Sec. 2357.47 and Rule 710:50-15-107.

26 Credit for Modification Expenses Paid for an Injured Employee

Establishes a credit for eligible modification expenses incurred by an employer to modify a workplace, tools or equipment or to obtain new tools or equipment and which are incurred by an employer solely to enable a specific employee who has incurred an injury that is compensable under Title 85 of the Oklahoma Statutes to return to work with restricted duties as provided by the employee's treating physician or an independent medical examiner before the employee has reached maximum medical improvement, and which workplace, tools or equipment are used primarily by the injured employee. The credit is 50% of the amount of funds expended for eligible modification expenses. In no event shall the credit exceed \$1,000 for eligible modification expenses incurred for any single employee and the total credit claimed shall not exceed \$10,000 in any year for any taxpayer. Enclose a schedule showing the computation of the credit; include employee name and social security number and the eligible modification expenses for such employee. 68 OS Sec. 2357.47 and Rule 710:50-15-107.

27 Dry Fire Hydrant Credit

A Dry Fire Hydrant Credit that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed four years. 68 OS Sec. 2357.102 and Rule 710:50-15-99.

28 Credit for the Construction of Energy Efficient Homes

Establishes a credit equal to the eligible expenses incurred by a contractor in the construction of energy efficient residential property of 2,000 square feet or less located in Oklahoma and which has been certified by a Residential Energy Services Network provider. "Eligible expenses" means any energy efficient heating or cooling system; insulation material or system designed to reduce the heat gain or loss; exterior windows, including skylights; exterior doors; and Energy Star program metal roof. In no event shall the credit exceed \$4,000 for residential property certified at 40% or more above the 2003 International Energy Conservation Code (IECC), including any supplement, or exceed \$2,000 for residential property certified at between 20% and 39% of the 2003 IECC, including any supplement. The contractor shall not be allowed a credit for residential property certified at less than 20% of the 2003 IECC, including supplements. Any credit allowed but not used will have a four year carryover provision. The credit may be freely transferable to any taxpayer upon the filing of the transfer agreement, Form 572, along with an OTC acknowledgment of credits earned. For each home, enclose proof of the energy rating, such as a copy of the Energy Star Certification sticker or the Energy Star Certificate or, if you are the transferee, a copy of the transfer agreement and OTC acknowledgement. You must be able to document the type and amount of expenses upon which the credit was based upon request. 68 OS Sec. 2357.46 and Rule 710:50-15-104.

OTHER CREDITS INFORMATION**29 Credit for Railroad Modernization**

Establishes a credit equal to 50% of a Class II or Class III railroad's qualified railroad reconstruction or replacement expenditures. The amount of credit shall be limited to the product of \$2,000 and the number of miles of railroad track owned or leased within Oklahoma as of the close of the taxable year. An election may be made to increase the limit to an amount equal to three times the limit, provided only 1/3 of the credit is claimed in any one taxable period. A taxpayer who elected to increase the limitation on the credit shall not be granted additional credits during the period of such election. "Qualified railroad reconstruction or replacement expenditures" means expenditures for 1) reconstruction or replacement of railroad infrastructure including track, roadbed, bridges, industrial leads and track-related structures or 2) new construction of industrial leads, switches, spurs and sidings and extensions of existing sidings. Any credit allowed but not used will have a five year carryover provision. The credit is freely transferable to any taxpayer and at any time during the five years following the year of qualification upon the filing of the transfer agreement, Form 572, along with an OTC acknowledgment of credits earned. Enclose the "Affidavit" from the Department of Transportation or, if you are the transferee, a copy of the transfer agreement and OTC acknowledgement. 68 OS Sec. 2357.104 and Rule 710:50-15-103.

30 Research and Development New Jobs Credit

A Research and Development New Jobs Credit that was established in a prior year is also allowed in each of the eight subsequent years if the level of new employees is maintained. Any credit allowed but not used may be carried over in order to each of the four years following the year of qualification and to the extent not used on those years in order to each of the following five years. Enclose the Form 563 for the year the credit was originally established. 68 OS Sec. 54006 and Rule 710:50-15-105.

31 Credit for Stafford Loan Origination Fee *(available for banks and credit unions filing Form 512)*

A Credit for Stafford Loan Origination Fee that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed five years. 68 OS Sec. 2370.3.

32 Credit for Biomedical Research Contribution

A credit is allowed to any taxpayer who makes a donation to a qualified independent biomedical research institute. The credit is 50% of the amount donated, but may not exceed \$1,000 (\$2,000 for a married filing joint return). An "independent biomedical research institute" means an organization which is exempt from taxation under the Internal Revenue Code section 501(c)(3) whose primary focus is conducting peer-reviewed basic biomedical research. The organization shall have a board of directors, be able to accept grants in its own name, be an identifiable institute that has its own employees and administrative staff, and receive at least \$15 million in National Institute of Health funding each year. Any credit allowed but not used will have a four year carryover provision. A copy of the canceled check or receipt must be provided as proof of the donation. 68 OS Sec. 2357.45 and Rule 710:50-15-113.

33 Credit for Employees in the Aerospace Sector

Establishes a \$5,000 credit for a qualified employee who has a degree in engineering and who, on or after January 1, 2009, is employed in Oklahoma by or contracting in Oklahoma with a qualified employer whose principal business activity is in the aerospace sector. The credit is allowed each year for up to the first five years. To qualify for the credit the employee may not have been employed as a full-time engineer in the aerospace sector in Oklahoma immediately preceding employment or contracting with a qualified employer. Any credit allowed but not used will have a five-year carryover provision. Enclose Form 564. 68 OS Sec. 2357.301 & 2357.304 and Rule 710:50-15-109.

34 Credits for Employers in the Aerospace Sector

Establishes credits for tuition reimbursement and for compensation paid to a qualified employee by a qualified employer. A qualified employee is a person employed in Oklahoma by or contracting in Oklahoma with a qualified employer on or after January 1, 2009, who has been awarded an undergraduate or graduate degree in engineering and who was not employed as a full-time engineer in the aerospace sector in Oklahoma immediately preceding current employment. The credit for tuition reimbursement is 50% of amount reimbursed, but may not exceed 50% of the average annual amount paid for enrollment and instruction in a qualified program at an Oklahoma public institution. The credit for compensation paid to a graduate of an Oklahoma institution is 10% of such compensation and if the employee graduated from an institution located outside Oklahoma the credit is 5%; this credit may not exceed \$12,500 annually for each qualified employee. Enclose Form 565. 68 OS Sec. 2357.301, 2357.302 & 2357.303 and Rule 710:50-15-109.

35 Wire Transfer Fee Credit

A credit is allowed for the electronic funds transfer fee paid pursuant to the Drug Money Laundering and Wire Transmitter Act (63 OS Sec. 2-503.1j). The electronic funds transfer fee is \$5 plus 1% of the transfer amount in excess of \$500. Any credit allowed but not used will have a five year carryover provision. Upon request you must be able to document the amount of fees paid upon which the credit is based. 68 OS Sec. 2357.401 and Rule 710:50-15-111.

OTHER CREDITS INFORMATION**36 Credit for Manufacturers of Electric Vehicles**

A Credit for Manufacturers of Electric Vehicles that was established in a prior year but not used due to the limitations provided may be carried over. The unused credit may be carried over for a period not to exceed five years. 68 OS Sec. 2357.402 and Rule 710:50-15-112.

37 Credit for Cancer Research Contribution

A credit is allowed to any taxpayer who makes a donation to a qualified cancer research institute. The credit is 50% of the amount donated, but may not exceed \$1,000 (\$2,000 for a married filing joint return). A “cancer research institute” means an organization which is exempt from taxation under the Internal Revenue Code (IRC) or a not-for-profit supporting organization, as defined by the IRC, affiliated with a tax-exempt organization. The tax exempt organization must have raising the standard of cancer clinical care, in Oklahoma, through peer-reviewed cancer research and education as its primary focus; be either an independent research institute or a program that is part of a state university which is a member of The Oklahoma State System of Higher Education; and receive at least \$4 million in National Cancer Institute funding each year. Any credit allowed but not used will have a four year carryover provision. A copy of the canceled check or receipt must be provided as proof of the donation. 68 OS Sec. 2357.45 and Rule 710:50-15-113.

38 Oklahoma Capital Investment Board Tax Credit

Enclose the Tax Credit Certificate issued by the Oklahoma Capital Investment Board (OCIB) as provided for in the Oklahoma Capital Formation Act. The Certificate will indicate the face amount of the tax credit and the State’s fiscal year in which the credit may be claimed. The credit is freely transferable to subsequent transferees upon the issuance of a new Certificate by the OCIB to the transferee. Except as provided, no tax credit shall be exercisable after July 1, 2020. Tax credits may be exercised after July 1, 2020, if the credits were purchased or agreed to be purchased pursuant to an agreement originally entered into no later than December 31, 1995. Transferees may exercise the credits after July 1, 2020 if the credits were obtained from the person who originally entered into such an agreement or by a subsequent transferee if the credit transfer occurred prior to June 8, 2012. **Note:** This credit, upon election of the taxpayer, may be claimed as a payment or prepayment of tax or as an estimated tax payment. If this election is made, the credit should be claimed on this line of the Form 511CR. 74 OS Sec. 5085.7.

39 Credit for Contributions to a Scholarship-Granting Organization

A credit is allowed for contributions to an eligible scholarship-granting organization. The credit is 50%* of the amount contributed, not to exceed \$1,000 for an individual (\$2,000 for a married filing joint return) or \$100,000 for a legal business entity. A “scholarship-granting organization” means a nonprofit organization, registered with the Oklahoma Tax Commission, which distributes scholarships so an eligible student, or an eligible special needs student, can attend an elementary or secondary private school. Any credit allowed but not used will have a three-year carryover provision. 68 OS Sec. 2357.206 and Rule 710:50-15-114

*** Note: The credit has an overall cap.** If the total credits eligible to be claimed by all individuals or businesses exceed the specified cap, the percentage allowed will be reduced. The Tax Commission will publish the percentage of the contribution which may be claimed as a credit. The scholarship-granting organization will notify contributors of that amount annually.

40 Credit for Contributions to an Educational Improvement Grant Organization

A credit is allowed for contributions to an eligible scholarship-granting organization. The credit is 50%* of the amount contributed, not to exceed \$1,000 for an individual (\$2,000 for a married filing joint return) or \$100,000 for a legal business entity. For a taxpayer who makes an eligible contribution and makes a written commitment to contribute the same amount for the next two years, the credit will be 75%* of the amount of the contribution made in the first year. An “educational improvement grant organization” means a nonprofit organization, registered with the Oklahoma Tax Commission, which contributes at least 90% of its annual receipts as grants to eligible public schools for innovative educational programs. An innovative educational program is an advanced academic or academic improvement program that is not part of the regular coursework of a public school but enhances the curriculum or academic program of the school or provides early childhood education programs to students. Any credit allowed but not used will have a three-year carryover provision. If claiming the 75% credit, evidence of the written commitment must be provided. 68 OS Sec. 2357.206 and Rule 710:50-15-115

*** Note: The credit has an overall cap.** If the total credits eligible to be claimed by all individuals or businesses exceed the specified cap, the percentage allowed will be reduced. The Tax Commission will publish the percentage of the contribution which may be claimed as a credit. The education improvement grant organization will notify contributors of that amount annually.