

1 STATE OF OKLAHOMA

2 2nd Session of the 59th Legislature (2024)

3 SUBCOMMITTEE RECOMMENDATION  
4 FOR

5 HOUSE BILL NO. 3176

6 By: Waldron

7 SUBCOMMITTEE RECOMMENDATION

8 An Act relating to firearms; directing the Department  
9 of Public Safety to provide free firearm locks to  
10 Oklahoma residents; directing the Department to  
11 collaborate with other agencies to create a public  
12 safety campaign; amending 21 O.S. 2021, Section  
13 1290.14, which relates to the Oklahoma Firearms Act  
14 of 1971; clarifying course content requirement;  
15 amending 68 O.S. 2021, Section 1357, as last amended  
16 by Section 1, Chapter 344, O.S.L. 2023 (68 O.S. Supp.  
17 2023, Section 1357), which relates to general sales  
18 tax exemptions; exempting firearm safes, firearm  
19 safety devices, and certain firearm holsters;  
20 providing for codification; and providing an  
21 effective date.

22 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

23 SECTION 1. NEW LAW A new section of law to be codified  
24 in the Oklahoma Statutes as Section 1289.31 of Title 21, unless  
there is created a duplication in numbering, reads as follows:

A. Subject to the availability of funds appropriated for this  
purpose, the Department of Public Safety shall provide free firearm  
locks to an Oklahoma resident upon the request of the resident. The

1 Department shall prominently display on its website instructions for  
2 requesting free firearm locks.

3 B. The Department shall collaborate with the Oklahoma State  
4 Bureau of Investigation, and other state agencies as the Department  
5 deems appropriate, to create a public safety campaign dedicated to  
6 safe firearm storage using funds specifically appropriated for that  
7 purpose.

8 SECTION 2. AMENDATORY 21 O.S. 2021, Section 1290.14, is  
9 amended to read as follows:

10 Section 1290.14

11 SAFETY AND TRAINING COURSE

12 A. Each applicant for a license to carry a concealed or  
13 unconcealed handgun pursuant to the Oklahoma Self-Defense Act must  
14 successfully complete a firearms safety and training course in this  
15 state conducted by a registered and approved firearms instructor as  
16 provided by the provisions of this section or from an interactive  
17 online firearms safety and training course available electronically  
18 via the Internet approved and certified by the Council on Law  
19 Enforcement Education and Training. The applicant must further  
20 demonstrate competence and qualification with an authorized pistol  
21 of the type or types that the applicant desires to carry as a  
22 concealed or unconcealed handgun pursuant to the provisions of the  
23 Oklahoma Self-Defense Act, except certain persons may be exempt from

24

1 such training requirement as provided by the provisions of Section  
2 1290.15 of this title.

3 B. The Council on Law Enforcement Education and Training  
4 (CLEET) shall establish criteria for approving firearms instructors  
5 and interactive online firearms safety and training courses  
6 available electronically via the Internet for purposes of training  
7 and qualifying individuals for a handgun license pursuant to the  
8 provisions of the Oklahoma Self-Defense Act. Prior to submitting an  
9 application for CLEET approval as a firearms instructor, applicants  
10 shall attend a firearms instructor school, meeting the following  
11 minimum requirements:

12 1. Firearms instructor training conducted by one of the  
13 following entities:

- 14 a. Council on Law Enforcement Education and Training,
- 15 b. National Rifle Association,
- 16 c. Oklahoma Rifle Association,
- 17 d. federal law enforcement agencies, or
- 18 e. other professionally recognized organizations;

19 2. The course shall be at least sixteen (16) hours in length;

20 3. Upon completion of the course, the applicant shall be  
21 qualified to provide instruction on revolvers, semiautomatic  
22 pistols, or both; and

23 4. Receive a course completion certificate.

24

1 All firearms instructors shall be required to meet the  
2 eligibility requirements for a handgun license as provided in  
3 Sections 1290.9, 1290.10, and 1290.11 of this title and the  
4 application shall be processed as provided for applicants in Section  
5 1290.12 of this title, including the state and national criminal  
6 history records search and fingerprint search. A firearms  
7 instructor shall be required to pay a fee of One Hundred Dollars  
8 (\$100.00) to the Council on Law Enforcement Education and Training  
9 (CLEET) each time the person makes application for CLEET approval as  
10 a firearms instructor pursuant to the provisions of the Oklahoma  
11 Self-Defense Act. The fee shall be retained by CLEET and shall be  
12 deposited into the Firearms Instructors Revolving Fund. CLEET shall  
13 promulgate the rules, forms and procedures necessary to implement  
14 the approval of firearms instructors as authorized by the provisions  
15 of this subsection. CLEET shall periodically review each approved  
16 instructor during a training and qualification course to assure  
17 compliance with the rules and course contents. Any violation of the  
18 rules may result in the revocation or suspension of CLEET and  
19 Oklahoma State Bureau of Investigation approval. Unless the  
20 approval has been revoked or suspended, a firearms instructor's  
21 CLEET approval shall be for a term of five (5) years. Beginning on  
22 July 1, 2003, any firearms instructor who has been issued a four-  
23 year CLEET approval shall not be eligible for the five-year approval  
24 until the expiration of the approval previously issued. CLEET shall

1 be responsible for notifying all approved firearms instructors of  
2 statutory and policy changes related to the Oklahoma Self-Defense  
3 Act. A firearms instructor shall not be required to submit his or  
4 her fingerprints for a fingerprint search when renewing a firearms  
5 instructor's CLEET approval.

6 C. 1. All firearms instructors approved by CLEET to train and  
7 qualify individuals for a handgun license shall be required to apply  
8 for registration with the Oklahoma State Bureau of Investigation  
9 after receiving CLEET approval. All firearms instructors teaching  
10 the approved course for a handgun license must display their  
11 registration certificate during each training and qualification  
12 course. Each approved firearms instructor shall complete a  
13 registration form provided by the Bureau and shall have the option  
14 to pay a registration fee of either One Hundred Dollars (\$100.00)  
15 for a five-year registration certificate or Two Hundred Dollars  
16 (\$200.00) for a ten-year registration certificate to the Bureau at  
17 the time of each application for registration, except as provided in  
18 paragraph 2 of this subsection. Registration certificates issued by  
19 the Bureau shall be valid for a period of five (5) years or ten (10)  
20 years from the date of issuance. The Bureau shall issue a five-year  
21 or ten-year handgun license to an approved firearms instructor at  
22 the time of issuance of a registration certificate and no additional  
23 fee shall be required or charged. The Bureau shall maintain a  
24 current listing of all registered firearms instructors in this

1 state. Nothing in this paragraph shall be construed to eliminate  
2 the requirement for registration and training with CLEET as provided  
3 in subsection B of this section. Failure to register or be trained  
4 as required shall result in a revocation or suspension of the  
5 instructor certificate by the Bureau.

6 2. On or after July 1, 2003, the registered instructors listed  
7 in subparagraphs a and b of this paragraph shall not be required to  
8 renew the firearms instructor registration certificate with the  
9 Oklahoma State Bureau of Investigation at the expiration of the  
10 registration term, provided the instructor is not subject to any  
11 suspension or revocation of the firearms instructor certificate.  
12 The firearms instructor registration with the Oklahoma State Bureau  
13 of Investigation shall automatically renew together with the handgun  
14 license authorized in paragraph 1 of this subsection for an  
15 additional five-year term and no additional cost or fee may be  
16 charged for the following individuals:

- 17 a. an active duty law enforcement officer of this state  
18 or any of its political subdivisions or of the federal  
19 government who has a valid CLEET approval as a  
20 firearms instructor pursuant to the Oklahoma Self-  
21 Defense Act, and
- 22 b. a retired law enforcement officer authorized to carry  
23 a firearm pursuant to Section 1289.8 of this title who  
24

1           has a valid CLEET approval as a firearms instructor  
2           pursuant to the Oklahoma Self-Defense Act.

3           D. The Oklahoma State Bureau of Investigation shall approve  
4 registration for a firearms instructor applicant who is in full  
5 compliance with CLEET rules regarding firearms instructors and the  
6 provisions of subsection B of this section, if completion of the  
7 federal fingerprint search is the only reason for delay of  
8 registration of that firearms instructor applicant. Upon receipt of  
9 the federal fingerprint search information, if the Bureau receives  
10 information which precludes the person from having a handgun  
11 license, the Bureau shall revoke both the registration and the  
12 handgun license previously issued to the firearms instructor.

13           E. The required firearms safety and training course and the  
14 actual demonstration of competency and qualification required of the  
15 applicant shall be designed and conducted in such a manner that the  
16 course can be reasonably completed by the applicant within an eight-  
17 hour period. CLEET shall establish the course content and  
18 promulgate rules, procedures and forms necessary to implement the  
19 provisions of this subsection. For the training and qualification  
20 course, an applicant may be charged a fee which shall be determined  
21 by the instructor or entity that is conducting the course. The  
22 maximum class size shall be determined by the instructor conducting  
23 the course; provided, however, practice shooting sessions shall not  
24 have more than ten participating students at one time. CLEET may

1 establish criteria for assistant instructors and any other  
2 requirements deemed necessary to conduct a safe and effective  
3 training and qualification course. The course content shall include  
4 a safety inspection of the firearm to be used by the applicant in  
5 the training course; instruction on pistol handling, safety and safe  
6 storage methods for firearms; dynamics of ammunition and firing;  
7 methods or positions for firing a pistol; information about the  
8 criminal provisions of ~~the~~ Oklahoma ~~law~~ laws relating to firearms;  
9 the requirements of the Oklahoma Self-Defense Act as it relates to  
10 the applicant; self-defense and the use of appropriate force; a  
11 practice shooting session; and a familiarization course. The  
12 firearms instructor shall refuse to train or qualify any person when  
13 the pistol to be used or carried by the person is either deemed  
14 unsafe or unfit for firing or is a weapon not authorized by the  
15 Oklahoma Self-Defense Act. The course shall provide an opportunity  
16 for the applicant to qualify himself or herself on either a  
17 derringer, a revolver, a semiautomatic pistol or any combination of  
18 a derringer, a revolver and a semiautomatic pistol, provided no  
19 pistol shall be capable of firing larger than .45 caliber  
20 ammunition. Any applicant who successfully trains and qualifies  
21 himself or herself with a semiautomatic pistol may be approved by  
22 the firearms instructor on the training certificate for a  
23 semiautomatic pistol, a revolver and a derringer upon request of the  
24 applicant. Any person who qualifies on a derringer or revolver



1 shall not be eligible for a semiautomatic rating until the person  
2 has demonstrated competence and qualifications on a semiautomatic  
3 pistol. Upon successful completion of the training and  
4 qualification course, a certificate of training and a certificate of  
5 competency and qualification shall be issued to each applicant who  
6 successfully completes the course. The certificate of training and  
7 certificate of competency and qualification shall comply with the  
8 forms established by CLEET and shall be submitted with an  
9 application for a handgun license pursuant to the provisions of  
10 paragraph 2 of subsection A of Section 1290.12 of this title. The  
11 certificate of training and certificate of competency and  
12 qualification issued to an applicant shall be valid for a period of  
13 three (3) years.

14 F. There is hereby created a revolving fund for the Council on  
15 Law Enforcement Education and Training (CLEET), to be designated the  
16 "Firearms Instructors Revolving Fund". The fund shall be a  
17 continuing fund, not subject to fiscal year limitations, and shall  
18 consist of all funds received for approval of firearms instructors  
19 for purposes of the Oklahoma Self-Defense Act. All funds received  
20 shall be deposited to the fund. All monies accruing to the credit  
21 of said fund are hereby appropriated and may be budgeted and  
22 expended by the Council on Law Enforcement Education and Training,  
23 for implementation of the training and qualification course  
24 contents, approval of firearms instructors and any other CLEET

1 requirement pursuant to the provisions of the Oklahoma Self-Defense  
2 Act or as may otherwise be deemed appropriate by CLEET.  
3 Expenditures from said fund shall be made upon warrants issued by  
4 the State Treasurer against claims filed as prescribed by law with  
5 the Director of the Office of Management and Enterprise Services for  
6 approval and payment.

7 G. Firearms instructors shall keep on file for a period of not  
8 less than three (3) years a roster of each training class, the  
9 safety test score of each individual, the caliber and type of weapon  
10 each individual used when qualifying and whether or not each  
11 individual successfully completed the training course. Firearms  
12 instructors shall be authorized to destroy all training documents  
13 and records upon expiration of the three-year time period.

14 SECTION 3. AMENDATORY 68 O.S. 2021, Section 1357, as  
15 last amended by Section 1, Chapter 344, O.S.L. 2023 (68 O.S. Supp.  
16 2023, Section 1357), is amended to read as follows:

17 Section 1357. Exemptions - General.

18 There are hereby specifically exempted from the tax levied by  
19 the Oklahoma Sales Tax Code:

- 20 1. Transportation of school pupils to and from elementary  
21 schools or high schools in motor or other vehicles;
- 22 2. Transportation of persons where the fare of each person does  
23 not exceed One Dollar (\$1.00), or local transportation of persons  
24 within the corporate limits of a municipality except by taxicabs;

1           3. Sales for resale to persons engaged in the business of  
2 reselling the articles purchased, whether within or without the  
3 state, provided that such sales to residents of this state are made  
4 to persons to whom sales tax permits have been issued as provided in  
5 the Oklahoma Sales Tax Code. This exemption shall not apply to the  
6 sales of articles made to persons holding permits when such persons  
7 purchase items for their use and which they are not regularly  
8 engaged in the business of reselling; neither shall this exemption  
9 apply to sales of tangible personal property to peddlers, solicitors  
10 and other salespersons who do not have an established place of  
11 business and a sales tax permit. The exemption provided by this  
12 paragraph shall apply to sales of motor fuel or diesel fuel to a  
13 Group Five vendor, but the use of such motor fuel or diesel fuel by  
14 the Group Five vendor shall not be exempt from the tax levied by the  
15 Oklahoma Sales Tax Code. The purchase of motor fuel or diesel fuel  
16 is exempt from sales tax when the motor fuel is for shipment outside  
17 this state and consumed by a common carrier by rail in the conduct  
18 of its business. The sales tax shall apply to the purchase of motor  
19 fuel or diesel fuel in Oklahoma by a common carrier by rail when  
20 such motor fuel is purchased for fueling, within this state, of any  
21 locomotive or other motorized flanged wheel equipment;

22           4. Sales of advertising space in newspapers and periodicals;

23           5. Sales of programs relating to sporting and entertainment  
24 events, and sales of advertising on billboards (including signage,

1 posters, panels, marquees or on other similar surfaces, whether  
2 indoors or outdoors) or in programs relating to sporting and  
3 entertainment events, and sales of any advertising, to be displayed  
4 at or in connection with a sporting event, via the Internet,  
5 electronic display devices or through public address or broadcast  
6 systems. The exemption authorized by this paragraph shall be  
7 effective for all sales made on or after January 1, 2001;

8       6. Sales of any advertising, other than the advertising  
9 described by paragraph 5 of this section, via the Internet,  
10 electronic display devices or through the electronic media including  
11 radio, public address or broadcast systems, television (whether  
12 through closed circuit broadcasting systems or otherwise), and cable  
13 and satellite television, and the servicing of any advertising  
14 devices;

15       7. Eggs, feed, supplies, machinery, and equipment purchased by  
16 persons regularly engaged in the business of raising worms, fish,  
17 any insect, or any other form of terrestrial or aquatic animal life  
18 and used for the purpose of raising same for marketing. This  
19 exemption shall only be granted and extended to the purchaser when  
20 the items are to be used and in fact are used in the raising of  
21 animal life as set out above. Each purchaser shall certify, in  
22 writing, on the invoice or sales ticket retained by the vendor that  
23 the purchaser is regularly engaged in the business of raising such  
24 animal life and that the items purchased will be used only in such

1 business. The vendor shall certify to the Oklahoma Tax Commission  
2 that the price of the items has been reduced to grant the full  
3 benefit of the exemption. Violation hereof by the purchaser or  
4 vendor shall be a misdemeanor;

5 8. Sale of natural or artificial gas and electricity, and  
6 associated delivery or transmission services, when sold exclusively  
7 for residential use. Provided, this exemption shall not apply to  
8 any sales tax levied by a city or town, or a county or any other  
9 jurisdiction in this state;

10 9. In addition to the exemptions authorized by Section 1357.6  
11 of this title, sales of drugs sold pursuant to a prescription  
12 written for the treatment of human beings by a person licensed to  
13 prescribe the drugs, and sales of insulin and medical oxygen.  
14 Provided, this exemption shall not apply to over-the-counter drugs;

15 10. Transfers of title or possession of empty, partially  
16 filled, or filled returnable oil and chemical drums to any person  
17 who is not regularly engaged in the business of selling, reselling  
18 or otherwise transferring empty, partially filled or filled  
19 returnable oil drums;

20 11. Sales of one-way utensils, paper napkins, paper cups,  
21 disposable hot containers, and other one-way carry out materials to  
22 a vendor of meals or beverages;

23 12. Sales of food or food products for home consumption which  
24 are purchased in whole or in part with coupons issued pursuant to

1 the federal food stamp program as authorized by Sections 2011  
2 through 2029 of Title 7 of the United States Code, as to that  
3 portion purchased with such coupons. The exemption provided for  
4 such sales shall be inapplicable to such sales upon the effective  
5 date of any federal law that removes the requirement of the  
6 exemption as a condition for participation by the state in the  
7 federal food stamp program;

8 13. Sales of food or food products, or any equipment or  
9 supplies used in the preparation of the food or food products to or  
10 by an organization which:

11 a. is exempt from taxation pursuant to the provisions of  
12 Section 501(c)(3) of the Internal Revenue Code, 26  
13 U.S.C., Section 501(c)(3), and which provides and  
14 delivers prepared meals for home consumption to  
15 elderly or homebound persons as part of a program  
16 commonly known as "Meals on Wheels" or "Mobile Meals",  
17 or

18 b. is exempt from taxation pursuant to the provisions of  
19 Section 501(c)(3) of the Internal Revenue Code, 26  
20 U.S.C., Section 501(c)(3), and which receives federal  
21 funding pursuant to the Older Americans Act of 1965,  
22 as amended, for the purpose of providing nutrition  
23 programs for the care and benefit of elderly persons;

24

1 14. a. Sales of tangible personal property or services to or  
2 by organizations which are exempt from taxation  
3 pursuant to the provisions of Section 501(c)(3) of the  
4 Internal Revenue Code, 26 U.S.C., Section 501(c)(3),  
5 and:

6 (1) are primarily involved in the collection and  
7 distribution of food and other household products  
8 to other organizations that facilitate the  
9 distribution of such products to the needy and  
10 such distributee organizations are exempt from  
11 taxation pursuant to the provisions of Section  
12 501(c)(3) of the Internal Revenue Code, 26  
13 U.S.C., Section 501(c)(3), or

14 (2) facilitate the distribution of such products to  
15 the needy.

16 b. Sales made in the course of business for profit or  
17 savings, competing with other persons engaged in the  
18 same or similar business shall not be exempt under  
19 this paragraph;

20 15. Sales of tangible personal property or services to  
21 children's homes which are located on church-owned property and are  
22 operated by organizations exempt from taxation pursuant to the  
23 provisions of the Internal Revenue Code, 26 U.S.C., Section  
24 501(c)(3);

1        16. Sales of computers, data processing equipment, related  
2 peripherals, and telephone, telegraph or telecommunications service  
3 and equipment for use in a qualified aircraft maintenance or  
4 manufacturing facility. For purposes of this paragraph, "qualified  
5 aircraft maintenance or manufacturing facility" means a new or  
6 expanding facility primarily engaged in aircraft repair, building or  
7 rebuilding whether or not on a factory basis, whose total cost of  
8 construction exceeds the sum of Five Million Dollars (\$5,000,000.00)  
9 and which employs at least two hundred fifty (250) new full-time-  
10 equivalent employees, as certified by the Oklahoma Employment  
11 Security Commission, upon completion of the facility. In order to  
12 qualify for the exemption provided for by this paragraph, the cost  
13 of the items purchased by the qualified aircraft maintenance or  
14 manufacturing facility shall equal or exceed the sum of Two Million  
15 Dollars (\$2,000,000.00);

16        17. Sales of tangible personal property consumed or  
17 incorporated in the construction or expansion of a qualified  
18 aircraft maintenance or manufacturing facility as defined in  
19 paragraph 16 of this section. For purposes of this paragraph, sales  
20 made to a contractor or subcontractor that has previously entered  
21 into a contractual relationship with a qualified aircraft  
22 maintenance or manufacturing facility for construction or expansion  
23 of such a facility shall be considered sales made to a qualified  
24 aircraft maintenance or manufacturing facility;



1 18. Sales of the following telecommunications services:

2 a. Interstate and International "800 service". "800  
3 service" means a "telecommunications service" that  
4 allows a caller to dial a toll-free number without  
5 incurring a charge for the call. The service is  
6 typically marketed under the name "800", "855", "866",  
7 "877" and "888" toll-free calling, and any subsequent  
8 numbers designated by the Federal Communications  
9 Commission,

10 b. Interstate and International "900 service". "900  
11 service" means an inbound toll "telecommunications  
12 service" purchased by a subscriber that allows the  
13 subscriber's customers to call in to the subscriber's  
14 prerecorded announcement or live service. "900  
15 service" does not include the charge for: collection  
16 services provided by the seller of the  
17 "telecommunications services" to the subscriber, or  
18 service or product sold by the subscriber to the  
19 subscriber's customer. The service is typically  
20 marketed under the name "900" service, and any  
21 subsequent numbers designated by the Federal  
22 Communications Commission,

23 c. Interstate and International "private communications  
24 service". "Private communications service" means a

1 "telecommunications service" that entitles the  
2 customer to exclusive or priority use of a  
3 communications channel or group of channels between or  
4 among termination points, regardless of the manner in  
5 which such channel or channels are connected, and  
6 includes switching capacity, extension lines, stations  
7 and any other associated services that are provided in  
8 connection with the use of such channel or channels,

9 d. "Value-added nonvoice data service". "Value-added  
10 nonvoice data service" means a service that otherwise  
11 meets the definition of "telecommunications services"  
12 in which computer processing applications are used to  
13 act on the form, content, code or protocol of the  
14 information or data primarily for a purpose other than  
15 transmission, conveyance, or routing,

16 e. Interstate and International telecommunications  
17 service which is:

18 (1) rendered by a company for private use within its  
19 organization, or

20 (2) used, allocated or distributed by a company to  
21 its affiliated group,

22 f. Regulatory assessments and charges including charges  
23 to fund the Oklahoma Universal Service Fund, the  
24

1 Oklahoma Lifeline Fund and the Oklahoma High Cost  
2 Fund, and

3 g. Telecommunications nonrecurring charges including but  
4 not limited to the installation, connection, change,  
5 or initiation of telecommunications services which are  
6 not associated with a retail consumer sale;

7 19. Sales of railroad track spikes manufactured and sold for  
8 use in this state in the construction or repair of railroad tracks,  
9 switches, sidings, and turnouts;

10 20. Sales of aircraft and aircraft parts provided such sales  
11 occur at a qualified aircraft maintenance facility. As used in this  
12 paragraph, "qualified aircraft maintenance facility" means a  
13 facility operated by an air common carrier including one or more  
14 component overhaul support buildings or structures in an area owned,  
15 leased, or controlled by the air common carrier, at which there were  
16 employed at least two thousand (2,000) full-time-equivalent  
17 employees in the preceding year as certified by the Oklahoma  
18 Employment Security Commission and which is primarily related to the  
19 fabrication, repair, alteration, modification, refurbishing,  
20 maintenance, building, or rebuilding of commercial aircraft or  
21 aircraft parts used in air common carriage. For purposes of this  
22 paragraph, "air common carrier" shall also include members of an  
23 affiliated group as defined by Section 1504 of the Internal Revenue  
24 Code, 26 U.S.C., Section 1504. Beginning July 1, 2012, sales of

1 machinery, tools, supplies, equipment, and related tangible personal  
2 property and services used or consumed in the repair, remodeling, or  
3 maintenance of aircraft, aircraft engines or aircraft component  
4 parts which occur at a qualified aircraft maintenance facility;

5 21. Sales of machinery and equipment purchased and used by  
6 persons and establishments primarily engaged in computer services  
7 and data processing:

8 a. as defined under Industrial Group Numbers 7372 and  
9 7373 of the Standard Industrial Classification (SIC)  
10 Manual, latest version, which derive at least fifty  
11 percent (50%) of their annual gross revenues from the  
12 sale of a product or service to an out-of-state buyer  
13 or consumer, and

14 b. as defined under Industrial Group Number 7374 of the  
15 SIC Manual, latest version, which derive at least  
16 eighty percent (80%) of their annual gross revenues  
17 from the sale of a product or service to an out-of-  
18 state buyer or consumer.

19 Eligibility for the exemption set out in this paragraph shall be  
20 established, subject to review by the Tax Commission, by annually  
21 filing an affidavit with the Tax Commission stating that the  
22 facility so qualifies and such information as required by the Tax  
23 Commission. For purposes of determining whether annual gross  
24 revenues are derived from sales to out-of-state buyers or consumers,

1 all sales to the federal government shall be considered to be to an  
2 out-of-state buyer or consumer;

3 22. Sales of prosthetic devices to an individual for use by  
4 such individual. For purposes of this paragraph, "prosthetic  
5 device" shall have the same meaning as provided in Section 1357.6 of  
6 this title, but shall not include corrective eye glasses, contact  
7 lenses, or hearing aids;

8 23. Sales of tangible personal property or services to a motion  
9 picture or television production company to be used or consumed in  
10 connection with an eligible production. For purposes of this  
11 paragraph, "eligible production" means a documentary, special, music  
12 video or a television commercial or television program that will  
13 serve as a pilot for or be a segment of an ongoing dramatic or  
14 situation comedy series filmed or taped for network or national or  
15 regional syndication or a feature-length motion picture intended for  
16 theatrical release or for network or national or regional  
17 syndication or broadcast. The provisions of this paragraph shall  
18 apply to sales occurring on or after July 1, 1996. In order to  
19 qualify for the exemption, the motion picture or television  
20 production company shall file any documentation and information  
21 required to be submitted pursuant to rules promulgated by the Tax  
22 Commission;

23 24. Sales of diesel fuel sold for consumption by commercial  
24 vessels, barges and other commercial watercraft;

1        25. Sales of tangible personal property or services to tax-  
2 exempt independent nonprofit biomedical research foundations that  
3 provide educational programs for Oklahoma science students and  
4 teachers and to tax-exempt independent nonprofit community blood  
5 banks headquartered in this state;

6        26. Effective May 6, 1992, sales of wireless telecommunications  
7 equipment to a vendor who subsequently transfers the equipment at no  
8 charge or for a discounted charge to a consumer as part of a  
9 promotional package or as an inducement to commence or continue a  
10 contract for wireless telecommunications services;

11       27. Effective January 1, 1991, leases of rail transportation  
12 cars to haul coal to coal-fired plants located in this state which  
13 generate electric power;

14       28. Beginning July 1, 2005, sales of aircraft engine repairs,  
15 modification, and replacement parts, sales of aircraft frame repairs  
16 and modification, aircraft interior modification, and paint, and  
17 sales of services employed in the repair, modification, and  
18 replacement of parts of aircraft engines, aircraft frame and  
19 interior repair and modification, and paint;

20       29. Sales of materials and supplies to the owner or operator of  
21 a ship, motor vessel, or barge that is used in interstate or  
22 international commerce if the materials and supplies:  
23  
24

- 1           a.    are loaded on the ship, motor vessel, or barge and
- 2                    used in the maintenance and operation of the ship,
- 3                    motor vessel, or barge, or
- 4           b.    enter into and become component parts of the ship,
- 5                    motor vessel, or barge;

6           30.   Sales of tangible personal property made at estate sales at  
7 which such property is offered for sale on the premises of the  
8 former residence of the decedent by a person who is not required to  
9 be licensed pursuant to the Transient Merchant Licensing Act, or who  
10 is not otherwise required to obtain a sales tax permit for the sale  
11 of such property pursuant to the provisions of Section 1364 of this  
12 title; provided:

- 13           a.    such sale or event may not be held for a period
- 14                    exceeding three (3) consecutive days,
- 15           b.    the sale must be conducted within six (6) months of
- 16                    the date of death of the decedent, and
- 17           c.    the exemption allowed by this paragraph shall not be
- 18                    allowed for property that was not part of the
- 19                    decedent's estate;

20           31.   Beginning January 1, 2004, sales of electricity and  
21 associated delivery and transmission services, when sold exclusively  
22 for use by an oil and gas operator for reservoir dewatering projects  
23 and associated operations commencing on or after July 1, 2003, in  
24 which the initial water-to-oil ratio is greater than or equal to

1 five-to-one water-to-oil, and such oil and gas development projects  
2 have been classified by the Corporation Commission as a reservoir  
3 dewatering unit;

4 32. Sales of prewritten computer software that is delivered  
5 electronically. For purposes of this paragraph, "delivered  
6 electronically" means delivered to the purchaser by means other than  
7 tangible storage media;

8 33. Sales of modular dwelling units when built at a production  
9 facility and moved in whole or in parts, to be assembled on-site,  
10 and permanently affixed to the real property and used for  
11 residential or commercial purposes. The exemption provided by this  
12 paragraph shall equal forty-five percent (45%) of the total sales  
13 price of the modular dwelling unit. For purposes of this paragraph,  
14 "modular dwelling unit" means a structure that is not subject to the  
15 motor vehicle excise tax imposed pursuant to Section 2103 of this  
16 title;

17 34. Sales of tangible personal property or services to:  
18 a. persons who are residents of Oklahoma and have been  
19 honorably discharged from active service in any branch  
20 of the Armed Forces of the United States or Oklahoma  
21 National Guard and who have been certified by the  
22 United States Department of Veterans Affairs or its  
23 successor to be in receipt of disability compensation  
24 at the one-hundred-percent rate and the disability



1 shall be permanent and have been sustained through  
2 military action or accident or resulting from disease  
3 contracted while in such active service and registered  
4 with the veterans registry created by the Oklahoma  
5 Department of Veterans Affairs; provided, that if the  
6 veteran received the sales tax exemption prior to  
7 November 1, 2020, he or she shall be required to  
8 register with the veterans registry prior to July 1,  
9 2023, in order to remain qualified, or

10 b. the surviving spouse of the person in subparagraph a  
11 of this paragraph if the person is deceased and the  
12 spouse has not remarried and the surviving spouse of a  
13 person who is determined by the United States  
14 Department of Defense or any branch of the United  
15 States military to have died while in the line of duty  
16 if the spouse has not remarried. Sales for the  
17 benefit of an eligible person to a spouse of the  
18 eligible person or to a member of the household in  
19 which the eligible person resides and who is  
20 authorized to make purchases on the person's behalf,  
21 when such eligible person is not present at the sale,  
22 shall also be exempt for purposes of this paragraph.  
23 The Oklahoma Tax Commission shall issue a separate  
24 exemption card to a spouse of an eligible person or to

1 a member of the household in which the eligible person  
2 resides who is authorized to make purchases on the  
3 person's behalf, if requested by the eligible person.  
4 Sales qualifying for the exemption authorized by this  
5 paragraph shall not exceed Twenty-five Thousand  
6 Dollars (\$25,000.00) per year per individual while the  
7 disabled veteran is living. Sales qualifying for the  
8 exemption authorized by this paragraph shall not  
9 exceed One Thousand Dollars (\$1,000.00) per year for  
10 an unremarried surviving spouse. Upon request of the  
11 Tax Commission, a person asserting or claiming the  
12 exemption authorized by this paragraph shall provide a  
13 statement, executed under oath, that the total sales  
14 amounts for which the exemption is applicable have not  
15 exceeded Twenty-five Thousand Dollars (\$25,000.00) per  
16 year per living disabled veteran or One Thousand  
17 Dollars (\$1,000.00) per year for an unremarried  
18 surviving spouse. If the amount of such exempt sales  
19 exceeds such amount, the sales tax in excess of the  
20 authorized amount shall be treated as a direct sales  
21 tax liability and may be recovered by the Tax  
22 Commission in the same manner provided by law for  
23 other taxes including penalty and interest. The Tax  
24 Commission shall promulgate any rules necessary to

1           implement the provisions of this paragraph, which  
2           shall include rules providing for the disclosure of  
3           information about persons eligible for the exemption  
4           authorized in this paragraph to the Oklahoma  
5           Department of ~~Veteran's~~ Veterans Affairs, as  
6           authorized in Section 205 of this title. For purposes  
7           of the exemption authorized by this subparagraph, if  
8           the disability determination that would have been made  
9           while the disabled veteran was still living is not  
10          made final until after the death of the disabled  
11          veteran, the exemption authorized by this subparagraph  
12          may still be claimed by the surviving spouse;

13          35. Sales of electricity to the operator, specifically  
14          designated by the Corporation Commission, of a spacing unit or lease  
15          from which oil is produced or attempted to be produced using  
16          enhanced recovery methods including, but not limited to, increased  
17          pressure in a producing formation through the use of water or  
18          saltwater if the electrical usage is associated with and necessary  
19          for the operation of equipment required to inject or circulate  
20          fluids in a producing formation for the purpose of forcing oil or  
21          petroleum into a wellbore for eventual recovery and production from  
22          the wellhead. In order to be eligible for the sales tax exemption  
23          authorized by this paragraph, the total content of oil recovered  
24          after the use of enhanced recovery methods shall not exceed one

1 percent (1%) by volume. The exemption authorized by this paragraph  
2 shall be applicable only to the state sales tax rate and shall not  
3 be applicable to any county or municipal sales tax rate;

4 36. Sales of intrastate charter and tour bus transportation.

5 As used in this paragraph, "intrastate charter and tour bus  
6 transportation" means the transportation of persons from one  
7 location in this state to another location in this state in a motor  
8 vehicle which has been constructed in such a manner that it may  
9 lawfully carry more than eighteen persons, and which is ordinarily  
10 used or rented to carry persons for compensation. Provided, this  
11 exemption shall not apply to regularly scheduled bus transportation  
12 for the general public;

13 37. Sales of vitamins, minerals, and dietary supplements by a

14 licensed chiropractor to a person who is the patient of such  
15 chiropractor at the physical location where the chiropractor  
16 provides chiropractic care or services to such patient. The  
17 provisions of this paragraph shall not be applicable to any drug,  
18 medicine, or substance for which a prescription by a licensed  
19 physician is required;

20 38. Sales of goods, wares, merchandise, tangible personal

21 property, machinery, and equipment to a web search portal located in  
22 this state which derives at least eighty percent (80%) of its annual  
23 gross revenue from the sale of a product or service to an out-of-  
24 state buyer or consumer. For purposes of this paragraph, "web

1 search portal" means an establishment classified under NAICS code  
2 519130 which operates websites that use a search engine to generate  
3 and maintain extensive databases of Internet addresses and content  
4 in an easily searchable format;

5 39. Sales of tangible personal property consumed or  
6 incorporated in the construction or expansion of a facility for a  
7 corporation organized under Section 437 et seq. of Title 18 of the  
8 Oklahoma Statutes as a rural electric cooperative. For purposes of  
9 this paragraph, sales made to a contractor or subcontractor that has  
10 previously entered into a contractual relationship with a rural  
11 electric cooperative for construction or expansion of a facility  
12 shall be considered sales made to a rural electric cooperative;

13 40. Sales of tangible personal property or services to a  
14 business primarily engaged in the repair of consumer electronic  
15 goods including, but not limited to, cell phones, compact disc  
16 players, personal computers, MP3 players, digital devices for the  
17 storage and retrieval of information through hard-wired or wireless  
18 computer or Internet connections, if the devices are sold to the  
19 business by the original manufacturer of such devices and the  
20 devices are repaired, refitted or refurbished for sale by the entity  
21 qualifying for the exemption authorized by this paragraph directly  
22 to retail consumers or if the devices are sold to another business  
23 entity for sale to retail consumers;

24

1 41. On or after July 1, 2019, and prior to July 1, 2024, sales  
2 or leases of rolling stock when sold or leased by the manufacturer,  
3 regardless of whether the purchaser is a public services corporation  
4 engaged in business as a common carrier of property or passengers by  
5 railway, for use or consumption by a common carrier directly in the  
6 rendition of public service. For purposes of this paragraph,  
7 "rolling stock" means locomotives, autocars, and railroad cars and  
8 "sales or leases" includes railroad car maintenance and retrofitting  
9 of railroad cars for their further use only on the railways; ~~and~~

10 42. Sales of gold, silver, platinum, palladium or other bullion  
11 items such as coins and bars and legal tender of any nation, which  
12 legal tender is sold according to its value as precious metal or as  
13 an investment. As used in the paragraph, "bullion" means any  
14 precious metal, including, but not limited to, gold, silver,  
15 platinum, and palladium, that is in such a state or condition that  
16 its value depends upon its precious metal content and not its form.  
17 The exemption authorized by this paragraph shall not apply to  
18 fabricated metals that have been processed or manufactured for  
19 artistic use or as jewelry;

20 43. Sales of firearm safes and firearm safety devices. As used  
21 in this paragraph, "firearm safe" means a locking container or other  
22 enclosure, excluding glass-faced containers, equipped with a  
23 padlock, key lock, combination lock, or other locking device that is  
24 designed and intended for the secure storage of one or more

1 firearms, and "firearm safety device" means a device that, when  
2 installed on a firearm, is designed to prevent the firearm from  
3 being operated without first deactivating the device or a device to  
4 be equipped or installed on a firearm that is designed to prevent  
5 the operation of the firearm by anyone who does not have authorized  
6 access to the firearm; and

7 44. Sales of Level 2 and higher holsters. As used in this  
8 paragraph, "Level 2 holsters" means any firearm holster that uses  
9 friction plus any other kind of active retention.

10 SECTION 4. This act shall become effective November 1, 2024.

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