

SHORT TITLE: Revenue and taxation; providing income tax credit for investment in certain property; codification; effective date; emergency.

STATE OF OKLAHOMA

1st Session of the 45th Legislature (1995)

SENATE BILL NO. 571

By: Wright of the Senate

and

Ferguson of the House

AS INTRODUCED

An Act relating to revenue and taxation; providing an income tax credit for certain expenditures; defining term; prohibiting use of credit under certain circumstances; providing amount of credit; providing for carryover of unused credit; providing for codification; providing an effective date; and declaring an emergency.

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

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 2357.13 of Title 68, unless there is created a duplication in numbering, reads as follows:

A. For tax years beginning after July 1, 1995, there shall be allowed a credit against the tax imposed by Section 2355 of this title for qualified expenditures for software or systems integration made after January 1, 1996. As used in this section, "qualified expenditures" shall mean expenditures in excess of Ten Thousand Dollars (\$10,000.00) for software or systems integration property or services purchased from an Oklahoma company.

B. The credit allowed under this section shall not apply if any similar credit against taxes is claimed for such expenditures under the laws of this state.

C. The credit allowed by this section shall be twelve percent (12%) of the qualified expenditures. The credit may only be claimed for the taxable year in which the expenditure is made by the taxpayer. In no event shall the credit allowed by this section exceed the amount of tax liability of the taxpayer for any given year.

D. Any credits allowed but not used in any taxable year may be carried over to each of the subsequent fifteen (15) years.

SECTION 2. This act shall become effective July 1, 1995.

SECTION 3. It being immediately necessary for the preservation of the public peace, health and safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval.

45-1-0224

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