

ENROLLED SENATE  
BILL NO. 237

By: Maddox of the Senate

and

Bonny, Glover, Culver,  
Fields, Seikel, Hefner,  
Case, Sullivan (Leonard),  
Perry and Morgan of the  
House

An Act relating to revenue and taxation; amending 68 O.S. 1991, Sections 216, 1208 and 1210, which relate to uniform tax procedure and franchise taxes; modifying tax returns for which extension may be granted; specifying duration of extension; providing that extension for certain returns be deemed to cover certain other returns under certain circumstances; providing that extension not extend tax payment date; allowing taxpayer option of modifying dates upon which franchise tax is deemed due and payable and by which penalties will apply; modifying date by which franchise tax statement must be filed with Oklahoma Tax Commission under certain circumstances; prohibiting certain construction; providing for noncodification; and providing an effective date.

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

SECTION 1. AMENDATORY 68 O.S. 1991, Section 216, is amended to read as follows:

Section 216. The Tax Commission, whenever in its judgment good cause exists and pursuant to written request, may grant a reasonable extension for the filing of any return required under any state tax law. The Tax Commission shall keep a record of every extension granted with the reason therefor. Except in the case of corporation income or franchise tax returns, if franchise tax returns are filed at the same time as the corporate income tax return, the time for filing any return may not extend in the aggregate later than one-half (1/2) the period of time for which any such return is filed under the particular state tax law involved nor may any such extension extend the date on which any payment of a state tax is due. An extension not to exceed seven (7) months for the filing of corporation income or franchise tax returns, if franchise tax returns are filed at the same time as the corporate income tax return, shall be allowed. Any extension granted for the corporate income tax return shall be deemed to cover the filing of a franchise tax return if a taxpayer elects to file the franchise tax return at the same time as the corporate income tax return. ~~Said~~ An extension shall not extend the date for payment of the state income or franchise tax due. In case an extension is granted, the taxpayer

may file a tentative return on or before the date when the return is required by any state tax law showing the estimated amount of tax for the period covered by the return and may pay the estimated tax or the first installment thereof at the time of filing such tentative return and no interest or penalty shall attach or be payable on sums so paid in due course.

SECTION 2. AMENDATORY 68 O.S. 1991, Section 1208, is amended to read as follows:

Section 1208. ~~(a)~~ A. It is hereby declared to be the purpose of Section 1201 et seq. of this article title to provide for revenue for general governmental functions of the State of Oklahoma.

~~(b)~~ B. All monies collected under Section 1201 et seq. of this article title shall be transmitted monthly to the State Treasurer of the State of Oklahoma to be placed to the credit of the General Revenue Fund of the state, to be paid out only pursuant to direct appropriations of the Legislature.

~~(c)~~ C. The tax levied by Section 1201 et seq. of this article title shall become due and payable on ~~the 1st day of~~ July 1 of each year or at the option of the taxpayer upon the last day of the income tax year of the taxpayer, and if not paid on or before the next ensuing September 1st 1 for taxpayers electing to pay tax by July 1, or the date by which an income tax return is required to be filed pursuant to the provisions of subsection G of Section 2368 of this title or pursuant to the provisions of Section 216 of this title, for taxpayers electing to pay the tax at the time such income tax return is due, the penalties hereinafter provided shall apply.

SECTION 3. AMENDATORY 68 O.S. 1991, Section 1210, is amended to read as follows:

Section 1210. ~~(a)~~ A. In addition to any other statement required by law, each and every corporation, association or organization, as enumerated in Sections 1201, 1203, and 1204 of this ~~Code~~ title, subject to the provisions of Section 1201 et seq. of this article title, shall, either during the period of July 1st 1 to August 31st 31, inclusive, of each year or on or before the date by which an income tax return is required to be filed pursuant to the provisions of subsection G of Section 2368 of this title or pursuant to the provisions of Section 216 of this title, based upon the election by the taxpayer regarding the due date for payment of tax, shall file with the Tax Commission a statement under oath of its president, secretary or managing officer, or managing agent in this state, in such form. The statement shall be in such form as the Tax Commission shall prescribe, including balance sheets as at the close of its last preceding taxable year for which an income tax return was required to be filed, as the Tax Commission may prescribe, showing the following:

1. The amount of its authorized capital stock, interests, certificates, or other evidence of interest or ownership; ~~the~~

2. The amount thereof then paid up; ~~the~~

3. The number of units into which the same is divided; ~~the~~

4. The par value of each unit and the number of such units issued and outstanding; ~~the~~

5. The location of the office or offices; ~~the~~

6. The value of all property owned or used in its business and wherever located; ~~the~~

7. The value of all property owned or used in its business within this state as it existed on the last day of ~~said~~ the tax year; ~~the~~

8. The total amount of all business wherever transacted during ~~said~~ the tax year; ~~the~~

9. The total amount of business transacted within the State of Oklahoma during such year; ~~the~~ and

10. The names of its officers and the residence and post office address of each as the same appear of record on ~~June 30th~~ the last day of the tax year, based upon the election by the taxpayer regarding the due date for payment of tax.

~~(b)~~ B. If any corporation, association or organization making a return under the provisions of Section 1201 et seq. of this article title has no authorized capital, or if any of its shares of stock or other evidences of interest or ownership have no par value, then such corporation, association or organization shall so state in its return, and shall, in addition thereto, state the book value of its shares of stock or other evidences of interest or ownership. ~~And it~~ It shall also, in making its return, make the showing required of all other corporations, associations and organizations, ~~and~~ and each foreign corporation shall state the name of its registered agent residing at the ~~capital~~ capital of the state. The return shall be in such form as the Tax Commission shall prescribe.

~~(c)~~ C. A corporation or organization subject to the tax levied by Section 1203 or Section 1204 of this title for which the computation of capital employed in the state equals or exceeds Sixteen Million Dollars (\$16,000,000.00), shall file a maximum franchise tax return on such form as may be prescribed by the Oklahoma Tax Commission.

~~(d)~~ D. A corporation or organization subject to the tax levied by Section 1203 or Section 1204 of this title for which the computation of capital employed in this state is Eight Thousand Dollars (\$8,000.00) or less shall file a minimum franchise tax return on such form as may be prescribed by the Oklahoma Tax Commission.

~~(e)~~ E. The Oklahoma Tax Commission shall prescribe a form for use by corporations or organizations subject to the minimum tax and maximum tax imposed by Section 1205 of this title in order for such corporations or organizations to determine if the value of capital employed in this state requires filing either a minimum franchise tax return or maximum franchise tax return. If a corporation or organization is required to file either the minimum or maximum franchise tax return, such return shall not be subject to the requirements of subsection ~~(a)~~ A of this section and the return shall only contain such information as may be prescribed by the Commission. The return shall be in such form as the Tax Commission shall prescribe.

SECTION 4. The amendments made by this act shall not be construed to require the filing of a franchise tax return at an earlier date than would have occurred in the absence of such amendments.

SECTION 5. The provisions of Section 4 of this act shall not be codified in the Oklahoma Statutes.

SECTION 6. This act shall become effective September 1, 1998.

Passed the Senate the 20th day of May, 1997.

President of the Senate

Passed the House of Representatives the 20th day of May, 1997.

Speaker

of the House of  
Representatives