

STATE OF OKLAHOMA

1st Session of the 48th Legislature (2001)

HOUSE BILL HB1890

By: Cargill

AS INTRODUCED

An Act relating to revenue and taxation; authorizing income tax credit for principal or interest on indebtedness related to costs of obtaining certain educational degrees; defining term; providing for codification; and providing an effective date.

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 2357.101 of Title 68, unless there is created a duplication in numbering, reads as follows:

For taxable years beginning after December 31, 2001, there shall be allowed as a credit against the tax imposed pursuant to Section 2355 of Title 68 of the Oklahoma Statutes in an amount not to exceed Two Thousand Five Hundred Dollars (\$2,500.00) per taxable year for the payment of principal or interest or both of indebtedness incurred for the cost of attending a college or university offering an undergraduate degree. For purposes of this section, the credit shall also be allowable for the payment of principal or interest or both of indebtedness incurred for the cost of attending a college or university offering a graduate degree if the taxpayer incurs such indebtedness within a period of three (3) years after obtaining a baccalaureate degree. For purposes of this section, "indebtedness" shall include a guaranteed student loan, a loan extended by a private financial institution or other form of credit for which the credit claimant is legally obligated to repayment.

SECTION 2. This act shall become effective January 1, 2002.

48-1-5961 MAH 6/12/15