STATE OF OKLAHOMA

2nd Session of the 50th Legislature (2006)

SENATE BILL 1656 By: Branan

AS INTRODUCED

An Act relating to revenue and taxation; providing income tax credit for investment in certain property placed in service for use in refinery; specifying certain qualifications for credit to be received; limiting property upon which credit allowed; specifying amount of credit; allowing unused credit to be carried forward; specifying certain duties of Oklahoma Tax Commission; 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 2357.77 of Title 68, unless there is created a duplication in numbering, reads as follows:

A. For taxable years beginning after December 31, 2006, there shall be allowed a credit against the tax imposed by Section 2355 of Title 68 of the Oklahoma Statutes for investment in qualified depreciable property placed in service for use in a refinery, as defined in Section 500.3 of Title 68 of the Oklahoma Statutes.

B. The credit provided for in subsection A of this section shall not be allowed unless the investment in qualified depreciable property is at least Five Million Dollars ($5,000,000.00). The credit shall not be allowed if the applicable investment is the direct cause of a decrease in the number of full-time-equivalent employees. Qualified property shall be limited to machinery, fixtures, equipment, buildings or substantial improvements thereto, placed in service in this state during the taxable year.

C. The credit allowed by subsection A of this section shall be twenty-five percent (25%) of the cost of the qualified property in the year the property is placed in service.

D. Any credits allowed but not used in any taxable year may be carried over in order for a period not to exceed ten (10) years.

E. The Oklahoma Tax Commission shall promulgate rules and prescribe forms to implement the provisions of this section.

SECTION 2. This act shall become effective November 1, 2006.

50-2-2720 CD 6/13/2015 8:32:55 AM