

1 STATE OF OKLAHOMA

2 2nd Session of the 55th Legislature (2016)

3 SENATE BILL 1605

By: Jolley and Treat of the
Senate

4 and

5 Sears and Casey of the
6 House

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9 AS INTRODUCED

10 An Act relating to income tax credits; amending 68
11 O.S. 2011, Section 2357.27, as amended by Section 1,
12 Chapter 33, O.S.L. 2014 (68 O.S. Supp. 2015, Section
13 2357.27), which relates to tax credits for certain
14 entities providing child care services; prohibiting
15 use of tax credits for certain specified taxable
16 years; and providing an effective date.

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

18 SECTION 1. AMENDATORY 68 O.S. 2011, Section 2357.27, as
19 amended by Section 1, Chapter 33, O.S.L. 2014 (68 O.S. Supp. 2015,
20 Section 2357.27), is amended to read as follows:

21 Section 2357.27. A. Except as otherwise provided by subsection
22 E or F of this section, for tax years beginning after December 31,
23 1998, and ending before ~~January 1, 2017~~ January 1, 2016, there shall
24 be allowed a credit against the tax imposed by Section 2355 of this

1 title for eligible expenses incurred by entities primarily engaged
2 in the business of providing child care services.

3 B. As used in this section, "eligible expenses" means amounts
4 paid by an entity primarily engaged in the business of providing
5 child care services for expenses incurred by the entity to comply
6 with the standards promulgated by a national accrediting association
7 recognized by the Department of Human Services and which would not
8 have been incurred by the entity to comply with the Oklahoma Child
9 Care Facilities Licensing Act.

10 C. The credit allowed by subsection A of this section shall be
11 twenty percent (20%) of the amount of eligible expenses. Such
12 credit shall not be allowed for any amounts for which the entity
13 claims or receives an income tax credit, exemption or deduction.

14 D. Any credits allowed but not used in any tax year may be
15 carried over in order to each of the four (4) tax years following
16 the year of qualification.

17 E. No credit otherwise authorized by the provisions of this
18 section may be claimed for any event, transaction, investment,
19 expenditure or other act occurring on or after July 1, 2010, for
20 which the credit would otherwise be allowable. The provisions of
21 this subsection shall cease to be operative on July 1, 2012.
22 Beginning July 1, 2012, the credit authorized by this section may be
23 claimed for any event, transaction, investment, expenditure or other
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1 act occurring on or after July 1, 2012, according to the provisions
2 of this section.

3 F. No credit otherwise authorized by the provisions of this
4 section may be claimed for any event, transaction, investment,
5 expenditure or other act occurring on or after January 1, 2016, for
6 which the credit would otherwise be allowable.

7 SECTION 2. This act shall become effective November 1, 2016.

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