

1 STATE OF OKLAHOMA

2 2nd Session of the 56th Legislature (2018)

3 HOUSE BILL 2896

By: Montgomery

6 AS INTRODUCED

7 An Act relating to revenue and taxation; amending 68
8 O.S. 2011, Section 2370.1, as last amended by Section
9 1, Chapter 110, O.S.L. 2016 (68 O.S. Supp. 2017,
10 Section 2370.1), which relates to tax credit for
certain small business guaranty fee; modifying date
with respect to which credits may be claimed; and
providing an effective date.

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

15 SECTION 1. AMENDATORY 68 O.S. 2011, Section 2370.1, as
16 last amended by Section 1, Chapter 110, O.S.L. 2016 (68 O.S. Supp.
17 2017, Section 2370.1), is amended to read as follows:

18 Section 2370.1 A. There shall be allowed a credit against the
19 tax imposed by Section 2370 of this title for any state banking
20 association, national banking association and credit union organized
21 under the laws of this state for the amount of the guaranty fee paid
22 by the banking association or credit union to the United States
23 Small Business Administration pursuant to the "7(a)" loan guaranty
24 program.

1 B. The credit authorized by this section may be claimed for
2 guaranty fees paid on or after January 1, 2000, and before January
3 1, ~~2019~~ 2022.

4 C. No credit may be claimed pursuant to this section if,
5 pursuant to the agreement between the banking association or credit
6 union and the entity to which proceeds are made available, the
7 banking association or credit union adds the amount of the SBA 7(a)
8 loan guaranty fee to the amount financed by the borrower or in any
9 other way recovers the guaranty fee amount from the borrower.

10 D. The credit authorized by this section may be claimed and if
11 not fully used in the initial year for which the credit is claimed
12 may be carried over, in order, to each of the five (5) succeeding
13 taxable years. The credit authorized by this section may not be
14 used to reduce the tax liability of the credit claimant below zero
15 (0).

16 E. The Oklahoma Tax Commission shall prepare a report regarding
17 the amount of tax credits claimed as authorized by this section.
18 The report shall be submitted to the Speaker of the House of
19 Representatives and to the President Pro Tempore of the Senate not
20 later than March 31 of each year.

21 F. Pursuant to Section 46A of Title 62 of the Oklahoma
22 Statutes, there shall be a measurable goal of retaining and/or
23 creating two thousand jobs per year in Oklahoma for the credit
24 against the tax imposed by Section 2370 of this title.

SECTION 2. This act shall become effective November 1, 2018.

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