

BILL SUMMARY
2nd Session of the 56th Legislature

Bill No.:	SB 883
Version:	ENGR
Request Number:	NA
Author:	Rep. Montgomery
Date:	3/29/2018
Impact:	Tax Commission:
	\$0

Research Analysis

Engrossed SB883 relates to a tax credit for guaranty fees paid to the Small Business Administration by a state banking association, national banking association or credit union domiciled in the state. The measure extends the sunset date of the credit from January 1, 2019 to January 1, 2022.

Prepared By: Quyen Do

Fiscal Analysis

From the Tax Commission:

SB 883 proposes to amend 68 O.S. § 2370.1 which relates to the *Small Business Guaranty Fee Credit* by extending the sunset date from December 31, 2018 to December 31, 2021.

Under current law financial institutions subject to the “bank-in-lieu” tax may claim as a credit against tax the amount of the guaranty fees the financial institution pays to the U.S. Small Business Administration (SBA) under certain SBA loan programs.

The extension of time to claim this credit will have no additional impact on tax collections².

² For tax year 2015 \$1.3 million of *Small Business Guaranty Fee Credits* were used to offset Oklahoma tax.

Prepared By: Mark Tygret

Other Considerations

None.