

BILL SUMMARY
1st Session of the 57th Legislature

Bill No.:	SB 475
Version:	ENGR
Request Number:	NA
Author:	Rep. Lepak
Date:	3/27/2019
Impact:	Tax Commission:
	\$0

Research Analysis

Engrossed SB475 relates to a tax credit for electricity generated by a zero-emission facility. The measure clarifies the sunset date as December 31, 2021 instead of tax year 2021.

Prepared By: Quyen Do

Fiscal Analysis

Summary provided by the Tax Commission:

SB 475 proposes to amend 68 O.S. §2357.32A relating to the Credit for Electricity Generated by Zero-Emission Facilities to correct a scrivener's error. "December 31" was inadvertently omitted from subsection (A).¹

Under current law an income tax credit is allowed based on the amount of electricity generated by a qualified zero-emission facility. Credits earned prior to January 1, 2014, are transferable and any unused credit may be carried over for a period of ten (10) years. For credits earned on or after January 1, 2014, any credit earned but not used shall be refunded at an amount equal to eighty-five percent (85%) of the amount of the credit. The credit is fifty one-hundredths of one cent (\$0.0050) for each kilowatt-hour of electricity generated by zero-emission facilities and is available for a period of ten (10) years. With respect to electricity generated by wind, the facility must be placed in operation not later than July 1, 2017. With respect to electricity generated by moving water, sun, or geothermal energy, the facility must be placed in operation not later than December 31, 2021.

No change to Oklahoma tax collections are anticipated as a result of this proposal.

¹ Senate Bill 893 (2018)

Prepared By: Mark Tygret

Other Considerations

None.

