

STATE OF OKLAHOMA

2nd Session of the 57th Legislature (2020)

SENATE BILL 1109

By: Dahm

AS INTRODUCED

An Act relating to income tax; creating tax credit for qualified fees required to obtain and renew certain license or certification; defining term and construing meaning; establishing certain requirements for taxpayer claiming the credit; specifying that credit is not refundable; 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 2357.407 of Title 68, unless there is created a duplication in numbering, reads as follows:

A. For taxable years beginning after December 31, 2020, there shall be allowed as a credit against the tax imposed pursuant to subsections C and D of Section 2355 of Title 68 of the Oklahoma Statutes an amount equal to qualified fees required for an individual taxpayer to obtain and renew a license or certification in an occupation, when such license or certification is required by state law to work in this state. For the purposes of this section,

1 "qualified fees" shall include any fees or other charges established
2 by rule or statute which are assessed by an entity:

3 1. With the statutory duty for administering an examination,
4 conferring a license or certification, or renewing a license or
5 certification; or

6 2. Which provides continuing education courses required by
7 state law in order to maintain an existing license or certification.

8 For purposes of this subsection, an entity may include a third
9 party which administers examinations, provides continuing education,
10 or which provides services necessary to meet the statutory
11 requirements for licensing, certification or renewal.

12 B. In order to claim the tax credit authorized by subsection A
13 of this section, a taxpayer shall:

14 1. Be required to provide such documentation as may be
15 determined by the Oklahoma Tax Commission to verify the amount of
16 fees paid; and

17 2. Not have been subject to license suspension or revocation
18 during the tax year for which the credit is claimed.

19 C. The credit authorized by this section shall not be used to
20 reduce the tax liability of the taxpayer to less than zero (0).

21 SECTION 2. This act shall become effective January 1, 2021.
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