

1 ENGROSSED SENATE
2 BILL NO. 1415

By: Jech of the Senate

3 and

4 Moore of the House
5

6 An Act relating to tax procedure; establishing the
7 First Time Abatement Program; authorizing the
8 abatement of interest and penalty for certain
9 individual income taxpayers; requiring taxpayer to
10 file returns and pay tax liability pursuant to
11 certain agreement; prohibiting collection of interest
and penalties upon payment; requiring the release of
certain liens upon payment; specifying eligibility;
limiting waiver amount; requiring certain
notification; providing for codification; and
providing an effective date.

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

14 SECTION 1. NEW LAW A new section of law to be codified
15 in the Oklahoma Statutes as Section 216.6 of Title 68, unless there
16 is created a duplication in numbering, reads as follows:

17 A. The Oklahoma Tax Commission is hereby directed to establish
18 the First Time Abatement Program for the tax imposed upon
19 individuals pursuant to Section 2355 of Title 68 of the Oklahoma
20 Statutes. A taxpayer meeting the qualifications provided in
21 subsection B of this section shall be entitled to a waiver of
22 penalty and interest due on individual income tax if the taxpayer
23 voluntarily files delinquent tax returns and pays the taxes due
24 pursuant to an agreement with the Commission. Upon payment of the

1 taxes due pursuant to the agreement, the Commission shall abate and
2 not seek to collect any interest or penalties applicable to the tax
3 liability due pursuant to the agreement and release any liens
4 imposed.

5 B. To be eligible for the First Time Abatement Program, the
6 taxpayer shall:

7 1. Not have failed to file any necessary returns in the
8 previous five (5) tax years before the tax delinquency, interest, or
9 penalties were incurred;

10 2. Not have previously received a waiver of penalty or interest
11 by the Oklahoma Tax Commission;

12 3. Not have been convicted for violations of Section 241 of
13 Title 68 of the Oklahoma Statutes;

14 4. Have filed all necessary returns pursuant to the laws of
15 this state; and

16 5. Have paid all individual income tax liability or entered
17 into an agreement with the Commission for payment of income tax
18 liability.

19 C. Any waiver of interest and penalty pursuant to this section
20 shall not exceed Ten Thousand Dollars (\$10,000.00) per taxpayer.

21 D. On all physical and electronically submitted documents to an
22 individual taxpayer notifying the taxpayer of his or her
23 delinquency, the Oklahoma Tax Commission shall notify the taxpayer
24 of the First Time Abatement Program which shall include but not be

limited to the following statement: "You may qualify for certain penalty and interest forgiveness through the First Time Abatement Program."

SECTION 2. This act shall become effective November 1, 2024.

Passed the Senate the 11th day of March, 2024.

Presiding Officer of the Senate

Passed the House of Representatives the ____ day of _____,
2024.

Presiding Officer of the House
of Representatives