

STATE OF OKLAHOMA

2nd Session of the 59th Legislature (2024)

HOUSE BILL 4062

By: Wallace

AS INTRODUCED

An Act relating to revenue and taxation; amending 68 O.S. 2021, Section 2370.1, which relates to income tax credits; modifying applicability of tax credit related to certain loan guaranty program fees; and providing an effective date.

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

SECTION 1. AMENDATORY 68 O.S. 2021, Section 2370.1, is amended to read as follows:

Section 2370.1 A. There shall be allowed a credit against the tax imposed by Section 2370 of this title for any state banking association, national banking association and credit union organized under the laws of this state and whose main office is located in the state, for the amount of the guaranty fee paid by the banking association or credit union to the United States Small Business Administration pursuant to the "7(a)" loan guaranty program.

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

1 1, 2025 to the Small Business Administration on behalf of the
2 borrower.

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

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

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

20 F. Pursuant to Section 46A of Title 62 of the Oklahoma
21 Statutes, there shall be a measurable goal of retaining and/or
22 creating two thousand jobs per year in Oklahoma for the credit
23 against the tax imposed by Section 2370 of this title.
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1 SECTION 2. This act shall become effective November 1, 2024.

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