

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB4062
Version:	Introduced
Request Number:	8560
Author:	Rep. Wallace
Date:	2/6/2024
Impact: Income Tax Collections:	Minimal Increase

Research Analysis

HB4062, as introduced, eliminates the sunset date for the small business guaranty fee tax credit and clarifies that the credit may only be claimed by banks that have a main office located in the state.

Prepared By: Quyen Do

Fiscal Analysis

Officials for the Oklahoma Tax Commission have analyzed the impact of this measure as follows:

HB 4062 proposes to amend 68 O.S. § 2370.1 to extend the income tax credit for the guaranty fee paid by a banking association or credit union to the U.S. Small Business Administration indefinitely. To qualify for the credit under the proposal, the main office of a banking association or credit union must be located in Oklahoma.

EFFECTIVE DATE: November 1, 2024

REVENUE IMPACT:

Oklahoma Tax Commission records indicate the total amount of guaranty fee credits claimed for tax year 2021 was approximately \$42,000. This analysis assumes similar activity for tax year 2024. The estimated increase is due to the limitation of entities that may qualify for the credit.

FY 25: Minimal increase in income tax revenue.

Prepared By: John McPhetridge, House Fiscal Director

Other Considerations

None.

