

BILL SUMMARY
1st Session of the 59th Legislature

Bill No.:	SB484
Version:	CS
Request Number:	8287
Author:	Rep. McDugle
Date:	4/27/2023
Impact:	OTC Analysis:
	Unknown revenue decrease

Research Analysis

The committee substitute for SB484 creates a tax credit for qualified geothermal projects in the state of Oklahoma. The credit may be claimed tax year 2024 through 2023, is capped at \$20 million for the credit period, and is equal to \$500 per ton of increased geothermal capacity resulting from a qualified project. The credit is also transferrable and may be allocated to partners, members or shareholders of the entity operating the project.

Prepared By: Quyen Do

Fiscal Analysis

In its current form, SB484 creates the Oklahoma Geothermal Investment Affordability Act. SB484 also creates a tax credit for qualified projects, which is capped at \$20,000,000. This measure is expected to result in a decrease in income tax revenue. As the timing and amounts of credits claimed over the proposed ten-year eligibility period are unknown, the decrease in income tax revenue for fiscal years 2024 and 2025 are unknown.

Prepared By: Zachary Penrod, House Fiscal Staff

Other Considerations

None.