

1 STATE OF OKLAHOMA

2 2nd Session of the 60th Legislature (2026)

3 HOUSE BILL 3760

By: Turner

6 AS INTRODUCED

7 An Act relating to revenue and taxation; enacting the
8 Law Enforcement Strategic Support Act; defining
9 terms; prescribing limit on tax credits; providing
10 for income tax credits for certain contributions;
11 specifying credit amount; imposing duties on the
12 Oklahoma Tax Commission with respect to
13 administration of tax credit; prescribing content and
14 required information; providing process for
15 certification of law enforcement foundations;
16 prescribing procedures for use of tax credits;
requiring annual reports; providing for
confidentiality of information; requiring publication
of information by law enforcement foundations;
requiring use of funds for certain expenditures;
prohibiting use of credit in connection with
deduction or exemption; imposing limit on credit
amount with respect to income tax liability;
providing for noncodification; providing for
codification; and providing an effective date.

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

21 SECTION 1. NEW LAW A new section of law not to be
22 codified in the Oklahoma Statutes reads as follows:

23 This act shall be known and may be cited as the "Law Enforcement
24 Strategic Support Act".

1 SECTION 2. NEW LAW A new section of law to be codified

2 in the Oklahoma Statutes as Section 2357.331 of Title 68, unless
3 there is created a duplication in numbering, reads as follows:

4 A. As used in this section, the term:

5 1. "Law enforcement foundation" means any domestic nonprofit
6 corporation with the sole function of supporting one local law
7 enforcement unit through a formal relationship recognized by such
8 local law enforcement unit and which maintains nonprofit status
9 under Section 501(c)(3) of the Internal Revenue Code;

10 2. "Local law enforcement unit" means any agency, office, or
11 department of a county, municipality, or consolidated government of
12 this state whose primary functions include the enforcement of
13 criminal or traffic laws, preservation of public order, protection
14 of life and property, or the prevention, detection, or investigation
15 of crime. Such term shall include any sheriff's office in this
16 state. Such term shall not include any agency, office, or
17 department conducting similar functions for any court, state board,
18 state authority, state law enforcement division or department, or
19 railroad police;

20 3. "Qualified contributions" means the preapproved contribution
21 of funds by a taxpayer to a qualified law enforcement foundation
22 under the terms and conditions of this act;

23 4. "Qualified expenditures" means expenditures made by a
24 qualified law enforcement foundation:

1 a. (1) for salary supplements paid no more than twice
2 annually or training provided directly to law
3 enforcement officers employed by the local law
4 enforcement unit affiliated with such qualified
5 law enforcement foundation, or
6 (2) for the purchase, lease, maintenance, or
7 improvement of equipment to be used by such
8 officers, or
9 b. to cover any costs incurred by the local law
10 enforcement unit for the operation of an emergency
11 response team that combines law enforcement officers
12 and behavioral health specialists, provided that such
13 costs shall not include salaries or other regular
14 compensation; and

15 5. "Qualified law enforcement foundation" means any law
16 enforcement foundation that has been designated as the sole local
17 law enforcement foundation for a single local law enforcement unit
18 and has been certified and listed by the Commission pursuant to
19 subsection D of this section.

20 B. 1. The aggregate amount of tax credits allowed under this
21 act shall not exceed Seventy-five Million Dollars (\$75,000,000.00)
22 per calendar year. Each qualified law enforcement foundation shall
23 be limited to accepting Three Million Dollars (\$3,000,000.00) per
24 year of contributions made under this act.

1 2. Subject to the aggregate limit provided in paragraph 1 of
2 this subsection for taxable years beginning on or after January 1,
3 2027, and ending on or before December 31, 2031, each taxpayer shall
4 be allowed a credit against the tax imposed by Section 2355 of Title
5 68 of the Oklahoma Statutes for contributions made by the taxpayer
6 as follows:

- 7 a. in the case of a single individual or a head of
8 household, the actual amount of qualified
9 contributions made or Five Thousand Dollars
10 (\$5,000.00) per tax year, whichever is less,
- 11 b. in the case of a married couple filing a joint return,
12 the actual amount of qualified contributions made or
13 Ten Thousand Dollars (\$10,000.00) per tax year,
14 whichever is less,
- 15 c. anything to the contrary contained in subparagraph a
16 or b of this paragraph notwithstanding, in the case of
17 an individual taxpayer who is a member of a limited
18 liability company duly formed under state law, a
19 shareholder of a subchapter 'S' corporation, or a
20 partner in a partnership, the actual amount of
21 qualified contributions it made or Ten Thousand
22 Dollars (\$10,000.00) per tax year, whichever is less;
23 provided, however, that tax credits pursuant to this
24 paragraph shall only be allowed for the portion of the

income on which such tax was actually paid by such member of the limited liability company, shareholder of a subchapter S corporation, or partner in a partnership, or

d. a corporation or other entity not provided for in subparagraphs a through c of this paragraph shall be allowed a credit against the tax imposed by this act, for qualified contributions in an amount not to exceed the actual amount of qualified contributions made or seventy-five percent (75%) of such corporation's or other entity's income tax liability, whichever is less.

3. Nothing in this act shall be construed to limit the ability of a local law enforcement unit to receive gifts, grants, and other benefits from any source allowed by law; provided, however, that no local law enforcement unit shall, under this section, accept or receive more than Three Million Dollars (\$3,000,000.00) in contributions in any calendar year.

C. The Commission shall establish a page on the Commission's website for the purpose of implementing this section. Such page shall contain, at a minimum:

1. The application and requirements to be certified as a qualified law enforcement foundation:

1 2. The current list of all qualified law enforcement
2 foundations and their affiliate law enforcement units;

3 3. The total amount of tax credits remaining and available for
4 preapproval for each year;

5 4. A web-based method for taxpayers seeking the preapproval
6 status for contributions; and

7 5. The information received by the Commission from each
8 qualified law enforcement foundation pursuant to paragraph 1 of
9 subsection G except for division (4) of subparagraph b of paragraph
10 1 of subsection G of this section.

11 D. Any valid law enforcement foundation as a qualified law
12 enforcement foundation shall be certified by the Commission
13 following the Commission's receipt of a properly completed
14 application and after the Commission has confirmed that a single
15 local law enforcement unit has validly designated the applicant as
16 its sole law enforcement foundation. Such application shall be
17 prescribed by the Commission and shall include an agreement by the
18 applicant to fully comply with the terms and conditions of this
19 section.

20 E. 1. Prior to making a contribution to any qualified law
21 enforcement foundation, the taxpayer shall electronically notify the
22 Commission, in a manner specified by the Commission, of the total
23 amount of contribution that such taxpayer intends to make to such
24 qualified law enforcement foundation.

1 2. Within thirty (30) days after receiving a request for
2 preapproval of contributions, the Commission shall preapprove, deny,
3 or prorate requested amounts on a first come, first served basis and
4 shall provide notice to such taxpayer and the qualified law
5 enforcement foundation of such preapproval, denial, or proration.
6 Such notices shall not require any signed release or notarized
7 approval by the taxpayer. The preapproval of contributions by the
8 Commission shall be based solely on the availability of tax credits
9 subject to the limits established under paragraph 1 of subsection B
10 of this section.

11 3. Within sixty (60) days after receiving the preapproval
12 notice issued by the Commission pursuant to paragraph 2 of this
13 subsection, the taxpayer shall contribute the preapproved amount to
14 the qualified law enforcement foundation or such preapproved
15 contribution amount shall expire.

16 The Commission shall not include such expired amounts in
17 determining the remaining amount available under the aggregate limit
18 for the respective calendar year.

19 F. 1. Each qualified law enforcement foundation shall issue to
20 each contributor a letter of confirmation of contribution, which
21 shall include the taxpayer's name, address, tax identification
22 number, the amount of the qualified contribution, the date of the
23 qualified contribution, and the total amount of the credit allowed
24 to the taxpayer.

1 2. In order for a taxpayer to claim the tax credit allowed
2 under this section, all such applicable letters as provided for in
3 paragraph 1 of this subsection shall be attached to the taxpayer's
4 tax return.

5 When the taxpayer files an electronic return such confirmation
6 shall only be required to be electronically attached to the return
7 if the Internal Revenue Service allows such attachments to be
8 affixed and transmitted to the Commission. In any such event, the
9 taxpayer shall maintain such confirmation and such confirmation
10 shall only be made available to the Commission upon request.

11 3. The Commission shall allow tax credits for any preapproved
12 contributions made to a local law enforcement foundation at the time
13 the contributions were made if such foundation was a qualified law
14 enforcement foundation at the time of the Commission's preapproval
15 of the contributions and the taxpayer has otherwise complied with
16 this section.

17 G. 1. Each qualified law enforcement foundation shall annually
18 submit to the Commission:

19 a. a complete copy of its IRS Form 990 and other
20 applicable attachments, or for any qualified law
21 enforcement foundation that is not required by federal
22 law to file an IRS Form 990, such foundation shall
23 submit to the Commission equivalent information on a
24 form prescribed by the Commission, and

b. a report detailing the contributions received during the calendar year pursuant to this section on a date determined by, and on a form provided by, the Commission which shall include:

(1) the total number and dollar value of individual contributions and tax credits approved.

Individual contributions shall include contributions made by those filing income tax returns as a single individual or head of household and those filing joint returns,

(2) the total number and dollar value of corporate contributions and tax credits approved,

(3) the total number and dollar value of all qualified expenditures made, and

(4) a list of contributors, including the dollar value of each contribution and the dollar value of each approved tax credit.

2. Except for the information published in accordance with

19 subsection C or H of this section, all information or reports
20 relative to this section that were provided by qualified law
21 enforcement foundations to the Commission shall be confidential
22 taxpayer information, governed by Section 205 of this title, whether
23 such information relates to the contributor or the qualified law
24 enforcement foundation.

1 H. Each qualified law enforcement foundation shall publish on
2 its website a copy of its affiliated local law enforcement unit's
3 prior year's annual budget containing the total amount of funds
4 received from its local governing body. If a qualified law
5 enforcement foundation does not maintain a public website, such
6 information shall be otherwise made available by the qualified law
7 enforcement foundation to the public upon request.

8 I. 1. A taxpayer shall not be allowed to designate or direct
9 the taxpayer's qualified contributions to any particular purpose or
10 for the direct benefit of any particular individual.

11 2. A taxpayer that operates, owns, is affiliated with, or is a
12 subsidiary of an association, organization, or other entity that
13 contracts directly with a qualified law enforcement foundation or
14 the local law enforcement unit that is affiliated with a qualified
15 law enforcement foundation shall not be eligible for tax credits
16 allowed under this section for contributions made to such qualified
17 law enforcement foundation.

18 3. In soliciting contributions, no person shall represent or
19 direct that, in exchange for making qualified contributions to any
20 qualified law enforcement foundation, a taxpayer shall receive any
21 direct or particular benefit. The status as a qualified law
22 enforcement foundation shall be revoked for any law enforcement
23 foundation determined to be in violation of this paragraph and shall
24 not be renewed for at least two (2) years.

1 J. 1. Qualified contributions shall only be used for qualified
2 expenditures. Each qualified law enforcement foundation shall
3 maintain accurate and current records of all expenditures of
4 qualified contributions and provide such records to the Commission
5 upon his or her request.

6 2. A qualified law enforcement foundation that fails to comply
7 with any of the requirements under this section shall be given
8 written notice by the Commission of such failure to comply by
9 certified mail and shall have ninety (90) days from the receipt of
10 such notice to correct all deficiencies.

11 3. Upon failure to correct all deficiencies within ninety (90)
12 days, the Commission shall revoke the law enforcement foundation's
13 status as a qualified law enforcement foundation and such entity
14 shall be immediately removed from the Commission's list of qualified
15 law enforcement foundations. All applications for preapproval of
16 tax credits for contributions to such law enforcement foundation
17 under this section made on or after the date of such removal shall
18 be rejected.

19 4. Each law enforcement foundation that has had its status
20 revoked and has been delisted pursuant to this section, shall
21 immediately cease all expenditures of funds received relative to
22 this section, and shall transfer all of such funds that are not yet
23 expended, to a properly operating qualified law enforcement

1 foundation within thirty (30) calendar days of its removal from the
2 Commission's list of qualified law enforcement foundations.

3 K. 1. No credit shall be allowed under this section to a
4 taxpayer for any amount of qualified contributions that were
5 utilized as deductions or exemptions from taxable income.

6 2. In no event shall the total amount of the tax credit under
7 this section for a taxable year exceed the taxpayer's income tax
8 liability. Any unused tax credit shall be allowed the taxpayer
9 against the succeeding five (5) years' tax liability. No such
10 credit shall be allowed the taxpayer against prior years' tax
11 liability.

12 L. The Commission shall promulgate rules and regulations
13 necessary to implement and administer the provisions of this
14 section.

15 SECTION 3. This act shall become effective November 1, 2026.

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