

STATE OF OKLAHOMA

1st Session of the 59th Legislature (2023)

SENATE BILL 987

By: Garvin

AS INTRODUCED

An Act relating to income tax credit; providing credit for certain expenses incurred; providing space for certain pre-K programs; providing amount of credit; providing for carry over of credit; defining term; authorizing the Oklahoma Tax Commission to verify certain claims; providing for codification; and providing an effective date.

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

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 2357.27B of Title 68, unless there is created a duplication in numbering, reads as follows:

A. For tax year 2024 and subsequent tax years, there shall be allowed a credit against the tax imposed by Section 2355 of Title 68 of the Oklahoma Statutes for eligible expenses incurred by entities providing building space, free of charge, for public schools to house pre-K programs.

B. The credit authorized by this section shall be forty percent (40%) of the amount of eligible expenses.

1 C. Any credits allowed but not used in any tax year may be  
2 carried over in order to each of the four (4) tax years following  
3 the year of qualification.

4 D. As used in this section, "eligible expenses" mean:

5 1. Rent paid for the building where the pre-K programs are  
6 provided, or a portion of rent that is based upon the proportion of  
7 the square feet dedicated to providing pre-K programs in relation to  
8 the entity's buildings' total square feet for each location where  
9 space is provided. Rent paid in months where no space was provided  
10 for Pre-K programs shall not be considered an eligible expense; and

11 2. For a building where space is provided that is owned by the  
12 entity, or buildings owned by the entity, an eligible expense for  
13 the square feet dedicated to providing space for pre-K programs  
14 shall be Thirteen Dollars (\$13.00) per square foot multiplied by a  
15 fraction, the numerator of which is the amount of weeks when pre-K  
16 programs were conducted and the denominator of which is fifty-two  
17 (52).

18 E. To verify claims for credit pursuant to this section, the  
19 Oklahoma Tax Commission may require the school district to provide  
20 information regarding the pre-K program.

21 SECTION 2. This act shall become effective November 1, 2023.

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