

**Bill Summary**  
1<sup>st</sup> Session of the 58<sup>th</sup> Legislature

|                     |                        |
|---------------------|------------------------|
| <b>Bill No.:</b>    | <b>SB 559</b>          |
| <b>Version:</b>     | <b>INT</b>             |
| <b>Request No.:</b> | <b>1286</b>            |
| <b>Author:</b>      | <b>Sen. Montgomery</b> |
| <b>Date:</b>        | <b>01/21/2021</b>      |

**Bill Analysis**

SB 559 creates an income tax credit for persons who contribute to a charitable business start-up entity for tax years 2022-2025. The credit shall equal 50% of the contributions made and may not exceed \$200,000.00. The measure establishes a cap on the total amount of credits awarded at \$2 million, after which the Oklahoma Tax Commission shall reduce the credits awarded on a proportional basis. Credits generated, but not used by the taxpayer shall be refunded. The measure defines a charitable business start-up as a 501(c)(3) nonprofit entity that provides non-equity grants for start-up entities who locate or relocate in this state for at least 1 year. Such entities must submit an application to the Oklahoma Tax Commission to qualify for the credit. Start-ups are required by the measure to provide a list to the Oklahoma Tax Commission of the contributions received no later than January 10 of each year.

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