

BILL SUMMARY
1st Session of the 59th Legislature

Bill No.:	SB602
Version:	CS
Request Number:	8283
Author:	Rep. Fetgatter
Date:	4/25/2023
Impact:	OTC Analysis: No Impact

Research Analysis

The committee substitute for SB602 provides that when a taxpayer elects to immediately and fully expense a qualified business expense, any depreciation or bonus claimed cannot be a duplication of the same allowed or permitted on a federal income tax return for the taxpayer. Beginning tax year 2023, the federal taxable income listed on a state return must be increased by the amount of depreciation claimed on a federal return for the year in which the property was placed in service. A taxpayer that fails to do so must file an amended return for tax year 2023 by June 30, 2024. The Oklahoma Tax Commission is prohibited from assessing penalties or interest for amended returns that correct this issue.

Prepared By: Quyen Do

Fiscal Analysis

In its current form, SB602 clarifies the time allowed for a taxpayer to file a refund claim with the Oklahoma Tax Commission. This measure is not expected to impact state revenues or state appropriations. The committee substitute does not change the impact of the bill.

Prepared By: Zachary Penrod, House Fiscal Staff

Other Considerations

None.