

State of Oklahoma Small Business Guaranty Fee Credit

FORM 529 2020

Name as shown on return

Federal Employer Identification Number

Credit Available for Banks and Credit Unions (68 OS Sec. 2370.1)

There shall be a credit against the tax imposed by 68 OS Sec. 2370 for any state banking association, national banking association and credit union organized under the laws of this state for the amount of the guaranty fee paid by the banking association or credit union to the United States Small Business Administration (SBA) pursuant to the "7(a)" loan guaranty program.

No credit may be claimed pursuant to this section if, pursuant to the agreement between the banking association or credit union and the entity to which proceeds are made available, the banking association or credit union adds the amount of the SBA 7(a) loan guaranty fee to the amount financed by the borrower or in any other way recovers the guaranty fee from the borrower.

If the credit exceeds the amount of income taxes due or if there are no state income taxes due on the income of the taxpayer, the amount of the credit not used may be carried forward as a credit against subsequent income tax liability for a period not to exceed five years.

A bank or credit union making a Federal Subchapter "S" election is not subject to the "in lieu" tax and therefore not eligible for this credit.

Pursuant to 62 OS Sec. 46A, there shall be a measurable goal of retaining and/or creating 2,000 jobs per year in Oklahoma for the credit against tax imposed by 68 OS Sec. 2370.

Computation

1. Loan guaranty fee paid during tax year 2020 which is eligible for the credit00
2. Unused Carryover Credit from Tax Year(s) _____00
3. Total Credit Available for Tax Year 2020. (Add lines 1 and 2; enter on Form 511CR)00

Instructions

Important: Provide the first page of the Authorization received from SBA or some other proof of the guaranty fee.

Line 1: Banks or credit unions paying loan guaranty fee(s) during tax year 2020: Enter the guaranty fee(s) paid during the tax year. Provide a separate schedule showing the name, FEIN, and type of each small business. For each small business, include the amount of guaranty fee paid and the date paid.

Line 2: Unused carryover credit: A Small Business Guaranty Fee Credit that was established in a prior year but not used due to the limitations provided may be carried over. Enter amount of the unused carryover and the tax year(s) originally established. Provide a copy of the Form 529 for the year the credit was originally established and for all subsequent years.

Line 3: This is the amount of credit allowed this year. If the credit available exceeds your tax, you may carry over any unused credit for a period not to exceed 5 years from the date the credit was originally established. You will need to complete a Form 529 for each of the carryover years.

Notice

Tax credits transferred or allocated must be reported on Oklahoma Tax Commission (OTC) Form 569. Failure to file Form 569 will result in the affected credits being denied by the OTC pursuant to 68 OS Sec. 2357.1A-2.

The Oklahoma Tax Commission is not required to give actual notice to taxpayer of changes in any state tax law.