

Income/Franchise:

Oklahoma: Emergency Rules Reflect Option for Immediate & Full Expensing of Qualified Property

Emergency New 710:50-15-69.1; Emergency Amended 710:50-17-51; Emergency New 710:50-19-5; Emergency Amended 710:50-21-1, Okla. Tax Comm. (9/27/22). The Oklahoma Tax Commission issued emergency new and amended rules implementing legislation enacted earlier this year [see H.B. 3418 (2022), and *State Tax Matters*, Issue 2022-22, for more details on this new law], which generally allows 100% bonus depreciation or full expensing for Oklahoma corporate income tax purposes on eligible “qualified property” or “qualified improvement property” (QIP) under Internal Revenue Code section 168, applicable for taxable years beginning after December 31, 2021, for electing Oklahoma taxpayers with eligible property. These emergency rules are effective through September 14, 2023, “unless superseded by another rule or disapproved by the Legislature.” Please contact us with any questions.

URL: <https://oklahoma.gov/content/dam/ok/en/tax/documents/resources/rules-and-policies/agency-rules/emergency-rules/2022-Chapter50EmerRuleIncome.pdf>

URL: <http://www.oklegislature.gov/BillInfo.aspx?Bill=hb3418&Session=2200>

URL: https://dhub.blob.core.windows.net/dhub/Newsletters/Tax/2022/STM/220603_2.html

— Robert Topp (Houston)
Managing Director
Deloitte Tax LLP
rtopp@deloitte.com

Grace Taylor (Houston)
Senior Manager
Deloitte Tax LLP
grtaylor@deloitte.com

This document contains general information only and Deloitte is not, by means of this document, rendering accounting, business, financial, investment, legal, tax, or other professional advice or services. This document is not a substitute for such professional advice or services, nor should it be used as a basis for any decision or action that may affect your business. Before making any decision or taking any action that may affect your business, you should consult a qualified professional advisor. Deloitte shall not be responsible for any loss sustained by any person who relies on this document.

About Deloitte

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited (“DTTL”), its global network of member firms, and their related entities (collectively, the “Deloitte organization”). DTTL (also referred to as “Deloitte Global”) and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see www.deloitte.com/about to learn more.