



BILL/VERSION: HB 2091 / INTRODUCED

ANALYST: TB

AUTHORS: Rep. Menz

DATE: 2/14/2025

TAX(ES): Income Tax

SUBJECT(S): Credit

EFFECTIVE DATE: November 1, 2025

Emergency ☐

ESTIMATED REVENUE IMPACT:

FY26: -0-

FY27: A decrease of \$75.7 million in income tax collections.

ANALYSIS: HB 2091 proposes a new, refundable income tax credit for individuals who pay rent for their primary residence, effective for taxable years beginning on or after January 1, 2026. An individual may claim up to \$110.00 for tax year 2026, with the credit amount adjusted annually for inflation based on the Consumer Price Index for All Urban Consumers ("CPI-U") published by the Bureau of Labor Statistics.

To estimate the potential revenue impact of this proposal, data from the U.S. Census Bureau's Household Pulse Survey (HPS) was reviewed¹. Estimates indicate that approximately 688,000 individuals aged 18 or older in Oklahoma may reside in renter-occupied housing units.

If each eligible individual claims the full \$110.00 credit, the estimated decrease in income tax revenue would be approximately \$75.7 million, beginning in FY27 when tax year 2026 returns are filed.

¹ <https://www.census.gov/data/tables/2024/demo/hhp/cycle09.html>

2/15/25

DATE

Huan Gong
DR. HUAN GONG, CHIEF TAX ECONOMIST

2/19/25

DATE

Marie Schuble
MARIE SCHUBLE, DIVISION DIRECTOR

2/19/25

DATE

Joseph P. Gappa
JOSEPH P. GAPPA, FOR THE COMMISSION

The revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.