OKLAHOMA
Tax Commission

REVENUE IMPACT STATEMENT
2025 REGULAR SESSION
60TH LEGISLATURE, 1ST SESSION

BILL/VERSION:	**HB 2410** / INTRODUCED	**ANALYST**: LH
AUTHORS:	Rep. Fetgatter	**DATE**: 1/27/2025
TAX(ES):	Income Tax	
SUBJECT(S):	Affordable Housing Tax Credit	
EFFECTIVE DATE:	January 1, 2026	**Emergency** ☐

ESTIMATED REVENUE IMPACT:
FY26: $0
FY27: $0

ANALYSIS: House Bill 2410 proposes amendments to Section 2357.403 of Title 68 of the Oklahoma Statutes, which pertains to the Oklahoma Affordable Housing Act. The bill would increase the annual tax credit allocation for qualified projects from $4 million to $10 million for allocation years 2026 through 2029. The allocation would return to $4 million annually for years 2030 through 2035. Additionally, the bill removes the provision that reallocated and rolled-over credits will count against the $4 million limit of their original allocation year rather than the year in which they are actually allocated.

According to Oklahoma Tax Commission records, approximately $536,000 in affordable housing credits were claimed for tax year 2022, with approximately $532,000 of these credits used to reduce tax liability. Similar activity is projected for tax year 2026.[1]

Under current law, the Oklahoma Affordable Housing Act is administered by the Oklahoma Housing Finance Agency and provides for the allocation of up to $4 million annually in state low-income housing tax credits. The nonrefundable credits are claimed annually over a 10-year period beginning when the building is placed in service, are nonrefundable, and can be carried forward for two years.

[1] This credit can also be claimed against state premium tax or retaliatory tax imposed by Section 624 or 628 of Title 36 of the Oklahoma Statutes.

1/27/25	Huan Gong
DATE	DR. HUAN GONG, CHIEF TAX ECONOMIST
1/29/25	Marie Schuble
DATE	MARIE SCHUBLE, DIVISION DIRECTOR
1/30/25	Joseph P. Gappa
DATE	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.