

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 56<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB 2152</b>
<b>Version:</b>	<b>FA1</b>
<b>Request Number:</b>	<b>10170</b>
<b>Author:</b>	<b>Mr. Speaker</b>
<b>Date:</b>	<b>3/14/2018</b>
<b>Impact:</b>	<b>Tax Commission:</b>
	<b>FY-19 Revenue Gain of</b>
	<b>\$94,015,000</b>

**Research Analysis**

Floor amendment 1 to HB2152 caps the amount of itemized deductions at \$17,000 beginning tax year 2018 and excludes charitable contributions and medical expenses from being applicable to the \$17,000 cap.

Prepared By: House Research Staff

**Fiscal Analysis**

From the Tax Commission:

The Floor Amendment to HB 2152 proposes to amend 68 O.S. § 2358 relating to income tax itemized deductions by capping the amount of itemized deductions that may be claimed to calculate Oklahoma taxable income at \$17,000 for tax years 2018 and subsequent tax years.

Under current law, taxpayers that claim itemized deductions for federal income tax purposes can claim the same amount to calculate Oklahoma taxable income.

This measure proposes to cap the amount of itemized deductions that may be claimed to calculate Oklahoma taxable income at \$17,000 for tax years 2018 and subsequent tax years. Charitable contributions and medical expenses deductible for federal income tax purposes will not be subject to the \$17,000 cap.

No change to estimated tax or withholding is anticipated. The estimated impact for this measure is an increase in income tax collections of \$94,015,000 in FY19 when the 2018 income tax returns are filed.

Prepared By: Mark Tygret

**Other Considerations**

None.