

**BILL SUMMARY**  
1<sup>st</sup> Session of the 59<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB2098</b>
<b>Version:</b>	<b>Introduced</b>
<b>Request Number:</b>	<b>6173</b>
<b>Author:</b>	<b>Bennett</b>
<b>Date:</b>	<b>2/20/2023</b>
<b>Impact:</b>	<b>OTC Analysis:</b>
	<b>FY24: \$0</b>
	<b>FY25: Unknown revenue decrease</b>

**Research Analysis**

HB2098, as introduced, provides an income tax deduction to a taxpayer that donates the proceeds from a home sale to the Oklahoma House Finance Agency for the purpose of promoting affordable housing in Oklahoma. The deduction is limited to homes sold for \$5 million or less and is equal to 1 percent of the sales price.

Prepared By: Quyen Do

**Fiscal Analysis**

HB2098 proposes to create a new income tax deduction for the amount donated to the Oklahoma Housing Finance Agency from the proceeds from a sale of residential property. This measure is expected to produce a decrease in state income tax collections, but because the amount of qualifying donations that may be made to OHFA is unknown, the extend of the decrease in revenue is unknown.

As provided by the Oklahoma Tax Commission:

**Under current law, there is no specific deduction allowed for donations to OHFA.<sup>1</sup>**

**The amount of qualifying donations which may be made to OHFA is unknown. A decrease in income tax collections is expected as a result of this measure. No changes to estimated tax payments is expected; therefore, an unknown decrease in income tax collections is expected in FY25 when tax year 2024 income tax returns are filed.**

Prepared By: Zachary Penrod, House Fiscal Staff

**Other Considerations**

None.