

1 STATE OF OKLAHOMA

2 2nd Session of the 60th Legislature (2026)

3 HOUSE BILL 3565

By: Wolfley

6 AS INTRODUCED

7 An Act relating to revenue and taxation; amending 68
8 O.S. 2021, Section 2889, which relates to homestead
9 exemption from ad valorem taxation; establishing an
10 increase in homestead exemption; providing
11 calculation for increase in homestead exemption;
12 requiring increase in exemption to only apply to
13 certain persons; requiring county assessor to
14 calculate change in fair cash value; and providing an
15 effective date.

14 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

15 SECTION 1. AMENDATORY 68 O.S. 2021, Section 2889, is
16 amended to read as follows:

17 Section 2889. A. Homesteads, as defined in Section 2888 of
18 this title, are hereby classified for the purpose of taxation as
19 provided in Section 22 of Article X of the Oklahoma Constitution.
20 All homesteads in this state shall be assessed for taxation the same
21 as other real property therein, except that each homestead, as
22 defined by Section 2801 et seq. of this title, shall be exempted
23 from all forms of ad valorem taxation to the extent of One Thousand
24 Dollars (\$1,000.00) of the assessed valuation.

1 B. 1. Each year, for the following two (2) years, beginning
2 January 1, 2027, there shall be an increase to the exemption
3 prescribed by subsection A of this section if the gross household
4 income of the homeowner is equal to or less than triple the median
5 gross household income for this state. The amount of the increase
6 equals the dollar amount of the increase in the fair cash value of
7 the homestead compared to the preceding tax year.

8 2. In the event that in a subsequent year the income threshold
9 prescribed by paragraph one of this subsection is exceeded, the
10 total dollar amount of the homestead exemption, including any
11 increase previously received, shall remain the same until the next
12 year in which the income threshold is met. In the event the fair
13 cash value of the homestead decreases, the total dollar amount of
14 the homestead exemption received shall equal the amount of the
15 exemption received in the preceding tax year.

16 3. The county assessor shall adjust the homestead exemption
17 annually by calculating the change in the fair cash value from the
18 preceding tax year for each eligible homestead and applying it to
19 the exemption prescribed by subsection A.

20 SECTION 2. This act shall become effective January 1, 2027.

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22 60-2-14000 AO 01/07/26
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