



BILL/VERSION:	SB 684 / ENGR HA to ENGR SB	ANALYST: LH
AUTHORS:	Sen. Paxton, Rep. Hilbert	DATE: 5/8/2025
TAX(ES):	Income Tax	
SUBJECT(S):	Parental Choice Tax Credit	
EFFECTIVE DATE:	July 1, 2025	Emergency <input checked="" type="checkbox"/>

ESTIMATED REVENUE IMPACT: This measure is not expected to impact state income tax collections.

FY26: \$0

ANALYSIS: Engrossed House Amendments to Engrossed Senate Bill 684 proposes several amendments to the Parental Choice Tax Credit Act (70 O.S. § 28-101):

- Defines accrediting association.
- Provides a calculation for the homeschool credit cap of \$5 million- dividing \$5 million by the amount of credit claimed two tax years prior.
- Requires DHS and the OHCA to verify whether tax credit applicants receive income-based government benefits, when requested by the OTC.
- Eliminates the current requirement that the private school credit be disbursed in 2 equal installments for private school tuition and fees.
- Sets an application period from March 15 through June 15 prior to the school year.
- Prioritizes credits for eligible students of taxpayers who received the credit in the prior year, regardless of the income of the taxpayer.
- Limits OTC's requirement of reallocation of unused credits before September 1, and any unused credits after that time are added to the subsequent year's fiscal cap.
- Requires participating private schools to submit electronic reports to the OTC by June 15 of each year. These reports must confirm student enrollment and tuition information for the previous fall and spring semesters, along with any other information requested by the OTC.
- Provides that an eligible and participating private school as of April 15, 2025, will have until March 1, 2027, to meet the accreditation requirements.

5/8/25

DATE

Huan Gong

DR. HUAN GONG, CHIEF TAX ECONOMIST

5/13/25

DATE

Marie Schuble

MARIE SCHUBLE, DIVISION DIRECTOR

5/13/25

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.