



BILL/VERSION:	SB 1809 / INTRODUCED	ANALYST: EC
AUTHORS:	Sen. Paxton	DATE: 1/15/2026
TAX(ES):	Ad Valorem	
SUBJECT(S):	Homestead Exemption	
EFFECTIVE DATE:	November 1, 2026	Emergency <input type="checkbox"/>

ESTIMATED REVENUE IMPACT:

FY27: \$272.3 million reduction in revenue to local taxing jurisdictions.

ANALYSIS: SB 1809 amends 68 O.S. § 2889 by increasing the base homestead exemption from \$1,000 to \$5,000 beginning in tax year 2027. The fiscal impact is estimated by applying the \$4,000 increase in exemption to tax year 2025 homestead counts using the most recent available effective millage rates. This estimate applies the exemption to the existing homestead base and does not model changes in homestead-claiming behavior that may occur in response to the exemption outlined in SB 1809.

In addition to the direct impact on local taxing jurisdictions, the proposal may indirectly affect state funding through the school funding formula.

1/23/26

DATE

Huan Gong

DR. HUAN GONG, CHIEF TAX ECONOMIST

1/23/26

DATE

Marie Schuble

MARIE SCHUBLE, DIVISION DIRECTOR

1/26/26

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. This estimate reflects current available data as of the date of issuance and is subject to revision if additional information becomes known.