

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 59<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB4092</b>
<b>Version:</b>	<b>CS</b>
<b>Request Number:</b>	<b>9880</b>
<b>Author:</b>	<b>Rep. Caldwell (Trey)</b>
<b>Date:</b>	<b>2/26/2024</b>
<b>Impact:</b>	<b>Unknown decrease in revenue</b>

**Research Analysis**

The committee substitute for HB4092 establishes a tax deduction for banks and lending institutions for the net interest income received by the lender from qualified agricultural real estate loans, agricultural operating loans or single family residence loans that are attributable to Oklahoma effective tax year 2024.

Prepared By: Quyen Do

**Fiscal Analysis**

In its current form, HB4092 allows certain lending institutions to deduct from net income, the net interest income received from agricultural real estate loans, agriculture operating loans, and single family resident loans attributed to Oklahoma.

The committee substitute does not change the fiscal impact of the bill.

Analysis by the Oklahoma tax Commission:

**REVENUE IMPACT:** Online research indicates approximately \$704.4 billion in interest income was reported for FDIC<sup>1</sup>-insured commercial banks in the U.S. in 2022.<sup>2</sup> **The portion of total net interest income eligible for the proposed deduction is unknown, resulting in an unknown decrease in Oklahoma income tax revenue beginning for FY 2024.**<sup>3</sup>

Prepared By: Zach Penrod

**Other Considerations**

None.