

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB4147
Version:	CS
Request Number:	10656
Author:	Rep. Schreiber
Date:	3/12/2024
Impact:	See Below

Research Analysis

The committee substitute to House Bill 4147 establishes a 30% tax credit to employers to offset childcare expenses their employees incur, capped at \$30,000 per employer per year. The measure also provides a \$1,000 refundable tax credit to qualified childcare workers employed in licensed facilities. These provisions have a sunset date of January 1, 2030.

Prepared By: Matthew Brenchley

Fiscal Analysis

In its current form, HB4147 creates a tax credit to employers for 30% of the amount that an employer spends on certain child care expenses for their employees. This credit is capped at \$30,000 per employer and total credits are capped at \$5,000,000 annually.

The measure also creates a \$1,000 tax credit for qualified childcare workers. The total amount of credits is capped at \$14,000,000 each fiscal year.

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

Analysis by the Oklahoma Tax Commission:

Impact: Given the available information, the expected revenue impact of the proposal is an **estimated decrease in corporate income tax revenue of \$24,000 for FY 2025² and \$60,000 for FY 2026, and an unknown decrease in individual income tax revenue for FY 2026.**

Prepared By: Zach Penrod

Other Considerations

None.