



**BILL/VERSION:** SB 72 PCS (Req. No. 1704) **ANALYST:** TB  
**AUTHORS:** Sen. Kirt and Rep. Munson **DATE:** 2/28/2025  
**TAX(ES):** Income Tax  
**SUBJECT(S):** Credit  
**EFFECTIVE DATE:** November 1, 2025 **Emergency**

**ESTIMATED REVENUE IMPACT:**  
**FY26: Estimated decrease of \$177.164 million in income tax collections.**

**ANALYSIS:** SB 72 proposes to amend 68 O.S. § 5011, relating to the Sales Tax Relief Credit, effective beginning with tax year 2025. The Proposed Committee Substitute for SB 72 (Req. No. 1704) modifies the eligibility thresholds and simplifies the claim amounts compared to the Introduced version.

This measure increases the amount of the credit from \$40 to \$100 per personal exemption for all eligible taxpayers and adjusts the income thresholds as follows:

Gross Household Income Limits						
	Head of Household	Married Filing Joint / 0 Dependents	Married Filing Separate / + dependents	Disabled	65 or older	Single or Married Filing Separate / 0 dependents
<b>Current law</b>	\$50,000	\$20,000	\$50,000	\$50,000	\$50,000	\$20,000
<b>Proposed</b>	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000	\$55,000

For tax year 2022, an estimated \$28.619 million in sales tax relief claims were paid.<sup>1</sup> Increasing the claim amount to \$100 and income eligibility results in an estimated decrease in income tax collections of \$177.164 million. Due to the effective date of this measure, the revenue decrease will occur in FY26 when 2025 tax returns are filed.

<sup>1</sup> Tax Expenditure Report, 2023-2024 – Oklahoma Tax Commission

3/3/25 \_\_\_\_\_ *Huan Gong*  
DATE DR. HUAN GONG, CHIEF TAX ECONOMIST  
3/3/25 \_\_\_\_\_ *Marie Schuble*  
DATE MARIE SCHUBLE, DIVISION DIRECTOR  
3/3/25 \_\_\_\_\_ *Joseph P. Gappa*  
DATE 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.*