

BILL SUMMARY
2nd Session of the 58th Legislature

Bill No.: HB 3350
Version: CS
Request Number: 11010
Author: Mr. Speaker
Date: 3/17/2022
Impact: Tax Commission:

Revenue Decrease:

FY-23: (\$88,741,000)
FY-24: (\$226,549,000)
FY-25: (\$237,976,000)

Research Analysis

Pending

Prepared By: House Research Staff

Fiscal Analysis

The measure reduces the nominal Oklahoma individual income tax rates by one-quarter of one percent (0.25%), effective in tax year 2023. The reduction will establish the top marginal rate at 4.50 percent from the current 4.75 percent. Each intermediate rate will also be reduced by 0.25%.

Microsimulation model analysis indicates the impact to income tax revenue will approach \$88,741,000 in FY-23, \$226,549,000 in FY-24 and \$237,976,000 in FY-25

<u>FY EFFECT INCOME TAX</u>				
	Fiscal Impact			
Tax year 2023	-\$221,853,000			
Tax year 2024	-\$233,593,000			
Tax year 2025	-\$244,551,000			
FY CONVERSION		FY23	FY24	FY25
Tax year 2023	-\$221,853,000	-\$88,741,000	-\$133,112,000	
Tax year 2024	-\$233,593,000		-\$93,437,000	-\$140,156,000
Tax year 2025	-\$244,551,000			-\$97,820,000
	FY TOTAL	-\$88,741,000	-\$226,549,000	-\$237,976,000
Source: Oklahoma Individual Income Tax Micro-Simulation Model.				

Prepared By: Mark Tygret

Other Considerations

None.

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