



FEBRUARY BOARD OF EQUALIZATION

Fact Sheet
Feb. 21, 2017

Total available for FY 18 appropriations (Appendix A-2, pp. 18-19 & Appendix A-1, pp. 16-17):

- Total funds available for expenditure in FY 18: \$6 billion (p. 19).
- \$701.5 million, or 10.4 percent, less than the Legislature appropriated for FY 17 (p. 19).
- \$9.3 million, or 0.2 percent, less than the December estimate (p. 17).
- Does not include \$144.4 million from the CRF (Rainy Day Fund), of which \$27.6 million went to corrections and \$116.8 million to education, or \$32.3 million in agency revolving fund authority.

Changes in major tax source estimates from December to February estimates for FY 18 (Schedule 13, p. 13):

- Personal income tax estimate decreased by \$51.2 million or 2.7 percent.
- Corporate income tax estimate decreased by \$18.5 million or 15.4 percent.
- Sales tax estimates increased by \$30.8 million or 1.6 percent.
- Use tax estimates increased by \$4.9 million or 2.3 percent.
- Gross production taxes on natural gas estimate increased by \$13.9 million or 10.5 percent.
- Gross production taxes estimate for oil increased by \$891,000 or 3.1 percent.
- Motor Vehicle taxes estimate increased by \$13.1 million or 6.3 percent.
- Comparison of energy price assumptions for FY 18:

	December	February*
Natural Gas	\$3.15 mcf	\$3.42 mcf
Oil	\$49.16 bbl	\$50.75 bbl

*February estimate is an average expected price for the remaining five months of the fiscal year.

FY 17 Projections:

- Including all additional changes to the FY 17 projections from the December numbers, it is projected that **total collections to the General Revenue Fund will fall \$296.4 million and 5.7 percent below the official estimate made in June** (Schedule 11, p. 11).
- **This is below the 5 percent cushion provided by the state constitution and projects a shortfall in current-year GRF collections of 0.7 percent.** These projections would not provide for a deposit into the Rainy Day Fund.
- Projections also indicate a deeper shortfall in the Oklahoma Education Reform Revolving Fund (1017 Fund) than was seen in the December packet (Schedule 14, p. 14).

Significant Changes in major tax sources from December to February estimates, for FY-17
(Schedule 12, p. 12):

- Personal income tax estimate decreased by \$72.3 million or 3.8 percent.
- Corporate income tax estimate decreased by \$16.6 million or 15.4 percent.
- Sales tax estimate increased by \$4 million or 0.2 percent.
- Use tax estimate increased by \$1.9 million or 1 percent.
- Gross production taxes on natural gas estimate increased by \$10.5 million or 8.7 percent.
- Gross production taxes on oil increased by \$1.3 million or 6.5 percent.
- Motor Vehicle estimate increased by \$10.8 million or 5.2 percent.
- Comparison of energy price assumptions for FY 17, remaining months:

	Budget Estimate	December	February*
Natural Gas	\$2.61 mcf	\$2.78 mcf	\$2.82 mcf
Oil	\$40.29 bbl	\$44.37 bbl	\$45.91 bbl

*February estimate is an average expected price for the remaining five months of the fiscal year.

