For Immediate Release: September 7, 2017

Twelve-Month Gross Receipts to the Treasury Turn Positive for First Time in Two Years

OKLAHOMA CITY – Total Gross Receipts to the Treasury during the past 12 months are higher than collections during the prior 12 months for the first time since August 2015, and monthly gross receipts topped collections from the same month of last year for a seventh time since January, State Treasurer Ken Miller announced today.

Gross receipts for the past 12 months exceeded collections from the prior 12 months by $79 million, or 0.7 percent, and collections during August were more than the same month of last year by $47.4 million, or 5.7 percent, Miller said.

“Oklahoma’s economic recovery, slow and steady, continued through August,” Miller said. “The energy sector remains the primary driver of the state’s economic expansion as evidenced by the continued rise in oil field employment and gross production tax payments.”

August gross production tax collections are higher than the prior year for an eleventh consecutive month. Monthly receipts from the production of oil and natural gas generated $43.8 million, an increase of $11.9 million, or 37.6 percent. In the past 12 months, gross production receipts are up by $119 million, or 34.3 percent.

In August, sales and individual income tax collections were also ahead of the prior year, while corporate income and motor vehicle tax payments were lower. During the last 12 months, gross production, sales and motor vehicle taxes are all higher than the prior period. Only individual and corporate income tax receipts remain below those of the previous 12 months.

New revenue contributes to bottom line

Legislation enacted last session that generates additional revenue for the state had an impact on gross receipts for the first time in August, adding $16.7 million to the bottom line. The largest amount, $10.7 million, came from the new 1.25 percent state sales tax on motor vehicles. A $5 fee on motor vehicle registration boosted collections by $1.7 million for the month.

Elimination and suspension of gross production tax rebate payments added $3 million to gross collections. Beginning next month, the state will start to see the impact of raising the 1 percent horizontal drilling gross production tax rate to 4 percent.

(more)
Ending a discount for businesses that remit sales tax generated an additional $1.2 million for the month. A new fee assessed on professional sports tickets contributed $34,855.

Other indicators

Oklahoma’s seasonally-adjusted unemployment rate rose by one-tenth of a percentage point to 4.4 percent in July, according to figures released by the Oklahoma Employment Security Commission. State jobless numbers improved by seven-tenths of a percentage point over the year. The U.S. jobless rate was set at 4.3 percent for the month.

After dropping below growth neutral in July, the Oklahoma Business Conditions Index reentered growth territory in August. The overall index was set at 56.2 from 49.4 in July. Numbers above 50 indicate anticipated positive economic growth in the next three to six months. The index has been above 50 during seven of the past eight months.

August collections

Receipts for August set gross collections at $879.7 million, up $47.4 million, or 5.7 percent, from August 2016.

Gross income tax collections, a combination of personal and corporate income taxes, generated $253.6 million, a decrease of $638,000, or 0.3 percent, from the previous August.

Individual income tax collections for the month are $246.7 million, up by $4.1 million, or 1.7 percent, from the prior year. Corporate collections are $6.8 million, a decrease of $4.7 million, or 40.7 percent.

Sales tax collections, including remittances on behalf of cities and counties, total $380.9 million in August. That is $29.6 million, or 8.4 percent, more than August 2016.

Gross production taxes on oil and natural gas generated $43.8 million in August, an increase of $11.9 million, or 37.6 percent, from last August. Compared to July reports, gross production collections are up by $1.8 million, or 4.4 percent.

Motor vehicle taxes produced $67.9 million, down by $729,000, or 1.1 percent, from the same month of last year.

Other collections, consisting of about 60 different sources including use taxes, along with taxes on fuel, tobacco, horse race gambling and alcoholic beverages, produced $133.5 million during the month. That is $7.2 million, or 5.7 percent, more than last August.

Twelve-month collections

Gross revenue totals $11.1 billion from the past 12 months. That is $79 million, or 0.7 percent, more than collections from the previous 12 months.

(more)
Gross income taxes generated $3.9 billion for the September 2016-August 2017 period, reflecting a decrease of $147 million, or 3.6 percent, from the September 2015-August 2016 period.

Individual income tax collections total $3.5 billion, down by $38.3 million, or 1.1 percent, from the prior 12 months. Corporate collections are $399 million for the period, a decrease of $108.7 million, or 21.4 percent, over the previous period.

Sales taxes for the period generated $4.3 billion, an increase of $36.7 million, or 0.9 percent, from the prior year.

Oil and gas gross production tax collections brought in $466.1 million during the past 12 months, up by $119 million, or 34.3 percent, from the previous 12-month period.

Motor vehicle collections total $760.4 million for the period. This is an increase of $7.3 million, or 1 percent, from the trailing period.

Other sources generated $1.6 billion, up by $62.9 million, or 4 percent, from the previous 12 months.

**About Gross Receipts to the Treasury**

Since March 2011, the Office of the State Treasurer has issued the monthly Gross Receipts to the Treasury report, which provides a timely and broad view of the state’s macro economy.

It is provided in conjunction with the General Revenue Fund allocation report from the Office of Management and Enterprise Services, which provides important information to state agencies for budgetary planning purposes.

The General Revenue Fund receives less than half of the state’s gross receipts with the remainder paid in rebates and refunds, remitted to cities and counties, and placed into off-the-top earmarks to other state funds.

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**For more information contact:**
Tim Allen, Deputy Treasurer for Communications & Program Administration  
(405) 522-4212
## Gross Receipts to Treasury

### PRELIMINARY

<table>
<thead>
<tr>
<th>Income Tax</th>
<th>August-16</th>
<th>August-17</th>
<th>Variance From Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>254.2</td>
<td>253.6</td>
<td>(0.6) -0.3%</td>
</tr>
<tr>
<td>Gross Production</td>
<td>31.8</td>
<td>43.8</td>
<td>11.9 37.6%</td>
</tr>
<tr>
<td>Sales Tax (1)</td>
<td>351.2</td>
<td>380.9</td>
<td>29.6 8.4%</td>
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<tr>
<td>Motor Vehicle</td>
<td>68.7</td>
<td>67.9</td>
<td>(0.7) -1.1%</td>
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<tr>
<td>Other Sources (2)</td>
<td>126.3</td>
<td>133.5</td>
<td>7.2  5.7%</td>
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</table>

**TOTAL REVENUE**

<table>
<thead>
<tr>
<th></th>
<th>August-16</th>
<th>August-17</th>
<th>Variance From Prior Year</th>
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<tbody>
<tr>
<td></td>
<td>832.2</td>
<td>879.7</td>
<td>47.4 5.7%</td>
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</table>

(1) Includes Collections for Counties and Municipalities
(2) Gross Collections from OTC
Details may not sum due to rounding.

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### MONTHLY COMPARISON

<table>
<thead>
<tr>
<th></th>
<th>August-16</th>
<th>August-17</th>
<th>Monthly Gross Receipts vs. Prior Year</th>
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<tbody>
<tr>
<td><strong>Gross Receipts to Treasury</strong></td>
<td>$125</td>
<td>$100</td>
<td>$75</td>
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<tr>
<td><strong>Sep-16</strong></td>
<td><strong>Oct-16</strong></td>
<td><strong>Nov-16</strong></td>
<td><strong>Dec-16</strong></td>
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<tr>
<td>Income Tax</td>
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<td></td>
<td></td>
</tr>
<tr>
<td>Sales Tax</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Motor Vehicle</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Other</td>
<td></td>
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</tbody>
</table>

**Office of the State Treasurer**
# Gross Receipts to Treasury

## 12 Month Period Ending
**SEPT 16 - AUG 2017**

<table>
<thead>
<tr>
<th>Prior Year</th>
<th>Current Year</th>
<th>Variance From Prior Year</th>
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</thead>
<tbody>
<tr>
<td></td>
<td>SEPT 15 ‐ AUG 16</td>
<td>SEPT16 ‐ AUG17</td>
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<tr>
<td><strong>Income Tax</strong></td>
<td>4,087.0</td>
<td>3,940.0</td>
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<tr>
<td><strong>Gross Production</strong></td>
<td>347.0</td>
<td>466.1</td>
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<tr>
<td><strong>Sales Tax (1)</strong></td>
<td>4,242.4</td>
<td>4,279.1</td>
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<tr>
<td><strong>Motor Vehicle</strong></td>
<td>753.1</td>
<td>760.4</td>
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<td><strong>Other Sources (2)</strong></td>
<td>1,569.3</td>
<td>1,632.3</td>
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<tr>
<td><strong>TOTAL REVENUE</strong></td>
<td>10,998.9</td>
<td>11,077.9</td>
</tr>
</tbody>
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(1) Includes Collections for Counties and Municipalities

(2) Gross Collections from OTC

Details may not sum due to rounding.

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## 12-Month Gross Receipts

12-months ending August 2008 – 12-months ending August 2017

(in millions)

- January 2008: $9,000
- February 2008: $9,364
- December 2008: $11,284
- February 2015: $12,103
- August 2017: $11,078

NOTE: Shaded area denotes U.S. recession.

Office of the State Treasurer
Gross Receipts to Treasury

Total Gross Production Tax Collections

Revenue Sources as Percentage of Whole

Aug 12 months ending
15% 36%
29% 7%
8% 39%
15% 4%
43% 4%
5% 4%

(1) Includes Collections for Counties and Municipalities
(2) Gross Collections from OTC