February Gross Receipts to the Treasury show Oklahoma’s economy continues to expand, but the Russian invasion of Ukraine raises many concerns including inflationary pressure, State Treasurer Randy McDaniel said today.

February gross receipts of $1.06 billion are up by almost 12 percent compared to the same month of last year. That is a record high for February collections but reflect the slowest rate of growth in seven months. Twelve-month receipts of $15.61 billion are up by more than 19 percent compared to the prior period.

Treasurer McDaniel urged caution in spite of the growth in revenue collections.

“The repercussions from Russia’s invasion of Ukraine are only beginning to be felt,” McDaniel said. “The attack has caused death and destruction to the people of Ukraine, and it presents an unacceptable threat to the economic stability here at home.”

The annual inflation rate hit 7.5 percent in January, up one-half of a percentage point from December. The Ukrainian War-fueled upsurge in oil prices and the spillover effect of Russian sanctions are expected to impact inflation in the months ahead.

Gross production collections in February jumped by 95.3 percent. Those monthly payments come from December sales when West Texas Intermediate crude oil averaged $70.71 per barrel and Henry Hub natural gas was priced at $3.76 per million BTU. Increased gross production collections are expected in the coming months. February prices, to be reflected in April receipts, averaged $91.64 for crude oil and $4.69 for natural gas.

The gross receipts report for February shows growth in all major revenue streams.
February Gross Receipts

Combined individual and corporate receipts rose by 9.1 percent, sales taxes were up 6.5 percent, and motor vehicle collections increased by 17.5 percent.

Twelve-month collections rose by $2.5 billion, or 19.1 percent, compared to the previous 12 months with all four major revenue streams showing expansion ranging from 130.3 percent in gross production receipts to 13.5 percent in total income tax.

Other indicators

The monthly Oklahoma Business Conditions Index improved in spite of concerns with the Russian invasion of Ukraine. The February index was set at 68.1, up from 59.6 in January, but down from 70.3 in December. The outlook remains positive as numbers above 50 indicate expected expansion during the next three to six months.

The Oklahoma unemployment rate in January will not be released until the middle of March. The state’s rate in December was reported as 2.3 percent by the U.S. Bureau of Labor Statistics. The U.S. jobless rate ticked up to 4 percent in January from 3.9 percent in December.

February collections

Compared to gross receipts from February 2021, collections in February 2022 show:

- Total monthly gross collections are $1.06 billion, up $113.2 million, or 11.9 percent.
- Gross income tax collections, a combination of individual and corporate income taxes, generated $318.6 million, up by $26.6 million, or 9.1 percent.
  - Individual income tax collections are $302.6 million, an increase of $16.4 million, or 5.7 percent.
  - Corporate collections are $16 million, up by $10.2 million, or 177 percent.
- Combined sales and use tax collections, including remittances on behalf of cities and counties, total $478.3 million – up by $29.2 million, or 6.5 percent.
  - Sales tax collections total $407.3 million, an increase of $22.9 million, or 5.9 percent.
  - Use tax receipts, collected on out-of-state purchases including internet sales, generated $70.9 million, an increase of $6.3 million, or 9.8 percent.
- Gross Production collections rose by 95.3 percent, the largest growth among the major revenue streams.
  - Motor Vehicle collections increased by 17.5 percent.
- Other Sources collections increased by 4.2 percent.

Monthly Gross Receipts vs. Prior Year

<table>
<thead>
<tr>
<th>Revenue Source</th>
<th>Variance From Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$</td>
</tr>
</tbody>
</table>
| Total Income Tax        | 266.6 318.6            | 26.6      | 9.1%
| Individual              | 286.2 302.6            | 16.4      | 5.7%
| Corporate               | 5.8 16.0               | 10.2      | 177.0%
| Sales & Use Tax (1)     | 449.1 478.3            | 29.2      | 6.5%
| Sales Tax               | 384.5 407.3            | 22.9      | 5.9%
| Use Tax                 | 64.6 70.9              | 6.3       | 9.8%
| Gross Production        | 45.9 89.6              | 43.7      | 95.3%
| Motor Vehicle           | 50.9 59.9              | 8.9       | 17.5%
| Other Sources (2)       | 113.0 117.7            | 4.7       | 4.2%
| TOTAL REVENUE           | 950.8 1,064.0          | 113.2     | 11.9% 

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

Source: Office of the State Treasurer
February Gross Receipts

- Gross production taxes on oil and natural gas total $89.6 million, an increase of $43.7 million, or 95.3 percent.
- Motor vehicle taxes produced $59.9 million, up by $8.9 million, or 17.5 percent.

- Other collections composed of some 60 different sources including taxes on fuel, tobacco, medical marijuana, and alcoholic beverages, produced $117.7 million – up by $4.7 million, or 4.2 percent.
  - The medical marijuana tax produced $4.5 million, down by $981,460, or 17.9 percent from February 2021.

Twelve-month collections

Combined gross receipts for the past 12 months compared to the previous period show:

- Gross revenue totals $15.61 billion. That is $2.5 billion, or 19.1 percent, above collections from the previous period.
- Gross income taxes generated $5.37 billion, an increase of $637.1 million, or 13.5 percent.
  - Individual income tax collections total $4.47 billion, up by $382.3 million, or 9.4 percent.
  - Corporate collections are $897.3 million, an increase of $254.8 million, or 39.6 percent.
- Combined sales and use taxes generated $6.39 billion, an increase of $871.8 million, or 15.8 percent.
  - Gross sales tax receipts total $5.44 billion, up by $730.9 million, or 15.5 percent.
  - Use tax collections generated $950.9 million, an increase of $140.9 million, or 17.4 percent.
- Oil and gas gross production tax collections generated $1.29 billion, up by $730.4 million, or 130.3 percent.
- Motor vehicle collections total $881.6 million, an increase of $112.5 million, or 14.6 percent.

### 12-Month Gross Receipts

12 months ending Aug. 2008 – 12 months ending Feb. 2022 (in $ billions)

<table>
<thead>
<tr>
<th></th>
<th>Mar 20-Feb 21</th>
<th>Mar 21-Feb 22</th>
<th>Variance From Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total Income Tax</strong></td>
<td>4,729.3</td>
<td>5,366.4</td>
<td>637.1</td>
</tr>
<tr>
<td>Individual</td>
<td>4,086.7</td>
<td>4,469.0</td>
<td>382.3</td>
</tr>
<tr>
<td>Corporate</td>
<td>642.6</td>
<td>897.3</td>
<td>254.8</td>
</tr>
<tr>
<td><strong>Sales and Use Tax (1)</strong></td>
<td>5,517.2</td>
<td>6,389.0</td>
<td>871.8</td>
</tr>
<tr>
<td>Sales Tax</td>
<td>4,707.1</td>
<td>5,438.1</td>
<td>730.9</td>
</tr>
<tr>
<td>Use Tax</td>
<td>810.0</td>
<td>950.9</td>
<td>140.9</td>
</tr>
<tr>
<td>Gross Production</td>
<td>560.3</td>
<td>1,290.7</td>
<td>730.4</td>
</tr>
<tr>
<td>Motor Vehicle</td>
<td>769.2</td>
<td>881.6</td>
<td>112.5</td>
</tr>
<tr>
<td>Other Sources (2)</td>
<td>1,536.4</td>
<td>1,683.1</td>
<td>146.7</td>
</tr>
<tr>
<td><strong>TOTAL REVENUE</strong></td>
<td>13,112.4</td>
<td>15,610.9</td>
<td>2,498.5</td>
</tr>
</tbody>
</table>

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

Shaded area denotes U.S. recessions.

Source: Office of the State Treasurer
February Gross Receipts

- Other sources generated $1.68 billion, up by $146.7 million, or 9.6 percent.
  - Medical marijuana taxes generated $64.9 million, up by $4.5 million, or 7.5 percent.

About Gross Receipts to the Treasury

The monthly Gross Receipts to the Treasury report, developed by the state treasurer’s office, provides a timely and broad view of the state’s economy.

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

The General Revenue Fund, the state’s main operating account, receives less than half of the state’s gross receipts with the remainder apportioned to other state funds, remitted to cities and counties, and paid in rebates and refunds.

Revenue Sources as Percentage of Whole

Gross Production (Extraction) Tax Collections

Revenue Sources as Percentage of Whole

Gross Receipts to the Treasury

More information

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Archived reports dating to March 2011: https://go.usa.gov/xfu5Q
Economic Indicators

Unemployment Rate
January 1980 – December 2021

Shaded areas denote U.S. recessions
Source: Bureau of Labor Statistics

Gross Receipts vs. Oil & Gas Employment
January 2008 – February 2022

Shaded areas denote U.S. recessions
Sources: BLS & State Treasurer

Business Conditions Index
January 2011 – February 2022

This graph predicts three-to-six-month economic movement by tracking leading indicators, including new orders, production, inventories, employment, delivery lead time and prices. Numbers above 50 indicate anticipated expansion.
Shaded area denotes U.S. recession
Source: Creighton University

Oklahoma Stock Index
January 2009 – February 2022

Avg=$44.30
Shaded areas denote U.S. recessions
Source: Office of the State Treasurer

Oklahoma Crude Oil Prices & Active Rigs
January 2011 – February 2022

Shaded area denotes U.S. recession
Sources: Baker Hughes & U.S. EIA

Oklahoma Natural Gas Prices & Active Rigs
January 2011 – February 2022

Shaded area denote U.S. recessions
Sources: Baker Hughes & U.S. EIA