



**SCOTT MEACHAM
OKLAHOMA STATE TREASURER**

For Immediate Release: February 13, 2007

January General Revenue Collections Top Estimate

OKLAHOMA CITY – General Revenue Fund collections for the month of January were above the prior year and estimate, State Treasurer Scott Meacham reported today.

Preliminary reports show General Revenue Fund collections for January totaled \$576.8 million. That amount was:

- \$ 8.4 million or 1.5 percent above the prior year; and
- \$ 4.8 million or 0.8 percent above the estimate.

Collections for the month in three of the four major tax categories failed to meet either prior year collections or the estimate; however, Treasurer Meacham said he is not overly concerned at this point.

“We are closely watching collections,” he said. “We expected a dip in gross production tax collections with the drop in energy prices. Sales tax collections were likely affected by the ice storm that paralyzed most of the state during mid-January. Other indicators, however, show our economy remains strong.

“Specifically, the steady growth of our income tax collections shows Oklahoma’s economy is still expanding.”

Meacham said he is looking forward to receiving updated revenue projections for the current and next fiscal years when the State Board of Equalization meets next week.

“Preliminary data we have received shows Oklahoma’s economy is on track to grow well into the future,” he said.

Income taxes produced \$298.9 million, which was \$6.3 million or 2.1 percent above the prior year and \$5.2 million or 1.8 percent above the estimate.

The state sales tax produced \$132.2 million for the month, which was \$1.7 million or 1.3 percent below the prior year and \$4.7 million or 3.5 percent below the estimate.

(more)

The gross production tax on natural gas yielded \$55.6 million for the month, which was \$16.8 million or 23.2 percent below the prior year and \$14.6 million or 20.8 percent below the estimate.

Motor vehicle taxes produced \$18.9 million, which was \$2.3 million or 10.6 percent below the prior year and \$0.6 million or 3 percent below the estimate.

Investment of state funds by Treasurer Meacham produced \$9.6 million for the month. That was \$3.1 million or 32.8 percent more than the previous year.

Other revenue, which includes the Treasurer's investment earnings, produced \$71.2 million for the month of January. This was \$22.8 million or 47.2 percent above the prior year and \$19.5 million or 37.6 percent above the estimate.

For the fiscal year to date, collections continue to exceed the prior year and estimate. Total General Revenue collections for the first seven months of the fiscal year were \$3.4 billion. That is \$184.9 million or 5.7 percent above the prior year and \$113.3 million or 3.4 percent above the estimate.

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EDITORS NOTE: The Board of Equalization will meet Tuesday, February 20, at 10:30 A.M. in the Governor's Large Conference Room to consider final certification of revenue for the FY-2008 fiscal year. Included in the presentation to the Board will be an update of the projected revenue collections for the current fiscal year, FY-2007.

For more information contact:

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General Revenue Comparisons With Prior Year

CHART I

PRELIMINARY

MONTHLY COMPARISON

SUMMARY January 2007

| (In \$ millions) | FY-06 Actual | FY-07 Actual | Variance From Prior Year | |
|------------------------------|---------------|---------------|--------------------------|--------------|
| | January, 2006 | January, 2007 | \$ | % |
| Net Income Tax | 292.7 | 298.9 | 6.3 | 2.1% |
| Gross Production | 72.4 | 55.6 | -16.8 | -23.2% |
| Sales Tax | 133.9 | 132.2 | -1.7 | -1.3% |
| Motor Vehicle | 21.2 | 18.9 | -2.3 | -10.6% |
| Subtotal: Major Taxes | 520.1 | 505.7 | -14.4 | -2.8% |
| Other Sources (1) | 48.4 | 71.2 | 22.8 | 47.2% |
| TOTAL GEN REVENUE | 568.5 | 576.8 | 8.4 | 1.5% |
| Less 1-time receipts | 0.0 | 0.0 | 0.0 | 0.0% |
| Recurring Rev. (2) | 568.5 | 576.8 | 8.4 | 1.5% |

PRELIMINARY

7 MONTH YEAR TO DATE

SUMMARY January 2007

| (In \$ millions) | FY-06 Actual | FY-07 Actual | Variance From Prior Year | |
|------------------------------|-------------------|-------------------|--------------------------|-------------|
| | Thru January 2006 | Thru January 2007 | \$ | % |
| Net Income Tax | 1,530.2 | 1,631.6 | 101.4 | 6.6% |
| Gross Production | 388.3 | 322.5 | -65.7 | -16.9% |
| Sales Tax | 847.9 | 895.6 | 47.7 | 5.6% |
| Motor Vehicle | 130.8 | 143.2 | 12.4 | 9.5% |
| Subtotal: Major Taxes | 2,897.2 | 2,993.0 | 95.7 | 3.3% |
| Other Sources (1) | 330.7 | 419.8 | 89.1 | 27.0% |
| TOTAL GEN REVENUE | 3,227.9 | 3,412.8 | 184.9 | 5.7% |
| Less 1-time receipts | 0.0 | 0.0 | 0.0 | 0.0% |
| Recurring Rev. (2) | 3,227.9 | 3,412.8 | 184.9 | 5.7% |

(1) Other sources revenue estimated pending final accounting.

(2) Recurring revenue after subtracting one-time funds.

Details may not sum due to rounding.

Office of the State Treasurer

General Revenue Comparisons With Estimate

CHART II

PRELIMINARY

MONTHLY COMPARISON

SUMMARY January 2007

| (In \$ millions) | FY-07 Estimate | FY-07 Actual | Variance From Estimate | |
|------------------------------|----------------|---------------|------------------------|--------------|
| | January. 2007 | January. 2007 | \$ | % |
| Net Income Tax | 293.7 | 298.9 | 5.2 | 1.8% |
| Gross Production | 70.2 | 55.6 | -14.6 | -20.8% |
| Sales Tax | 136.9 | 132.2 | -4.7 | -3.5% |
| Motor Vehicle | 19.5 | 18.9 | -0.6 | -3.0% |
| Subtotal: Major Taxes | 520.4 | 505.7 | -14.7 | -2.8% |
| Other Sources (1) | 51.7 | 71.2 | 19.5 | 37.6% |
| TOTAL GEN REVENUE | 572.1 | 576.8 | 4.8 | 0.8% |
| Less 1-time receipts | 0.0 | 0.0 | 0.0 | 0.0% |
| Recurring Rev. (2) | 572.1 | 576.8 | 4.8 | 0.8% |

PRELIMINARY

7 MONTH YEAR TO DATE

SUMMARY January 2007

| (In \$ millions) | FY-07 Estimate | FY-07 Actual | Variance From Estimate | |
|------------------------------|-------------------|-------------------|------------------------|-------------|
| | Thru January 2007 | Thru January 2007 | \$ | % |
| Net Income Tax | 1,540.8 | 1,631.6 | 90.8 | 5.9% |
| Gross Production | 397.4 | 322.5 | -74.8 | -18.8% |
| Sales Tax | 873.5 | 895.6 | 22.1 | 2.5% |
| Motor Vehicle | 127.8 | 143.2 | 15.4 | 12.1% |
| Subtotal: Major Taxes | 2,939.5 | 2,993.0 | 53.5 | 1.8% |
| Other Sources (1) | 360.0 | 419.8 | 59.8 | 16.6% |
| TOTAL GEN REVENUE | 3,299.5 | 3,412.8 | 113.3 | 3.4% |
| Less 1-time receipts | 0.0 | 0.0 | 0.0 | 0.0% |
| Recurring Rev. (2) | 3,299.5 | 3,412.8 | 113.3 | 3.4% |

(1) Other sources revenue estimated pending final accounting.

(2) Recurring revenue after subtracting one-time funds.

Details may not sum due to rounding.