



**SCOTT MEACHAM
OKLAHOMA STATE TREASURER**

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May Revenue Collections Top Estimate

OKLAHOMA CITY – Oklahoma’s economy continues to perform well as General Revenue Fund collections for the month of May exceeded state estimates, State Treasurer Scott Meacham announced today.

Preliminary reports show General Revenue Fund collections for May totaled \$435.2 million. That amount was:

- \$4.8 million or 1.1 percent below the prior year; and
- \$6.6 million or 1.5 percent above the estimate.

“Oklahoma’s economy is still improving,” Meacham said. “The ongoing growth in sales tax collections is a key indicator that our economy is doing well. Income tax collections are also strong when tax cuts enacted at the start of the year are factored in.”

On January 1, 2007, the personal income tax rate dropped from 6.25 percent to 5.65 percent.

Net income taxes, a combination of personal and corporate income taxes, produced \$159.2 million, which was \$2.7 million or 1.7 percent below the prior year and \$14.9 million or 10.3 percent above the estimate.

Personal income tax collections for the month were \$154.9 million. That is \$0.3 million or 0.2 percent below the prior year and \$15 million or 10.7 percent above the estimate. Corporate income tax collections were \$4.4 million. That is \$2.4 million or 35.6 percent below the prior year and \$0.1 million or 1.7 percent below the estimate.

The state sales tax produced \$125.5 million for the month, which was \$5.3 million or 4.4 percent above the prior year and 1.1 million or 0.9 percent above the estimate.

Gross production taxes on oil and natural gas yielded \$68.1 million for the month, which was \$4.2 million or 5.8 percent below prior year collections and \$13.1 million or 16.2 percent below the estimate.

(more)

Motor vehicle taxes produced \$23.8 million, which was \$4.2 million or 21.4 percent above the prior year and \$6.3 million or 36.3 percent above the estimate.

For the month of May, investments by Treasurer Meacham yielded \$16.3 million for the month. That is \$1 million or 6.3 percent above the prior year. For the first 11 months of the fiscal year, the Treasurer's investments have generated \$136.1 million. That is \$37.9 million or 38.6 percent above the previous year.

Other revenue, including the Treasurer's investment earnings along with taxes on insurance, inheritance, alcoholic beverages and others, produced \$58.5 million for the month of May. This was \$7.4 million or 11.2 percent below the prior year and \$2.6 million or 4.3 percent below the estimate.

Overall, year-to-date collections are \$206 million over the estimate-to-date, ensuring a maximum deposit into the state's Rainy Day Fund.

The maximum balance of the Rainy Day Fund is limited to 10 percent of the prior year certified General Revenue Fund collections which was \$571.6 million in FY-2006. The fund currently has a balance of \$495.7 million, allowing a maximum deposit of \$75.9 million.

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General Revenue Comparisons With Prior Year

CHART I

PRELIMINARY (In \$ millions)	MONTHLY COMPARISON		SUMMARY May 2007	
	FY-06 Actual May 2006	FY-07 Actual May 2007	Variance From Prior Year \$	Variance From Prior Year %
Net Income Tax	161.9	159.2	-2.7	-1.7%
Gross Production	72.3	68.1	-4.2	-5.8%
Sales Tax	120.3	125.5	5.3	4.4%
Motor Vehicle	19.6	23.8	4.2	21.4%
Subtotal: Major Taxes	374.1	376.6	2.6	0.7%
Other Sources (1)	65.9	58.5	-7.4	-11.2%
TOTAL GEN REVENUE	440.0	435.2	-4.8	-1.1%
Less 1-time receipts	0.0	0.0	0.0	0.0%
Recurring Rev. (2)	440.0	435.2	-4.8	-1.1%

PRELIMINARY (In \$ millions)	11 MONTH YEAR TO DATE		SUMMARY May 2007	
	FY-06 Actual Thru May 2006	FY-07 Actual Thru May 2007	Variance From Prior Year \$	Variance From Prior Year %
Net Income Tax	2,353.3	2,480.3	126.9	5.4%
Gross Production	665.5	573.4	-92.0	-13.8%
Sales Tax	1,326.6	1,395.0	68.4	5.2%
Motor Vehicle	207.8	231.6	23.8	11.4%
Subtotal: Major Taxes	4,553.2	4,680.3	127.0	2.8%
Other Sources (1)	571.1	667.4	96.3	16.9%
TOTAL GEN REVENUE	5,124.3	5,347.7	223.3	4.4%
Less 1-time receipts	0.0	0.0	0.0	0.0%
Recurring Rev. (2)	5,124.3	5,347.7	223.3	4.4%

(1) Other sources revenue estimated pending final accounting.

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

Details may not sum due to rounding.

General Revenue Comparisons With Estimate

CHART II

PRELIMINARY (In \$ millions)	MONTHLY COMPARISON		SUMMARY May 2007	
	FY-07 Estimate	FY-07 Actual	Variance From Estimate	
	May 2007	May 2007	\$	%
Net Income Tax	144.3	159.2	14.9	10.3%
Gross Production	81.2	68.1	-13.1	-16.2%
Sales Tax	124.4	125.5	1.1	0.9%
Motor Vehicle	17.5	23.8	6.3	36.3%
Subtotal: Major Taxes	367.4	376.6	9.2	2.5%
Other Sources (1)	61.1	58.5	-2.6	-4.3%
TOTAL GEN REVENUE	428.5	435.2	6.6	1.5%
Less 1-time receipts	0.0	0.0	0.0	0.0%
Recurring Rev. (2)	428.5	435.2	6.6	1.5%

PRELIMINARY (In \$ millions)	11 MONTH YEAR TO DATE		SUMMARY May 2007	
	FY-07 Estimate	FY-07 Actual	Variance From Estimate	
	Thru May 2007	Thru May 2007	\$	%
Net Income Tax	2,281.6	2,480.3	198.6	8.7%
Gross Production	693.8	573.4	-120.4	-17.4%
Sales Tax	1,359.6	1,395.0	35.4	2.6%
Motor Vehicle	199.0	231.6	32.6	16.4%
Subtotal: Major Taxes	4,534.1	4,680.3	146.2	3.2%
Other Sources (1)	607.6	667.4	59.8	9.8%
TOTAL GEN REVENUE	5,141.7	5,347.7	206.0	4.0%
Less 1-time receipts	0.0	0.0	0.0	0.0%
Recurring Rev. (2)	5,141.7	5,347.7	206.0	4.0%

(1) Other sources revenue estimated pending final accounting.

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

Details may not sum due to rounding.