



**SCOTT MEACHAM
OKLAHOMA STATE TREASURER**

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September Revenue Collections Sufficient To Cover Reduced Monthly Spending Obligations

OKLAHOMA CITY – Revenue collections from the month of September are sufficient to cover currently reduced spending obligations, State Treasurer Scott Meacham announced today.

“Monthly collections in September continue to be well below the official tax commission estimates and last year’s actual collections,” Meacham said. “As expected, however, revenue is adequate to cover monthly allocations that, for a third consecutive month will need to be reduced by five percent of what was appropriated.”

State Finance Director Michael Clingman ordered a continuation of the five-percent cutback in allocations to each state agency that was instituted in August. The five-percent reduction in October’s allocation of annual appropriations represents a total cut of \$21 million for the month.

“Monthly allocations are again being reduced by five percent,” Clingman said. “However, unlike our action of the past two months, we were able to make this allocation without transferring cash reserves.”

Meacham said he and Governor Henry are continuing their dialogue with legislative leaders to ensure the ongoing provision of essential state services.

“State leaders are committed to making sure state government continues to operate in spite of the ongoing recession and the effects of low natural gas prices on state revenue collections,” Meacham said.

September Collections

Preliminary reports show general revenue fund collections totaled \$433.9 million for September. That amount is:

- \$186.8 million or 30.1 percent below the prior year; and
- \$178.7 million or 29.2 percent below the estimate.

(more)

Net income taxes, a combination of personal and corporate incomes tax collections, yielded \$235 million to the general revenue fund in September, which is \$68.3 million or 22.5 percent below the prior year and \$76.2 million or 24.5 percent below the estimate.

Individual income tax collections produced \$198.5 million, which is \$34.1 million or 14.7 percent below the prior year and \$30.9 million or 13.5 percent below the estimate. Corporate returns produced \$36.5 million, which is \$34.2 million or 48.4 percent below the prior year and \$45.3 million or 55.4 percent below the estimate.

Sales taxes produced \$121.8 million for general revenue, down \$21 million or 14.7 percent from the prior year and \$30.3 million or 19.9 percent below the estimate for the month.

The gross production tax on natural gas accounted for \$16.8 million for September, which is \$81.9 million or 82.9 percent below the prior year and \$53.7 million or 76.1 percent below the estimate.

Motor vehicle taxes produced \$16.2 million, which is \$3 million or 15.6 percent below the prior year, but \$0.8 million or 5 percent above the estimate.

Other revenue, which includes investment earnings along with taxes on insurance, inheritance, alcoholic beverages and others, produced \$44 million in September. This is \$12.5 million or 22.1 percent below the prior year and \$19.2 million or 30.3 percent below the estimate.

The treasurer's investment earnings totaled \$9.8 million for the month, which is \$3.7 million below the prior year.

First Quarter Collections

Year-to-date collections for the first quarter of the fiscal year totaled \$1.106 billion. That amount is:

- \$462.1 million or 29.5 percent below the prior year; and
- \$388.3 million or 26 percent below the estimate.

Net income tax collections for the quarter are below the prior year. Collections totaled \$487.7 million -- \$130.2 million or 21.1 percent below the prior year, and \$118 million or 19.5 percent below the estimate.

Personal income tax collections produced \$450.4 million, which is \$89.4 million or 16.6 percent less than the prior year, and \$65 million or 12.6 percent below the estimate. Corporate collections for the quarter totaled \$37.3 million, \$40.7 million or 52.2 percent below the prior year and \$53 million or 58.7 percent below the estimate.

Sales tax collections for the first three months of the fiscal year totaled \$378.6 million. This is \$58.7 million or 13.4 percent below the prior year and \$87.1 million or 18.7 percent below the estimate.

(more)

Gross production tax collections for the quarter were \$59.8 million -- \$225.6 million or 79.1 percent below the prior year and \$144.1 million or 70.7 percent below the estimate.

Motor vehicle tax collections brought \$34.9 million to the general revenue fund during the first quarter. This is \$21.9 million or 38.6 percent below the prior year and \$10.8 million or 23.7 percent below the estimate.

Other sources totaled \$144.9 million for the quarter, which is \$25.7 million or 15.1 percent below the prior year and \$28.3 million or 16.3 percent below the estimate. Investment earnings brought \$31.6 million to the general revenue fund, which is \$8.1 million below the prior year.

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General Revenue Comparisons With Prior Year

CHART I

PRELIMINARY

MONTHLY COMPARISON

SUMMARY Sept 2009

(In \$ millions)	FY-09 Actual	FY-10 Actual	Variance From Prior Year	
	Sept 2008	Sept 2009	\$	%
Net Income Tax	303.3	235.0	-68.3	-22.5%
Gross Production	98.8	16.8	-81.9	-82.9%
Sales Tax	142.8	121.8	-21.0	-14.7%
Motor Vehicle	19.2	16.2	-3.0	-15.6%
Subtotal: Major Taxes	564.1	389.8	-174.3	-30.9%
Other Sources (1)	56.5	44.0	-12.5	-22.1%
TOTAL GEN REVENUE	620.6	433.9	-186.8	-30.1%
Less 1-time receipts	0.0	0.0	0.0	0.0%
Recurring Rev. (2)	620.6	433.9	-186.8	-30.1%

PRELIMINARY

3 MONTH YEAR TO DATE

SUMMARY Sept 2009

(In \$ millions)	FY-09 Actual	FY-10 Actual	Variance From Prior Year	
	Thru Sept 2008	Thru Sept 2009	\$	%
Net Income Tax	617.9	487.7	-130.2	-21.1%
Gross Production	285.4	59.8	-225.6	-79.1%
Sales Tax	437.3	378.6	-58.7	-13.4%
Motor Vehicle	56.8	34.9	-21.9	-38.6%
Subtotal: Major Taxes	1,397.4	961.0	-436.4	-31.2%
Other Sources (1)	170.5	144.9	-25.7	-15.1%
TOTAL GEN REVENUE	1,567.9	1,105.8	-462.1	-29.5%
Less 1-time receipts	0.0	0.0	0.0	0.0%
Recurring Rev. (2)	1,567.9	1,105.8	-462.1	-29.5%

(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

(In \$ millions)	MONTHLY COMPARISON		SUMMARY Sept 2009	
	FY-10 Estimate Sept 2009	FY-10 Actual Sept 2009	Variance From Estimate \$	%
Net Income Tax	311.2	235.0	-76.2	-24.5%
Gross Production	70.6	16.8	-53.7	-76.1%
Sales Tax	152.1	121.8	-30.3	-19.9%
Motor Vehicle	15.4	16.2	0.8	5.0%
Subtotal: Major Taxes	549.3	389.8	-159.5	-29.0%
Other Sources (1)	63.2	44.0	-19.2	-30.3%
TOTAL GEN REVENUE	612.5	433.9	-178.7	-29.2%
Less 1-time receipts	0.0	0.0	0.0	0.0%
Recurring Rev. (2)	612.5	433.9	-178.7	-29.2%

PRELIMINARY

(In \$ millions)	3 MONTH YEAR TO DATE		SUMMARY Sept 2009	
	FY-10 Estimate Thru Sept 2009	FY-10 Actual Thru Sept 2009	Variance From Estimate \$	%
Net Income Tax	605.7	487.7	-118.0	-19.5%
Gross Production	203.9	59.8	-144.1	-70.7%
Sales Tax	465.7	378.6	-87.1	-18.7%
Motor Vehicle	45.7	34.9	-10.8	-23.7%
Subtotal: Major Taxes	1,321.0	961.0	-360.0	-27.3%
Other Sources (1)	173.1	144.9	-28.3	-16.3%
TOTAL GEN REVENUE	1,494.2	1,105.8	-388.3	-26.0%
Less 1-time receipts	0.0	0.0	0.0	0.0%
Recurring Rev. (2)	1,494.2	1,105.8	-388.3	-26.0%

(1) Other sources revenue estimated pending final accounting.

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

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