

STATE BOARD OF EQUALIZATION
PROPOSED FY-2013 REVENUE CERTIFICATION

December 20, 2011

Shelly Paulk
Office of State Finance

TABLE OF CONTENTS

Schedule 1	FY-2013 Funds to be Certified	3
Schedule 2	Itemized Estimates of Revenue.....	4
Schedule 3	Itemized Estimates of "Other" Revenues - General Revenue Fund	5
Comparison of Revenue Estimates: Detail		
Schedule 4	FY-2012 Estimate vs. Proposed FY-2013 Estimate	6
Schedule 5	FY-2012 Projection vs. Proposed FY-2013 Estimate	7
Schedule 6	FY-2012 Estimate vs. FY-2012 Projection	8
Schedule 7	Education Reform Act – HB 1017.....	9
Schedule 8	Legislated Revenue Adjustments: Informational ROADS Fund Apportionment Summary	10
Appendix A-1	Comparison of Authorized Expenditures 2011 Session to Proposed Expenditure Authority 2012 Session.....	11

Schedule 1 FY-2013 Funds to be Certified

The summation of the itemized estimates of revenue, Schedule 2, and the amounts available for appropriation are proposed as the amounts to be certified by the State Board of Equalization in accordance with Section 23, Article X, Constitution of Oklahoma. The amounts proposed as available for appropriation are calculated as 95 percent (95%) of the summation of the itemized estimate of revenue for the respective funds.

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>
	TOTAL ESTIMATED COLLECTIONS	APPROPRIATIONS AUTHORITY
	Proposed FY-2013 Estimates	
GENERAL REVENUE	\$5,541,934,309	\$5,264,837,594
C.L.E.E.T.	\$3,368,528	\$3,200,102
COMMISSIONERS OF THE LAND OFFICE	\$16,905,916	\$16,060,620
MINERAL LEASING	\$4,000,000	\$3,800,000
SPECIAL OCCUPATIONAL HEALTH & SAFETY	\$2,500,000	\$2,375,000
PUBLIC BUILDING	\$1,757,280	\$1,669,416
OK EDUCATION LOTTERY TRUST FUND	<u>\$60,522,350</u>	<u>\$57,496,233</u>
TOTALS	\$5,630,988,383	\$5,349,438,965

Schedule 2 Itemized Estimates of Revenue

The itemized estimate of revenues displayed in this schedule represents 100% of the estimate for the General Revenue Fund and the Special Revenue Funds to be appropriated by the Legislature for the fiscal year ending June 30, 2013 (FY-2013) and are the basis for the summation proposed for certification in Schedule 1. For informational purposes the FY-2013 estimates of revenues are compared to both the itemized estimates and the projections of revenues for the current fiscal year (FY-2012).

Column 1	Column 2	Column 3	Column 4	Column 5
FUND NAME	FY-2011 ACTUAL	FY-2012 ESTIMATE 17-June-11	FY2012 PROJECTED 20-Dec-11	PROPOSED FY-2013 ESTIMATE 20-Dec-11
GENERAL REVENUE				
Alcohol Beverage Tax	\$21,882,525	\$23,057,000	\$22,244,000	\$22,789,000
Mixed Beverage Receipts Tax	35,615,638	36,540,000	38,105,000	39,919,000
Beverage Tax	25,010,953	26,318,000	25,960,000	26,612,000
Cigarette Tax	67,282,028	56,491,510	45,731,124	48,106,942
Tobacco Products Tax	18,531,962	17,518,215	21,779,070	23,529,159
Franchise Tax/Business Activity Tax	29,144,157	45,073,000	49,720,000	49,720,000
Gross Production Tax-Gas	275,913,167	333,110,000	308,339,000	267,304,000
Gross Production Tax-Oil	212,545,738	185,643,079	234,753,000	195,075,000
Income Tax-Individual	1,775,100,943*	1,829,463,079*	1,912,165,239*	1,972,911,102*
Income Tax-Corporate	274,238,355	202,812,075	263,017,950	270,291,325
Estate Tax	5,725,078	0	0	0
Insurance Premium Tax	81,652,995	66,441,362	75,554,580	75,554,580
Motor Vehicle Taxes	198,592,883	221,280,000	215,497,000	209,586,000
Sales Tax	1,668,336,492	1,747,397,999	1,796,073,232	1,877,035,303
Use Tax	150,136,643	158,859,000	173,075,208	187,025,537
Interest & Investments	80,484,928	96,000,000	80,000,000	83,000,000
Other (Schedule 4)	216,926,068	189,270,572	196,654,427	192,475,361
General Revenue Totals	\$5,137,210,551	\$5,235,274,811	\$5,458,668,832	\$5,540,934,309
Transfers & Lapses	598,781	1,000,000	1,000,000	1,000,000
Revenue Comparison	\$5,137,809,332	\$5,236,274,811	\$5,459,668,832	\$5,541,934,309
One-Time Receipts	0	0	0	0
Total General Revenue	\$5,137,809,332	\$5,236,274,811	\$5,459,668,832	\$5,541,934,309
C.L.E.E.T.	\$3,435,654	\$3,396,384	\$3,368,528	\$3,368,528
COMM of LAND OFFICE	\$17,981,316	\$10,432,906	\$14,050,030	\$16,905,916
MINERAL LEASING	\$4,219,632	3,000,000	4,000,000	4,000,000
SPECIAL OCCUPATIONAL HEALTH & SAFETY	2,675,625	1,548,500	1,471,075	2,500,000
PUBLIC BUILDING	5,539,312	1,457,280	1,759,160	1,757,280
OK EDUCATION LOTTERY TRUST FUND	69,396,091	60,587,100	64,007,300	60,522,350
GRAND TOTAL	<u>\$5,240,876,961</u>	<u>\$5,316,696,981</u>	<u>\$5,548,324,925</u>	<u>\$5,630,988,383</u>

*In compliance with Section 34.87 of Title 62 of the Oklahoma Statutes, the State Regents for Higher Education has requested \$63m for funding of Oklahoma's Promise scholarship fund. Action taken by the Board reduced the amount of money allocated from state funds to \$57,000,000 which has been removed from the FY-2013 Individual Income Tax Estimate. Any additional scholarship funding required is to come from the OHLAP Trust Fund which holds a current reserve balance of \$14.5 million. \$63.2m was funded for FY-2012 and \$57m for FY-2011 and both amounts have been removed from the respective individual income tax numbers.

Schedule 3 Itemized Estimates of "Other" Revenues - General Revenue Fund

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>	<i>Column 5</i>
	FY-2011 ACTUAL	FY-2012 ESTIMATE 17-Jun-11	FY2012 PROJECTED 20-Dec-11	PROPOSED FY-2013 ESTIMATE 20-Dec-11
OTC:				
Pari-Mutuel	1,130,420	1,215,000	1,215,000	1,215,000
Tribal Cigarette Compacts	13,855,903	14,036,000	13,134,000	13,068,000
Bingo Excise & Charity Games	165,803	197,000	174,000	183,000
Workers Comp Ins. Premium Tax	8,806,054	7,026,000	8,280,000	8,317,000
Petroleum Excise Tax	10,844,996	9,131,000	9,632,000	9,982,000
Other OTC	29,230,023	21,448,000	21,226,000	21,535,000
TOTAL OTC	\$64,033,199	\$53,053,000	\$53,661,000	\$54,300,000
COLLECTIONS BY OTHER AGENCIES				
ABLE	5,442,073	5,232,138	5,457,115	5,490,676
Attorney General	21,280	21,000	4,824,715	390,000
Central Services	434,139	1,051,209	855,645	505,295
CLEET	597,916	611,266	601,397	601,097
Consumer Credit	856,646	684,094	817,086	817,086
DPS	44,453,276	46,753,710	44,075,739	44,372,782
Employees Benefit Council	1,173,119	1,547,309	1,173,119	1,173,119
Horseracing	524,204	409,225	409,225	409,225
Insurance Comm	39,393,971	32,921,921	35,515,321	35,515,321
Labor	976,095	979,850	976,095	976,095
Medical Licensure	350,376	220,000	250,000	220,000
Nursing Board	303,157	301,818	301,818	304,846
Sec of State	2,714,634	2,267,000	2,636,409	2,684,000
Securities Comm	14,603,680	12,674,872	14,327,611	14,337,611
Treasurer (Unclaimed Property)	10,000,000	10,000,000	10,000,000	10,000,000
Tribal Gaming/HR Gaming	16,690,211	15,688,000	16,128,000	15,828,000
OPM	4,677,644	4,654,160	4,403,695	4,350,208
OSF	204,336	200,000	240,438	200,000
Other	9,476,111	0	0	0
TOTAL MISC	152,892,868	136,217,572	142,993,427	138,175,361
GRAND OTHER	\$216,926,068	\$189,270,572	\$196,654,427	\$192,475,361

Schedule 4

COMPARISON OF REVENUE ESTIMATES
FY-2012 Final Estimate vs. Proposed FY-2013 Estimate

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>	<i>Column 5</i>
	FY-2012 ESTIMATE 17-Jun-11	PROPOSED FY-2013 ESTIMATE 20-Dec-11	INCREASE OR (DECREASE)	PERCENT CHANGE
GENERAL REVENUE				
Alcohol Beverage Tax	\$23,057,000	\$22,789,000	(\$268,000)	-1.2%
Mixed Beverage Receipts Tax	36,540,000	39,919,000x	3,379,000	9.2%
Beverage Tax	26,318,000	26,612,000	294,000	1.1%
Cigarette Tax	56,491,510	48,106,942	(8,384,568)	-14.8%
Tobacco Products Tax	17,518,215	23,529,159	6,010,945	34.3%
Franchise Tax/Business Activity Tax	45,073,000	49,720,000	4,647,000	10.3%
Gross Production Tax-Gas	333,110,000	267,304,000	(65,806,000)	-19.8%
Gross Production Tax-Oil	185,643,000	195,075,000	9,432,000	5.1%
Income Tax-Individual	1,829,463,079	1,972,911,102	143,448,023	7.8%
Income Tax-Corporate	202,812,075	270,291,325	67,479,250	33.3%
Estate Tax	0	0	0	0.0%
Insurance Premium tax	66,441,362	75,554,580	9,113,218	13.7%
Motor Vehicle Taxes	221,280,000	209,586,000	(11,694,000)	-5.3%
Sales Tax	1,747,397,999	1,877,035,303	129,637,304	7.4%
Use Tax	158,859,000	187,025,537	28,166,537	17.7%
Interest & Investments	96,000,000	83,000,000	(13,000,000)	-13.5%
Other (Schedule 3)	189,270,572	192,475,361	3,204,789	1.7%
General Revenue Totals	\$5,235,274,811	\$5,540,934,309	\$305,659,498	5.8%
Transfers & Lapses	1,000,000	1,000,000	0	0.0%
Revenue Comparison	\$5,236,274,811	\$5,541,934,309	\$305,659,498	5.8%
One-Time Receipts	0	0	0	0.0%
Total General Revenue	\$5,236,274,811	\$5,541,934,309	\$305,659,498	5.8%
C.L.E.E.T.	\$3,396,384	\$3,368,528	(\$27,856)	-0.8%
COMM of LAND OFFICE	\$10,432,906	\$16,905,916	\$6,473,010	62%
MINERAL LEASING	\$3,000,000	\$4,000,000	\$1,000,000	33.3%
SPECIAL OCCUPATIONAL HEALTH & SAFETY	\$1,548,5000	\$2,500,000	\$951,500	61.4%
PUBLIC BUILDING	\$1,457,280	\$1,757,280	\$300,000	20.6%
OK EDUCATION LOTTERY TRUST FUND	\$60,587,100	\$60,522,350	(\$64,750)	-0.1%
GRAND TOTAL	\$5,316,696,981	\$5,630,988,383	\$314,291,402	5.9%

Schedule 5 COMPARISON OF REVENUE ESTIMATES
FY-2012 Projection vs. Proposed FY-2013 Estimate

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>	<i>Column 5</i>
	FY-2012 PROJECTED 20-DEC-11	PROPOSED FY-2013 ESTIMATE 20-Dec-11	INCREASE OR (DECREASE)	PERCENT CHANGE
GENERAL REVENUE				
Alcohol Beverage Tax	\$22,244,000	\$22,789,000	\$545,000	2.5%
Mixed Beverage Receipts Tax	38,105,000	39,919,000	1,814,000	4.8%
Beverage Tax	25,960,000	26,612,000	652,000	2.5%
Cigarette Tax	45,731,124	48,106,942	2,375,818	5.2%
Tobacco Products Tax	21,779,070	23,529,159	1,750,089	8.0%
Franchise Tax/Business Activity Tax	49,720,000	49,720,000	0	0.0%
Gross Production Tax-Gas	308,339,000	267,304,000	(41,035,000)	-13.3%
Gross Production Tax-Oil	234,753,000	195,075,000	(39,678,000)	-16.9%
Income Tax-Individual	1,912,165,239	1,972,911,102	60,745,863	3.2%
Income Tax-Corporate	263,017,950	270,291,325	7,273,375	2.8%
Estate Tax	0	0	0	0.0%
Insurance Premium tax	75,554,580	75,554,580	0	0.0%
Motor Vehicle Taxes	215,497,000	209,586,000	(5,911,000)	-2.7%
Sales Tax	1,796,073,232	1,877,035,303	80,962,071	4.5%
Use Tax	173,075,208	187,025,537	13,950,329	8.1%
Interest & Investments	80,000,000	83,000,000	3,000,000	3.8%
Other (Schedule 3)	196,654,427	192,475,361	(4,179,067)	-2.1%
General Revenue Totals	\$5,458,668,832	\$5,540,934,309	\$82,265,477	1.5%
Transfers & Lapses	1,000,000	1,000,000	0	0.0%
Revenue Comparison	\$5,459,668,832	\$5,541,934,309	\$82,265,477	1.5%
One-Time Receipts	0	0	0	0.0%
Total General Revenue	\$5,459,668,832	\$5,535,934,309	\$76,265,477	1.4%
C.L.E.E.T.	\$3,368,528	\$3,368,528	\$0	0.0%
COMM of LAND OFFICE	\$14,050,030	\$16,905,916	\$2,855,886	20.3%
MINERAL LEASING	\$4,000,000	\$4,000,000	0	0.0
SPECIAL OCCUPATIONAL HEALTH & SAFETY	\$1,471,075	\$2,500,000	\$1,028,925	69.9%
PUBLIC BUILDING	\$1,759,160	\$1,757,280	(\$1,800)	-0.1%
OK EDUCATION LOTTERY TRUST FUND	\$64,007,300	\$60,522,350	(\$3,484,950)	-5.4%
GRAND TOTAL	\$5,548,324,925	\$5,630,988,383	\$82,663,458	1.5%

Schedule 6 COMPARISON OF REVENUE ESTIMATES
FY-2012 Official Estimate vs. FY-2012 Projection

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>	<i>Column 5</i>
	FY-2012 ESTIMATE 17-Jun-11	FY-2012 PROJECTED 20-Dec-11	INCREASE OR (DECREASE)	PERCENT CHANGE
GENERAL REVENUE				
Alcohol Beverage Tax	\$23,057,000	\$22,244,000	(\$813,000)	-3.5%
Mixed Beverage Receipts Tax	36,540,000	38,105,000	1,565,000	4.3%
Beverage Tax	26,318,000	25,960,000	(358,000)	-1.4%
Cigarette Tax	56,491,510	45,731,124	(10,760,386)	-19.0%
Tobacco Products Tax	17,518,215	21,779,070	4,260,856	24.3%
Franchise Tax/Business Activity Tax	45,073,000	49,720,000	4,647,000	10.3%
Gross Production Tax-Gas	333,110,000	308,339,000	(24,771,000)	-7.4%
Gross Production Tax-Oil	185,643,000	234,753,000	49,110,000	26.5%
Income Tax-Individual	1,829,463,079	1,912,165,239	82,702,160	4.5%
Income Tax-Corporate	202,812,075	263,017,950	60,205,875	29.7%
Estate Tax	0	0	0	0.0%
Insurance Premium tax	66,441,362	75,554,580	9,113,218	13.7%
Motor Vehicle Taxes	221,280,000	215,497,000	(5,783,000)	-2.6%
Sales Tax	1,747,397,999	1,796,073,232	48,675,233	2.8%
Use Tax	158,859,000	173,075,208	14,216,208	8.9%
Interest & Investments	96,000,000	80,000,000	(16,000,000)	-16.7%
Other (Schedule 3)	189,270,572	196,654,427	7,383,855	3.9%
General Revenue Totals	\$5,235,274,811	\$5,458,668,832	\$223,394,020	4.3%
Transfers & Lapses	1,000,000	1,000,000	0	0.0%
Revenue Comparison	\$5,236,274,811	\$5,459,668,832	\$223,394,020	4.3%
One-Time Receipts	0	0	0	0.0%
Total General Revenue	\$5,236,274,811	\$5,459,668,832	\$223,394,020	4.3%
C.L.E.E.T.	\$3,396,384	\$3,368,528	(\$27,856)	-0.8%
COMM of LAND OFFICE	\$10,432,906	\$14,050,030	\$3,617,124	34.7%
MINERAL LEASING	\$3,000,000	\$4,000,000	\$1,000,000	33.3%
SPECIAL OCCUPATIONAL HEALTH & SAFETY	\$1,548,500	\$1,471,075	(\$77,425)	-5.0%
PUBLIC BUILDING	\$1,457,280	\$1,759,160	\$301,880	20.7%
OK EDUCATION LOTTERY TRUST FUND	\$60,587,100	\$64,007,300	\$3,420,200	5.6%
GRAND TOTAL	\$5,316,696,981	\$5,548,324,925	\$231,627,943	4.4%

Schedule 7 Education Reform Act – HB 1017

SB 826 of the Second Regular Session of the Forty-fifth Legislature amended Section 41.29a of Title 62 to require that The Office of Accountability account for and report monthly revenues which accrue to the Education Reform Revolving Fund. The Education Reform Revolving Fund on June 1, 1996, began receiving revenue attributable to the revenue provisions of HB 1017 rather than these revenues first being apportioned to the General Revenue Fund..

EDUCATION REFORM ACT

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>	<i>Column 5</i>
SOURCE	FY-2011 ACTUAL	FY-2012 ESTIMATE 17-Jun-11	FY2012 PROJECTED 20-Dec-11	PROPOSED FY-2013 ESTIMATE 20-Dec-11 5.25%
Income Tax - Individual	199,882,166	\$209,168,201	\$217,220,221	\$226,590,878
Income Tax - Corporate	58,405,392	43,179,345	55,997,370	57,545,895
Sales Tax	208,716,657	218,607,620	224,697,118	234,825,849
Use Tax	18,782,793	19,874,000	21,652,514	23,397,765
Cigarette Tax	3,093,137	2,907,626	3,251,784	3,524,279
Tobacco Products Tax	392,340	364,548	458,629	495,517
Tribal Gaming	122,394,881	115,312,000	118,272,000	116,072,000
Special License Plates	239	0	0	0
Business Activity Tax	462,900	0	502,750	502,750
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL – 100% OF ESTIMATE	\$612,130,505	\$609,413,339	\$641,549,635	\$662,452,182
Increase in FY-2013 proposed estimate over FY-2012 estimate				\$53,038,843

**Appendix A-1 Comparison of Authorized Expenditures 2011 Session to
Proposed Expenditure Authority 2012 Session**

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>	<i>Column 5</i>
	Authorized Expenditures* 2011 Session 17-Jun-11 FY-2012	Proposed Expenditure Authority** 2012 Session 20-Dec-11 FY-2013	Increase or (Decrease)	Percent Change
Non-Restricted Funds				
General Revenue Fund				
Certified	4,968,375,954	\$5,264,837,594	\$296,461,640	6.0%
Prior Year Certified	7,767,495	6,085,117	(1,682,378)	-21.7%
Cash	41,873,389	94,981,649	53,108,260	126.8%
TOTAL	5,018,016,838	\$5,365,904,360	\$347,887,522	6.9%
C.L.E.E.T. Fund				
Certified	3,226,565	\$3,200,102	(\$26,463)	-0.8%
Cash	0	308,914	308,914	0.0%
TOTAL	3,226,565	\$3,509,016	\$282,451	8.8%
Mineral Leasing Fund				
Certified	2,850,000	\$3,800,000	\$950,000	33.3%
Cash	0	576,503	576,503	0.0%
TOTAL	2,850,000	\$4,376,503	\$1,526,503	53.6%
OHSA Fund				
Certified	1,471,075	\$2,375,000	\$903,925	61.4%
Cash	1,236,425	1,141,381	(95,044)	-7.7%
TOTAL	2,707,500	\$3,516,381	\$808,881	29.9%
Public Building Fund				
Certified	1,384,416	\$1,669,416	\$285,000	20.6%
Cash	1,039,907	3,846,690	2,806,783	269.9%
TOTAL	2,424,323	\$5,516,106	\$3,091,783	127.5%
Special Cash Fund				
Cash	357,298,121	\$0	(\$357,298,121)	-100.0%
	<u>357,298,121</u>	<u>\$0</u>	<u>(\$357,298,121)</u>	<u>-100.0%</u>
Bond Series- A	174	\$5	(\$169)	-97.0%
Bond Series - B	71	2	(69)	-96.5%
TOTAL	<u>245</u>	<u>\$8</u>	<u>(\$237)</u>	<u>-96.9%</u>
Subtotal Non-Restricted Funds	<u>\$5,386,523,592</u>	<u>\$5,382,822,374</u>	<u>(\$3,701,218)</u>	<u>-0.1%</u>

Appendix A-1 (continued) Comparison of Authorized Expenditures 2011
Session to Proposed Expenditure Authority 2012 Session

Column 1	Column 2	Column 3	Column 4	Column 5
	Authorized Expenditures* 2011 Session 17-Jun-11 FY-2012	Proposed Expenditure Authority** 2012 Session 20-Dec-11 FY-2013	Increase or (Decrease)	Percent Change
Restricted Funds				
Commission of the Land Office Fund				
Certified	7,109,000	\$16,060,620	\$8,951,620	125.9%
Prior Year Certified	0	2,802,261	2,802,261	0.0%
Cash	0	0	0	0.0%
TOTAL	7,109,000	\$18,862,881	\$11,753,881	165.3%
OK Education Lottery Trust Fund				
Certified	57,557,744	\$57,496,233	(\$61,511)	-0.1%
Cash	6,599,564	7,843,356	1,243,792	18.8%
TOTAL	64,157,308	\$65,339,589	\$1,182,281	1.8%
Subtotal Restricted Funds	71,266,308	\$84,202,470	\$12,936,162	18.2%
Total-Restricted & Non-Restricted	\$5,457,789,900	\$5,467,024,845	\$9,234,945	0.2%
Common Ed. Tech Fund				
Revolving Fund Estimate	\$47,372,299	\$47,372,299	(\$0)	0.0%
OK Student Aid Fund				
Revolving Fund Estimate	\$47,372,299	\$47,372,299	1. (\$0)	0.0%
Higher Ed. Capital Fund				
Revolving Fund Estimate	\$47,372,299	\$47,372,299	(\$0)	0.0%
1017 Fund				
Revolving Fund Estimate	\$634,894,569	\$662,452,182	\$27,557,613	4.3%
Tobacco Settlement Fund				
Revolving Fund Estimate	\$18,150,000	\$5,000,000	(\$13,150,000)	-72.5%
State Judicial Revolving Fund				
Revolving Fund Estimate	\$52,000,000	\$49,000,000	(\$3,000,000)	-5.8%
State Transportation Fund				
Revolving Fund Estimate	\$106,737,039	\$206,405,702	\$99,668,663	93.4%
Total	\$6,411,688,405	\$6,531,999,625	\$120,311,220	1.9%

*Authorized Expenditures represent the total amount actually spent by the Legislature.

**Expenditure Authority represents the total amount that is available for the Legislature to spend.