

# State Board of Equalization



# Proposed FY 2025 Revenue Certification

Friday, December 22, 2023



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**OKLAHOMA**  
Office of Management  
& Enterprise Services

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## Purpose of December BOE Meeting

Certify revenues accrued in FY 2023 and certify amounts available for appropriation for FY 2025.

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# Revenue Certification



**OKLAHOMA**  
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**PRIOR YEAR ACCRUED COLLECTIONS  
SCHEDULE 1**

Column 1	Column 2	Column 3	Column 4	Column 5
	<b>FY 2023 ESTIMATE Jun 2022</b>	<b>FY 2023 ACTUAL Dec 2023</b>	<b>DIFFERENCE (\$)</b>	<b>DIFFERENCE (%)</b>
<b>General Revenue Fund</b>				
Alcohol Beverage Tax	\$51,169,000	\$46,582,661	(\$4,586,339)	-9.0%
Mixed Beverage Receipts Tax	\$92,830,000	\$104,986,403	\$12,156,403	13.1%
Cigarette Tax	\$48,262,667	\$40,733,679	(\$7,528,988)	-15.6%
Tobacco Products Tax	\$38,730,094	\$32,126,836	(\$6,603,258)	-17.0%
Franchise Tax	\$58,168,000	\$54,643,390	(\$3,524,610)	-6.1%
Gross Production Tax-Gas	\$230,918,460	\$549,019,061 <sup>1</sup>	\$318,100,601	137.8%
Gross Production Tax-Oil	\$361,606,000	\$542,613,777	\$181,007,777	50.1%
Income Tax-Individual	\$2,820,665,071	\$3,372,630,852	\$551,965,781	19.6%
Income Tax-Corporate	\$278,896,448	\$598,497,550	\$319,601,102	114.6%
Insurance Premium Tax	\$115,615,655	\$126,816,687	\$11,201,032	9.7%
Motor Vehicle Taxes	\$38,172,678	\$56,745,411	\$18,572,733	48.7%
Sales Tax	\$2,489,375,293	\$2,629,188,327	\$139,813,034	5.6%
Use Tax	\$490,671,022	\$483,836,120	(\$6,834,902)	-1.4%
Interest & Investments (State Treasurer)	\$75,000,000	\$220,000,000	\$145,000,000	193.3%
Other OTC (see Appendix 3)	\$64,197,000	\$72,600,720	\$8,403,720	13.1%
Collections by Other Agencies (see Appendix 3)	\$181,074,227	\$172,912,295	(\$8,161,932)	-4.5%
<b>General Revenue Totals</b>	<b>\$7,435,351,615</b>	<b>\$9,103,933,769</b>		
Reserve Fund Statutory Deposits	(\$230,077,540.00) <sup>1</sup>			
Transfers & Lapses	\$1,000,000	\$367,566	(\$632,434)	
<b>Total General Revenue</b>	<b>\$7,206,274,075</b>	<b>\$9,104,301,335</b>	<b>\$1,898,027,260</b> <sup>2</sup>	26.3%
<b>State Certified Funds</b>				
C.L.E.E.T.	\$2,645,999	\$2,555,592	(\$90,407)	-3.4%
COMM of LAND OFFICE	\$10,108,722	\$12,620,360	\$2,511,638	24.8%
MINERAL LEASING	\$5,000,000	\$5,530,678	\$530,678	10.6%
OK EDUCATION LOTTERY TRUST FUND	\$60,000,000	\$87,594,485	\$27,594,485	46.0%
PUBLIC BUILDING	\$1,795,271	\$2,468,295	\$673,024	37.5%
SPECIAL OCCUPATIONAL HEALTH & SAFETY	\$1,249,340	\$1,121,232	(\$128,108)	-10.3%
ALCOHOLIC BEVERAGE CONTROL FUND	\$14,187,105	\$14,538,663	\$351,558	2.5%
OK PENSION IMPROVEMENT REVOLVING FUND	\$149,440	\$179,570	\$30,130	20.2%
STATE PUBLIC SAFETY FUND	\$21,039,005	\$23,656,137	\$2,617,132	12.4%
HEALTH CARE ENHANCEMENT FUND	\$156,658,000	\$138,340,411	(\$18,317,589)	-11.7%
<b>GRAND TOTAL</b>	<b>\$7,479,106,957</b>	<b>\$9,392,906,758</b>	<b>\$1,913,799,801</b>	25.6%
<b>Federal Certified Funds</b>				
<sup>3</sup> STATEWIDE RECOVERY FUND	\$930,206,306	\$974,796,719	\$44,590,413	4.8%

**Agenda Item 5**

The reported total amount of revenue which accrued in the preceding fiscal year to the General Revenue Fund was **\$9,104,301,335**. The total to all state certified funds was **\$9,392,906,758**. The total amount of federal certified funds was **\$974,796,713**.

<sup>1</sup> The \$230,077,540 Revenue Stabilization Fund deposit was apportioned from the Gross Production Tax on Gas after collections exceeded the five-year average certified during the February 2022 BOE meeting.

<sup>2</sup> \$222,890,700 of surplus FY 2023 revenues were deposited into the Constitutional Reserve Fund (Rainy Day Fund) as directed by Article X, Section 23 of the Oklahoma Constitution. This deposit brings the starting balance of the CRF in FY 2024 to \$1,274,050,988. The maximum cap at the end of FY 2024 will be \$1,365,645,200 with actual deposits contingent on actual FY 2024 collections exceeding the certified estimate.

<sup>3</sup> Statewide Recovery Fund includes total ARPA funds and interest received after all administrative expenses paid and appropriations made. Federal funds are certified for appropriation at the full amount of the estimate and not subject to the 95% availability rule as directed by Article X, Section 23 of the Oklahoma Constitution.

## STATUTORILY REQUIRED FINDINGS SCHEDULE 2

### Agenda Item 6: Cash Flow Reserve Fund Finding

Pursuant to Title 62, Section 34.54, as amended by HB 3206 in the 2016 legislative session, OMES is required to analyze and submit to the State BOE the amount of monies remaining in the General Revenue Cash-flow Reserve Fund that are not necessary for current year cash-flow needs and are available for legislative appropriation.

**Finding:** Based on December's FY 2024 projections, **\$0** will be available for appropriation.

### Agenda Item 7: OHLAP Funding

In compliance with Section 34.87 of Title 62 of the Oklahoma Statutes, the State Regents for Higher Education adopts a funding estimate each year for the needs of the Oklahoma's Promise scholarship program with a portion coming from the General Revenue Fund and a portion coming from the program's trust fund.

**Finding:** State Regents for Higher Education has adopted an estimate of **\$71.8 million** to be allocated from the General Revenue Fund for FY 2025 to fund awards allowed pursuant to the Oklahoma Higher Learning Access Act.

The amount of money allocated from General Revenue was \$67.7 million in FY 2024 and \$58.8 million in FY 2023. These allocation amounts have been subtracted from the individual income tax numbers for FY 2023 actual, FY 2024 projected, and FY 2025 estimated General Revenue collections respectively.

**REVENUE CERTIFICATION PROPOSALS FOR FY 2025  
SCHEDULE 3**

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>
	<b>PROPOSED COLLECTION FY 2025 ESTIMATE Dec 2023</b>	<b>PROPOSED AUTHORITY FY 2025 95% ESTIMATE Dec 2023</b>
<b>General Revenue Fund</b>		
Alcohol Beverage Tax	\$40,821,000	\$38,779,950
Mixed Beverage Receipts Tax	\$109,286,000	\$103,821,700
Cigarette Tax	\$37,055,574	\$35,202,796
Tobacco Products Tax	\$11,660,000	\$11,077,000
Franchise Tax	\$2,850,000	\$2,707,500
Gross Production Tax-Gas	\$341,584,000	\$324,504,800
Gross Production Tax-Oil	\$373,543,000	\$354,865,850
Income Tax-Individual	\$3,378,639,164	\$3,209,707,206
Income Tax-Corporate	\$475,410,405	\$451,639,885
Insurance Premium Tax	\$114,135,018	\$108,428,267
Motor Vehicle Taxes	\$41,327,000	\$39,260,650
Sales Tax	\$2,669,113,776	\$2,535,658,087
Use Tax	\$571,782,078	\$543,192,974
Interest & Investments (State Treasurer)	\$350,000,000	\$332,500,000
Other OTC (see Appendix 3)	\$56,961,869	\$54,113,775
Collections by Other Agencies (see Appendix 3)	\$162,312,092	\$154,196,487
<b>Total General Revenue</b>	<b>\$8,736,480,977</b>	<b>\$8,299,656,928</b>
<b>State Certified Funds</b>		
C.L.E.E.T.	\$2,476,909	\$2,353,064
COMM of LAND OFFICE	\$12,088,720	\$11,484,284
MINERAL LEASING	\$4,750,000	\$4,512,500
OK EDUCATION LOTTERY TRUST FUND	\$65,000,000	\$61,750,000
PUBLIC BUILDING	\$2,392,518	\$2,272,892
SPECIAL OCCUPATIONAL HEALTH & SAFETY	\$1,140,300	\$1,083,285
ALCOHOLIC BEVERAGE CONTROL FUND	\$14,500,000	\$13,775,000
OKLAHOMA PENSION IMPROVEMENT REVOLVING FUND	\$248,780	\$236,341
STATE PUBLIC SAFETY FUND	\$7,475,658	\$7,101,875
HEALTH CARE ENHANCEMENT FUND	\$129,970,000	\$123,471,500
<b>GRAND TOTAL STATE FUNDS</b>	<b>\$8,976,523,862</b>	<b>\$8,527,697,669</b>
<b>Federal Certified Funds</b>		
STATEWIDE RECOVERY FUND	\$103,767,957	\$103,767,957 <sup>1</sup>

**Agenda Item 8**

The estimate of total certified state revenues is **\$8,976,523,862** and the certified state revenue available for appropriation is **\$8,527,697,669**.

The estimate of total certified federal revenue available for appropriation is **\$103,767,957**.

<sup>1</sup> Statewide Recovery Fund includes total ARPA funds and interest received after all administrative expenses paid and appropriations made. Federal funds are certified for appropriation at the full amount of the estimate and not subject to the 95% availability rule as directed by Article X, Section 23 of the Oklahoma Constitution.

# Budget Outlook



**OKLAHOMA**  
Office of Management  
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**FY 2025 BUDGET OUTLOOK  
SCHEDULE 4**

Column 1	Column 2	Column 3	Column 4	Column 5
	FY 2024 Jun 2023 APPROPRIATIONS AUTHORITY	FY 2024 Jun 2023 AUTHORIZED EXPENDITURES	PROPOSED FY 2025 Dec 2023 APPROPRIATIONS AUTHORITY	CHANGE IN FY 2025 AUTHORITY FROM FY 2024 AUTHORITY (\$\$)
<b>CERTIFIED FUNDS (95% of Estimate)</b>				
General Revenue Fund	\$7,874,151,524	\$7,521,865,792	\$8,299,656,928	\$425,505,404
CLEET Fund	\$2,378,710	\$2,378,710	\$2,353,064	(\$25,646)
Mineral Leasing Fund	\$4,771,015	\$4,771,015	\$4,512,500	(\$258,515)
OHSA Fund	\$1,167,716	\$1,167,716	\$1,083,285	(\$84,431)
Public Building Fund	\$1,922,994	\$1,922,994	\$2,272,892	\$349,898
Commissioners of the Land Office Fund	\$11,137,416	\$6,703,421	\$11,484,284	\$346,868
OK Education Lottery Trust Fund	\$61,750,000	\$61,750,000	\$61,750,000	\$0
State Public Safety Fund	\$17,575,365	\$17,575,365	\$7,101,875	(\$10,473,490)
Health Care Enhancement Fund	\$141,688,700	\$141,688,700	\$123,471,500	(\$18,217,200)
Alcoholic Beverage Control Fund	\$13,217,192	\$13,217,192	\$13,775,000	\$557,808
OK Pension Improvement Rev Fund	\$163,563	\$0	\$236,341	\$72,778
<b>TOTAL CERTIFIED FUNDS</b>	<b>\$8,129,924,196</b>	<b>\$7,773,040,905</b>	<b>\$8,527,697,669</b>	<b>\$397,773,473</b>
<b>AUTHORIZED FUNDS (100% of Estimate)</b>				
ERRF (1017) Fund	\$1,023,603,813	\$1,036,701,366	\$1,076,135,529	\$52,531,717
Common Ed. Technology Fund (GP – Oil)	\$47,025,701	\$47,025,701	\$47,025,701	\$0
OK Student Aid Fund (GP – Oil)	\$47,025,701	\$47,025,701	\$47,025,701	\$0
Higher Ed. Capital Fund (GP – Oil)	\$47,025,701	\$47,025,701	\$47,025,701	\$0
Tobacco Fund	\$13,102,080	\$13,102,080	\$11,000,000	(\$2,102,080)
Judicial Revolving Fund	\$25,895,523	\$25,895,523	\$20,716,418	(\$5,179,105)
Transportation Fund	\$211,401,568	\$211,401,568	\$216,323,928	\$4,922,360
ROADS Fund	\$590,000,000	\$590,000,000	\$590,000,000	\$0
Teachers Retirement System Revolving Fund	\$451,907,348	\$460,152,210	\$461,913,270	\$10,005,923
<b>TOTAL AUTHORIZED FUNDS</b>	<b>\$2,456,987,434</b>	<b>\$2,478,329,850</b>	<b>\$2,517,166,248</b>	<b>\$60,178,814</b>
<b>TOTAL RECURRING REVENUES</b>	<b>\$10,586,911,630</b>	<b>\$10,251,370,755</b>	<b>\$11,044,863,917</b>	<b>\$457,952,287</b>
<b>CASH AND ONE-TIME</b>				
SPECIAL CASH FUND APPROPRIATIONS	\$143,584,859	\$143,583,859	\$1,000	(\$143,583,859)
CASH FLOW RESERVE FUND	\$27,373,999	\$27,373,999	\$0	(\$27,373,999)
CERTIFIED & AUTHORIZED FUND CASH	\$26,430,665	\$26,044,504	\$16,182,392	(\$10,248,273)
GENERAL REVENUE SURPLUS	\$2,217,678,274	\$1,912,631,129	\$2,407,608,345	\$189,930,071
<sup>1,2,3</sup> LEGACY CAPITAL FINANCING FUND	\$600,000,000 <sup>1</sup>	\$349,475,239 <sup>2</sup>	\$299,798,528 <sup>3</sup>	(\$300,201,472)
<b>TOTAL CASH</b>	<b>\$2,415,067,797</b>	<b>\$2,109,633,491</b>	<b>\$2,723,590,265</b>	<b>\$8,723,940</b>
<b>TOTAL STATE FUNDS</b>	<b>\$13,001,979,426</b>	<b>\$12,361,004,246</b>	<b>\$13,768,454,181</b>	<b>\$466,676,227</b>
<b>FEDERAL CERTIFIED (100% of Estimate)</b>				
STATEWIDE RECOVERY FUND	\$256,116,591	\$231,072,467	\$103,767,957	(\$152,348,634)
<b>TOTAL AUTHORIZED BUDGET</b>	<b>\$13,258,096,017</b>	<b>\$12,592,076,713</b>	<b>\$13,872,222,138</b>	<b>\$314,327,593</b>

<sup>1</sup> The Legacy Capital Financing Fund was created as an Authorized Fund by HB 1002x during the 2024 legislative session. It received a \$600 million appropriation as a one-time transfer from FY 22 GRF surplus cash per HB 1004x. That amount is already reflected in the "General Revenue Surplus" line for the FY 2024 Appropriation Authority column and is not double counted in the Total Cash, Total State Funds, or Total Authorized Budget values.

<sup>2</sup> The legislature authorized approximately \$349 million in expenditures (HB 1009x - \$46 million to the OK Historical Society; HB 1011x - \$115.3 million to OMES; HB 1012x - \$87.6 million to DPS; HB 1013x - \$79 million to OSU VMA; HB 1014x - \$17.6 million to Dept of Libraries; HB 1032x - \$4 million to CLEET) from the Legacy Capital Financing Fund. That amount is already reflected in General Revenue Surplus for the FY 2024 Authorized Expenditures column and is not double counted as Total Cash, Total State Funds, or Total Authorized Budget.

<sup>3</sup> FY 2025 Appropriation Authority consists of remaining fund balance plus a projected \$11.5 million in interest income and \$3.3 million in recapitalization payments for FY 2024 and an estimated \$11.6 million in interest income and \$17.5 million in recapitalization payments for FY 2025.



# Appendices



**OKLAHOMA**  
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## BUDGET DETAIL BY FUND (Non-Restricted Funds)

### APPENDIX 1

Column 1	Column 2	Column 3	Column 4
	<b>FY 2024 APPROPRIATIONS AUTHORITY 2023 SESSION Jun 2023</b>	<b>FY 2024 AUTHORIZED EXPENDITURES 2023 Session Jun 2023</b>	<b>PROPOSED FY 2025 APPROPRIATION AUTHORITY 2024 SESSION Dec 2023</b>
<b>NON-RESTRICTED FUNDS</b>			
<b>GENERAL REVENUE FUND</b>			
Certified	\$7,874,151,524	\$7,521,865,792	\$8,299,656,928
Prior Year Certified	\$193,022,073	\$155,000,000	\$352,285,732
Cash	\$2,024,656,201	\$1,757,631,129	\$2,055,322,613 <sup>1</sup>
<b>TOTAL</b>	<b>\$10,091,829,798</b>	<b>\$9,434,496,921</b>	<b>\$10,707,265,272</b>
<b>C.L.E.E.T. FUND</b>			
Certified	\$2,378,710	\$2,378,710	\$2,353,064
Cash	\$172,712	\$172,712	\$41,916
<b>TOTAL</b>	<b>\$2,551,422</b>	<b>\$2,551,422</b>	<b>\$2,394,980</b>
<b>MINERAL LEASING FUND</b>			
Certified	\$4,771,015	\$4,771,015	\$4,512,500
Cash	\$0	\$0	\$780,678
<b>TOTAL</b>	<b>\$4,771,015</b>	<b>\$4,771,015</b>	<b>\$5,293,178</b>
<b>OHSA FUND</b>			
Certified	\$1,167,716	\$1,167,716	\$1,083,285
Cash	\$190,126	\$190,126	\$0
<b>TOTAL</b>	<b>\$1,357,843</b>	<b>\$1,357,842</b>	<b>\$1,083,285</b>
<b>PUBLIC BUILDING FUND</b>			
Certified	\$1,922,994	\$1,922,994	\$2,272,892
Cash	\$0	\$0	\$1,905,144
<b>TOTAL</b>	<b>\$1,922,994</b>	<b>\$1,922,994</b>	<b>\$4,178,036</b>
<b>SPECIAL CASH FUND</b>			
Cash	\$143,584,859 <sup>2</sup>	\$143,583,859	\$1,000
<b>TOTAL</b>	<b>\$143,584,859</b>	<b>\$143,583,859</b>	<b>\$1,000</b>
<b>STATEWIDE RECOVERY FUND</b>			
Certified	\$256,116,591	\$231,072,467	\$103,767,957
<b>SUBTOTAL NON-RESTRICTED FUNDS</b>	<b>\$10,502,134,521</b>	<b>\$9,819,756,520</b>	<b>\$10,823,983,709</b>

<sup>1</sup> \$222,890,700 of surplus FY 2023 revenues were deposited into the Constitutional Reserve Fund as directed by Article X, Section 23 of the Oklahoma Constitution. This deposit brings the starting balance of the CRF in FY 2024 to \$1,274,050,988. The maximum cap at the end of FY 2024 will be \$1,365,645,200 with actual deposits contingent on actual FY 2024 collections exceeding the certified estimate.

<sup>2</sup> HB 1004x directs the following transfers to the Special Cash Fund: Sec. 142 - \$80,000,000 from the Medical Marijuana Revolving Fund; Sec. 143 - \$8,510,370 from the State Transportation Fund; Sec. 144 - \$30,000,000 from the Unclaimed Property Fund; Sec. 145 - \$9,001,000 from the Drug Money Laundering and Wire Transmitter Rev Fund; Sec. 146 - \$7,800,000 from the Insurance Commissioner Revolving Fund; and Sec. 147 - \$7,800,000 from the Secretary of State Revolving Fund.

(Continued)

**BUDGET DETAIL BY FUND (Restricted Funds)**  
**APPENDIX 1 (Continued)**

Column 1	Column 2	Column 3	Column 4
	FY 2024 APPROPRIATIONS AUTHORITY 2023 SESSION Jun 2023	FY 2024 AUTHORIZED EXPENDITURES 2023 Session Jun 2023	PROPOSED FY 2025 APPROPRIATION AUTHORITY 2024 SESSION Dec 2023
<b>RESTRICTED FUNDS</b>			
<b>COMMISSION OF THE LAND OFFICE FUND</b>			
Certified	\$11,137,416	\$6,703,421	\$11,484,284
Cash	\$35,115	\$0	\$612,687
TOTAL	<u>\$11,172,531</u>	<u>\$6,703,421</u>	<u>\$12,096,971</u>
<b>OK EDUCATION LOTTERY TRUST FUND</b>			
Certified	\$61,750,000	\$61,750,000	\$61,750,000
Cash	\$20,637,378	\$20,637,378	\$8,002,171
TOTAL	<u>\$82,387,378</u>	<u>\$82,387,378</u>	<u>\$69,752,171</u>
<b>STATE PUBLIC SAFETY FUND</b>			
Certified	\$17,575,365	\$17,575,365	\$7,101,875
Cash	\$25,349	\$25,349	\$3,669,082
TOTAL	<u>\$17,600,714</u>	<u>\$17,600,714</u>	<u>\$10,770,957</u>
<b>HEALTH CARE ENHANCEMENT FUND</b>			
Certified	\$141,688,700	\$141,688,700	\$123,471,500
Cash	\$3,914,484	\$3,914,484	\$0
TOTAL	<u>\$145,603,184</u>	<u>\$145,603,184</u>	<u>\$123,471,500</u>
<b>ALCOHOLIC BEVERAGE CONTROL FUND</b>			
Certified	\$13,217,192	\$13,217,192	\$13,775,000
Cash	\$1,104,455	\$1,104,455	\$740,913
TOTAL	<u>\$14,321,647</u>	<u>\$14,321,647</u>	<u>\$14,515,913</u>
<b>OK PENSION IMPROVEMENT REV FUND</b>			
Certified	\$163,563	\$0	\$236,341
Cash	\$351,045	\$0	\$429,800
TOTAL	<u>\$514,608</u>	<u>\$0</u>	<u>\$666,141</u>
<b>SUBTOTAL RESTRICTED FUNDS</b>	<b>\$271,600,063</b>	<b>\$266,616,344</b>	<b>\$231,273,653</b>
<b>TOTAL-RESTRICTED &amp; NON-RESTRICTED</b>	<b><u>\$10,773,734,584</u></b>	<b><u>\$10,086,372,864</u></b>	<b><u>\$11,055,257,362</u></b>
<b>COMMON ED. TECH FUND</b>			
Revolving Fund Estimate	\$47,025,701	\$47,025,701	\$47,025,701
<b>OK. STUDENT AID FUND</b>			
Revolving Fund Estimate	\$47,025,701	\$47,025,701	\$47,025,701
<b>HIGHER ED. CAPITAL FUND</b>			
Revolving Fund Estimate	\$47,025,701	\$47,025,701	\$47,025,701
<b>ERRF (1017) FUND</b>			
Revolving Fund Estimate	\$1,023,603,813	\$1,036,701,366	\$1,076,135,529
<b>TOBACCO SETTLEMENT FUND</b>			
Revolving Fund Estimate	\$13,102,080	\$13,102,080	\$11,000,000
<b>STATE JUDICIAL REVOLVING FUND</b>			
Revolving Fund Estimate	\$25,895,523	\$25,895,523	\$20,716,418
<b>STATE TRANSPORTATION FUND</b>			
Revolving Fund Estimate	\$211,401,568	\$211,401,568	\$216,323,928
<b>ROADS Fund</b>			
Revolving Fund Estimate	\$590,000,000	\$590,000,000	\$590,000,000
<b>TEACHERS RETIREMENT SYSTEM REVOLVING FUND</b>			
Revolving Fund Estimate	\$451,907,348	\$460,152,210	\$461,913,270
<b>TOTAL</b>	<b><u>\$13,230,722,018</u></b>	<b><u>\$12,564,702,714</u></b>	<b><u>\$13,572,423,610</u></b>
<b>ADDITIONAL BUDGETARY AUTHORIZATIONS:</b>			
Cash Flow Reserve Fund	\$27,373,999	\$27,373,999	\$0
<sup>1,2,3</sup> Legacy Capital Financing Fund	\$600,000,000 <sup>1</sup>	\$349,475,239 <sup>2</sup>	\$299,798,528 <sup>3</sup>
<b>TOTAL AUTHORIZED BUDGET</b>	<b><u>\$13,258,096,017</u></b>	<b><u>\$12,592,076,713</u></b>	<b><u>\$13,872,222,138</u></b>

<sup>1</sup> The Legacy Capital Financing Fund was created as an Authorized Fund by HB 1002x. It received its initial \$600 million appropriation as a one-time transfer from FY 2022 GRF surplus cash per HB 1004x. That amount is already reflected in the "General Revenue Surplus" line for the FY 2024 Appropriation Authority column and is not double counted in the Total Authorized Budget value.

<sup>2</sup> The Legislature authorized approx \$349 million in expenditures (directed by HB 1009x, HB 1011x, HB 1012x, HB 1013x, HB 1014x, and HB 1032x) from the GRF surplus funds transferred into the Legacy Capital Financing Fund. That amount is already reflected in General Revenue Surplus for the FY 2024 Authorized Expenditures column and is not double counted as Total Authorized Budget.

<sup>3</sup> FY 2025 Appropriation Authority consists of remaining fund balance plus a projected \$11.5 million in interest income and \$3.3 million in recapitalization payments for FY 2024 and an estimated \$11.6 million in interest income and \$17.5 million in recapitalization payments for FY 2025.

**INFORMATIONAL CERTIFIED FUND COMPARISONS  
APPENDIX 2**

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>	<i>Column 5</i>	<i>Column 6</i>
	<b>FY 2023 ACTUAL Dec 2023</b>	<b>FY 2024 PROJECTION Dec 2023</b>	<b>PROPOSED FY 2025 ESTIMATE Dec 2023</b>	<b>CHANGE IN FY 2025 ESTIMATE FROM FY 2023 ACTUAL</b>	<b>CHANGE IN FY 2025 ESTIMATE FROM FY 2024 PROJECTION</b>
<b>General Revenue Fund</b>					
Alcohol Beverage Tax	\$46,582,661	\$43,713,000	\$40,821,000	(\$5,761,661)	(\$2,892,000)
Mixed Beverage Receipts Tax	\$104,986,403	\$109,310,000	\$109,286,000	\$4,299,597	(\$24,000)
Cigarette Tax	\$40,733,679	\$38,586,635	\$37,055,574	(\$3,678,105)	(\$1,531,061)
Tobacco Products Tax	\$32,126,836	\$34,838,141	\$11,660,000	(\$20,466,836)	(\$23,178,141)
Franchise Tax	\$54,643,390	\$59,606,000	\$2,850,000	(\$51,793,390)	(\$56,756,000)
Gross Production Tax-Gas	\$549,019,061 <sup>1</sup>	\$334,430,000	\$341,584,000	(\$207,435,061)	\$7,154,000
Gross Production Tax-Oil	\$542,613,777	\$358,346,000	\$373,543,000	(\$169,070,777)	\$15,197,000
Income Tax-Individual	\$3,372,630,852	\$3,229,694,447	\$3,378,639,164	\$6,008,312	\$148,944,717
Income Tax-Corporate	\$598,497,550	\$506,428,598	\$475,410,405	(\$123,087,145)	(\$31,018,193)
Insurance Premium Tax	\$126,816,687	\$114,135,018	\$114,135,018	(\$12,681,669)	\$0
Motor Vehicle Taxes	\$56,745,411	\$37,418,000	\$41,327,000	(\$15,418,411)	\$3,909,000
Sales Tax	\$2,629,188,327 <sup>2</sup>	\$2,642,372,722 <sup>2</sup>	\$2,669,113,776 <sup>2</sup>	\$39,925,449	\$26,741,054
Use Tax	\$483,836,120	\$524,117,664	\$571,782,078	\$87,945,959	\$47,664,414
Interest & Investments (State Treasurer)	\$220,000,000	\$334,000,000	\$350,000,000	\$130,000,000	\$16,000,000
Other OTC (see Appendix 3)	\$72,600,720	\$52,710,000	\$56,961,869	(\$15,638,852)	\$4,251,869
Collections by Other Agencies (see Appendix 3)	\$172,912,295	\$160,820,721	\$162,312,092	(\$10,600,203)	\$1,491,371
<b>General Revenue Totals</b>	<b>\$9,103,933,769</b>	<b>\$8,580,526,945</b>	<b>\$8,736,480,977</b>	<b>(\$367,452,792)</b>	<b>\$418,178,331</b>
Reserve Fund Statutory Deposits	<sup>1</sup>	<sup>3</sup>	<sup>4</sup>		
<b>Total General Revenue</b>	<b>\$9,103,933,769</b>	<b>\$8,318,302,645</b>	<b>\$8,736,480,977</b>	<b>(\$367,452,792)</b>	<b>\$418,178,331</b>
<b>State Certified Funds</b>					
C.L.E.E.T.	\$2,555,592	\$2,504,205	\$2,476,909	(\$78,683)	(\$27,296)
COMM of LAND OFFICE	\$12,620,360	\$12,290,784	\$12,088,720	(\$531,640)	(\$202,064)
MINERAL LEASING	\$5,530,678	\$4,750,000	\$4,750,000	(\$780,678)	\$0
OK EDUCATION LOTTERY TRUST FUND	\$87,594,485	\$65,000,000	\$65,000,000	(\$22,594,485)	\$0
PUBLIC BUILDING	\$2,468,295	\$2,511,370	\$2,392,518	(\$75,777)	(\$118,852)
SPECIAL OCCUPATIONAL HEALTH & SAFETY	\$1,121,232	\$1,161,113	\$1,140,300	\$19,068	(\$20,813)
ALCOHOLIC BEVERAGE CONTROL FUND	\$14,538,663	\$14,500,000	\$14,500,000	(\$38,663)	\$0
OK PENSION IMPROVEMENT REVOLVING FUND	\$179,570	\$214,175	\$248,780	\$69,210	\$34,605
STATE PUBLIC SAFETY FUND	\$23,656,137	\$4,039,240	\$7,475,658	(\$16,180,479)	\$3,436,418
HEALTH CARE ENHANCEMENT FUND	\$138,340,411	\$129,156,000	\$129,970,000	(\$8,370,411)	\$814,000
<b>GRAND TOTAL</b>	<b>\$9,392,539,192</b>	<b>\$8,554,429,532</b>	<b>\$8,976,523,862</b>	<b>(\$416,015,330)</b>	<b>\$422,094,329</b>

<sup>1</sup> \$230,077,540 in FY 2023 GPT-Gas collections have been apportioned from the General Revenue Fund and deposited into the Revenue Stabilization Fund pursuant to Title 62, Section 34.102.

<sup>2</sup> Pursuant to Title 68, Section 1353, Subsection B, \$5 million has been apportioned from Sales Tax to the Municipal Road Drilling Activity Revolving Fund.

<sup>3</sup> The 3% cap for a potential FY 2024 deposit to the RSF was certified during the February 2023 BOE meeting. Actual deposits will depend on actual collections for GPT-Oil, GPT-Gas, or Corporate Income Tax exceeding the five-year averages certified during the February 2023 BOE meeting.

<sup>4</sup> Based on current estimates, GPT-Oil and Corporate Income Tax collections in FY 2025 have the potential to exceed five-year averages by approx \$26.0 million and \$58.8 million respectively, for a potential RSF deposit of \$84.7 million. Final determination will be made during the February 2024 BOE meeting, upon certification of the FY 2025 revenue re-estimate.

**ITEMIZED ESTIMATES OF "OTHER" REVENUES  
APPENDIX 3**

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>
	<b>FY 2023 ACTUAL Dec 2023</b>	<b>FY 2024 PROJECTED Dec 2023</b>	<b>PROPOSED FY 2025 ESTIMATE Dec 2023</b>
<b>OKLAHOMA TAX COMMISSION:</b>			
Bingo Excise & Charity Games	\$47,995	\$54,000	\$52,000
Tribal Cigarette Compacts	\$12,072,551	\$11,712,000	\$14,843,869
Other OTC	\$60,480,174	\$40,944,000	\$42,066,000
<b>TOTAL OTHER OTC</b>	<b>\$72,600,720</b>	<b>\$52,710,000</b>	<b>\$56,961,869</b>
<b>COLLECTIONS BY OTHER AGENCIES:</b>			
Attorney General	\$0	\$250,000	\$250,000
CLEET	\$253,649	\$248,412	\$245,783
Department of Consumer Credit	\$773,867	\$625,000	\$625,000
District Attorney's Council	\$10,902,800	\$9,571,509	\$8,434,080
Department of Public Safety	\$8,346,884	\$2,798,244	\$2,615,991
Horse Racing Commission	\$3,887,492	\$3,368,045	\$3,368,045
Insurance Department	\$89,441,557	\$80,497,401	\$86,204,152
Department of Labor	\$397,895	\$402,895	\$401,765
Medical Licensure	\$477,642	\$475,000	\$455,000
Nursing Board	\$495,931	\$213,178	\$213,178
OMES	\$1,244,407	\$6,250,000	\$3,250,000
Secretary of State	\$2,862,664	\$2,253,037	\$2,298,098
Department of Securities	\$19,553,699	\$19,268,000	\$18,991,000
Unclaimed Property (State Treasurer)	\$10,000,000	\$10,000,000	\$10,000,000
Tribal Gaming (OMES)	\$24,273,808	\$24,600,000	\$24,960,000
Other	\$0	\$0	\$0
<b>TOTAL COLLECTIONS BY OTHER AGENCIES</b>	<b>\$172,912,295</b>	<b>\$160,820,721</b>	<b>\$162,312,092</b>
<b>MEDICAL MARIJUANA GROSS RECEIPTS TAX:</b>			
MMJ Tax Collections	\$51,915,898		
OMMA Budget	\$55,326,700		
<sup>1</sup> Redbud School Grant Amount	\$38,709,798		
<sup>2</sup> <b>MMJ Taxes Reserved for Redbud Grants (GRF)</b>	<b>\$0</b>		
<b>Redbud Funding Apportioned from Sales Tax</b>	<b>\$38,709,798</b>		

<sup>1</sup> Title 70 Section 3-104 provides for the Redbud School Grant program. Title 63, Section 426 capped funding for the grants at 75% of prior year medical marijuana tax collections through FY 2023. This was repealed during the 2023 legislative session by SB 1120, which created a new process for determining funding for Redbud grants. HB 2901 directly appropriated \$125 million to the Redbud School Grant program in FY 2024 from the General Revenue Fund.

<sup>2</sup> Through FY 2023, Title 68, Section 1353 directed a portion of medical marijuana tax collections in excess of what was needed to fund the Medical Marijuana Authority to the General Revenue Fund in order to fund the Redbud School Grant program, with the remainder of grant funding coming from state Sales Tax. This was repealed during the 2023 legislative session by SB 18x, which modified the apportionment of MMJ taxes as well as OMMA's funding structure.

**EDUCATION REFORM ACT - HB 1017  
APPENDIX 4**

SB 826 of the second regular session of the 45th 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.

**CALCULATIONS**

**EDUCATION REFORM REVOLVING FUND**

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>
<b>SOURCE</b>	<b>FY 2023 ACTUAL Dec 2023</b>	<b>FY 2024 PROJECTION Dec 2023</b>	<b>PROPOSED FY 2025 ESTIMATE Dec 2023</b>
Income Tax-Individual	\$357,082,570	\$343,908,991	\$357,711,023
Income Tax-Corporate	\$127,834,428	\$108,169,215	\$101,543,970
Sales Tax	\$330,271,041	\$332,191,923	\$335,547,386
Use Tax	\$80,823,738	\$65,766,204	\$71,747,127
Cigarette Tax	\$1,928,344	\$13,570,320	\$1,700,339
Tobacco Products Tax	\$688,056	\$744,558	\$765,693
Tribal Gaming	\$178,007,922	\$180,400,000	\$183,040,000
Horse Track Gaming	\$27,940,842	\$24,079,990	\$24,079,990
Special License Plates	\$851	\$0	\$0
Business Activity Tax	\$2	\$0	\$0
<b>TOTAL - 100% OF ESTIMATE</b>	<b>\$1,104,577,794</b>	<b>\$1,068,831,200 <sup>1</sup></b>	<b>\$1,076,135,529</b>

<sup>1</sup> Based on December's FY 2024 projections, the Education Reform Revolving Fund will have a \$582,022,373 cash balance available at the start of FY 2025.

# INFORMATIONAL ROADS FUND APPORTIONMENT SUMMARY

## APPENDIX 5

### Legislative History

HB 2272, passed in the 2008 legislative session, amends Title 69, Section 1521 of the Oklahoma Highway Code. Effective July 1, 2009 for FY 2010, the Transportation Department will receive the total amount apportioned to the ROADS fund for the preceding fiscal year plus an additional \$30 million each year until a cap of \$370 million is reached.

### Legislated Adjustments to the ROADS Fund

**SB 1466**, passed in the 2010 legislative session, amends Title 69, Section 1521 of the Oklahoma Highway Code. Effective July 1, 2011 for FY 2012 and for each fiscal year thereafter, the Transportation Department will receive the total amount apportioned to the ROADS fund for the preceding fiscal year plus an additional \$35.7 million each year until a cap of \$400 million is reached.

**SB 976**, passed in the 2011 legislative session, amends Title 69, Section 1521 of the Oklahoma Highway Code. Effective August 26, 2011 for FY 2013, the Transportation Department will receive the total amount apportioned to the ROADS FUND for the preceding fiscal year plus an additional \$41.7 million each year until a cap of \$435 million is reached.

**HB 2248**, effective July 1, 2012, amends the same title and section. For FY 2014 and all fiscal years until the cap is reached, the Transportation Department will receive the total amount apportioned to the ROADS Fund for the preceding fiscal year plus an additional \$59.7 million. The cap was raised to \$575 million.

**HB 1014xx**, effective July 1, 2019, directs diesel and gasoline fuel taxes imposed by HB 1010XX and most motor vehicle revenues to the ROADS fund. Contributions to the ROADS fund from motor vehicle revenues and fuel taxes replace personal income tax contributions dollar-for-dollar. Offset personal income tax dollars are redirected to GRF.

**HB 2743**, passed during the 2020 legislative session, apportioned \$180 million in dedicated ROADS revenue to the Education Reform Revolving Fund for FY 2021 and FY 2022.

**HB 2895**, passed during the 2021 Legislative Session, restored dedicated revenue back to the ROADS Fund and canceled the ERRF transfer. The cap was raised to \$590 million effective FY 2023.

<i>Column 1</i>	<i>Column 2</i>	<i>Column 3</i>	<i>Column 4</i>	<i>Column 5</i>
	<b>FY 2022 ACTUAL Dec 2022</b>	<b>FY 2023 ACTUAL Dec 2023</b>	<b>FY 2024 PROJECTION Dec 2023</b>	<b>PROPOSED FY 2025 ESTIMATE Dec 2023</b>
<b>ROADS Fund Cap</b>	<b>\$575,000,000</b>	<b>\$590,000,000</b>	<b>\$590,000,000</b>	<b>\$590,000,000</b>
Apportionment from Motor Vehicle Revenues	\$235,325,801	\$233,270,986	\$256,871,000	\$269,134,000
Apportionment from Diesel Taxes	\$57,078,495	\$57,866,484	\$54,958,000	\$55,203,000
Apportionment from Gasoline Taxes	\$58,608,687	\$57,608,218	\$58,591,000	\$57,781,000
Apportionment from Individual Income Tax	\$223,987,016	\$241,254,312	\$219,580,000	\$207,882,000
OK Tourism & Passenger Rail Rev. Fund Apportionment	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
Public Transit Rev. Fund Apportionment	\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000
<sup>1</sup> <b>Total Apportionments from Individual Income Tax</b>	<b>\$228,987,016</b>	<b>\$246,254,312</b>	<b>\$224,580,000</b>	<b>\$212,882,000</b>

<sup>1</sup> Total apportionment from income tax amounts have been removed from the respective individual income tax numbers.

## GLOSSARY

### APPENDIX 6

**Additional Budgetary Authorizations:** Those amounts, authorized by law, which do not affect the Certified Funds or specific Authorized Funds reported for Board action.

**Agency Revolving Funds: Funds are created solely for the agency, and the agency can budget and spend from the funds without annual legislative appropriation.**

**Authorized Expenditures:** Appropriations and spending authorizations made by the Legislature.

**Authorized Funds:** Funds not certified by the Board of Equalization. For non-certified funds, the Legislature authorizes the expenditure amount from the fund based on total (100%) estimated collections instead of appropriating 95% of total estimated collections. In statute, language specifically states that fund is a continuing fund, not subject to fiscal year limitations and is authorized to be expended by the Legislature.

**Cash Flow Reserve Fund:** Fund used to enable equal monthly General Revenue Fund disbursements to agencies.

**Certified Funds:** Funds certified by the Board of Equalization. Certified revenue equals 95% of total estimated collections to each certified fund for the following fiscal year. In statute, language specifically states that fund shall be subject to legislative appropriation.

**Constitutional Reserve Fund:** Reserve fund available during General Revenue failures.

**Estimate:** Expected collections for future fiscal year.

**Expenditure Authority:** Expected collections and cash that the Legislature has the authority to spend.

**Fiscal Year (FY):** Financial and accounting year beginning July 1 and ending June 30.

**Prior Year Certified:** Unencumbered collections certified in the prior year.

**Projected:** Expected collections for current fiscal year based on most recent re-estimates.

**Reappropriations :** Unspent and expired appropriations to agencies that are re-appropriated for agency use.

**Revenue Stabilization Fund :** Reserve fund established to smooth volatile revenue streams including corporate income tax, gas production tax, and oil production tax.

**Special Cash:** Disbursement fund used to move appropriated cash from agency funds for appropriation to other agency funds.

**Unencumbered/Unspent:** Expected collections and cash the Legislature has the authority to spend but has not.



# RELEVANT LEGISLATION AND STATUTES AND PURPOSE OF BOE

## APPENDIX 7

### Relevant Legislation and Statutes

The summation of the itemized estimates of revenue, Schedule 3, 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, except for federal funds which shall be certified for the full amount of the estimate.

Pursuant to HB 1014xx passed during the second special session in 2017, amending Title 69, Section 1521 of the Oklahoma Highway Code, effective July 1, 2019, Motor Fuels Taxes enacted by HB 1010xx and most Motor Vehicle Taxes currently distributed to the GRF are to be directed to the ROADS Fund and an equal amount of personal income tax currently diverted to the ROADS Fund will be redirected to the GRF. These amounts have been removed from respective GRF personal income tax numbers. For more information, please see Appendix 5.

Pursuant to HB 1019xx passed during the second special session in 2017, amending Title 68, Section 1403, the first \$20.5 million in Use Taxes for FY 2020 and each year thereafter, will be apportioned to the Education Reform Revolving Fund (1017). These amounts have been removed from respective GRF use tax numbers.

### Purpose of BOE

The Oklahoma State Constitution (Article X, Section 23) designates the Board of Equalization as the body responsible for carrying out the state's balanced budget procedures. The Board sets certifies revenue collections for prior years, sets expenditure limits for the Governor and the Legislature based on current-year revenue estimates, and determines overall limit on expenditure growth from year-to-year. The Board is comprised of the Governor, Lieutenant Governor, Treasurer, Auditor and Inspector, Attorney General, Superintendent of Public Instruction, and Secretary of Agriculture.

Pursuant to Section 23, the Board of Equalization must meet at least two times each fiscal year:

- “no more than 45 days but no less than 35 days before the start of the legislative session.”
- “within five days after the monthly apportionment in February of each year.”

The Board can only meet again and adjust revenue estimates if the Legislature and Governor enact laws during regular or special session that reduce or increase revenue certified by the board; transfer cash from one fund to another; or establish a new certified, appropriated fund. In practice, the Board meets in June to incorporate legislative changes enacted during the legislative session and to re-certify revenue available for the coming fiscal year.

The Office of Management & Enterprise Services (OMES) compiles revenue projections from revenue-collecting agencies, analyzes the information, and presents the information to the Board for its consideration and approval. Projections for the General Revenue Fund are estimated by the Tax Commission staff utilizing an economic model developed by Oklahoma State University, additional resources provided by Oklahoma-based research firm RegionTrack, and other national forecasts specific to the energy sector. Revenue estimates presented to the board are based on current and prior year collection trends, economic forecasts, federal and state tax law changes, and other foreseeable factors.

Revenue certified and authorized at the December Board meeting serves as the basis for the Governor's Executive Budget. The Board considers possible revisions to the December estimate at the February meeting. Revisions are based on economic changes and additional collections data that have been noted since that time, which may increase or decrease anticipated revenue collections. The estimate approved at the February meeting set a binding limit on appropriations for the legislative session.