



NOVEMBER 1, 2016

STATE BUDGET OUTLOOK

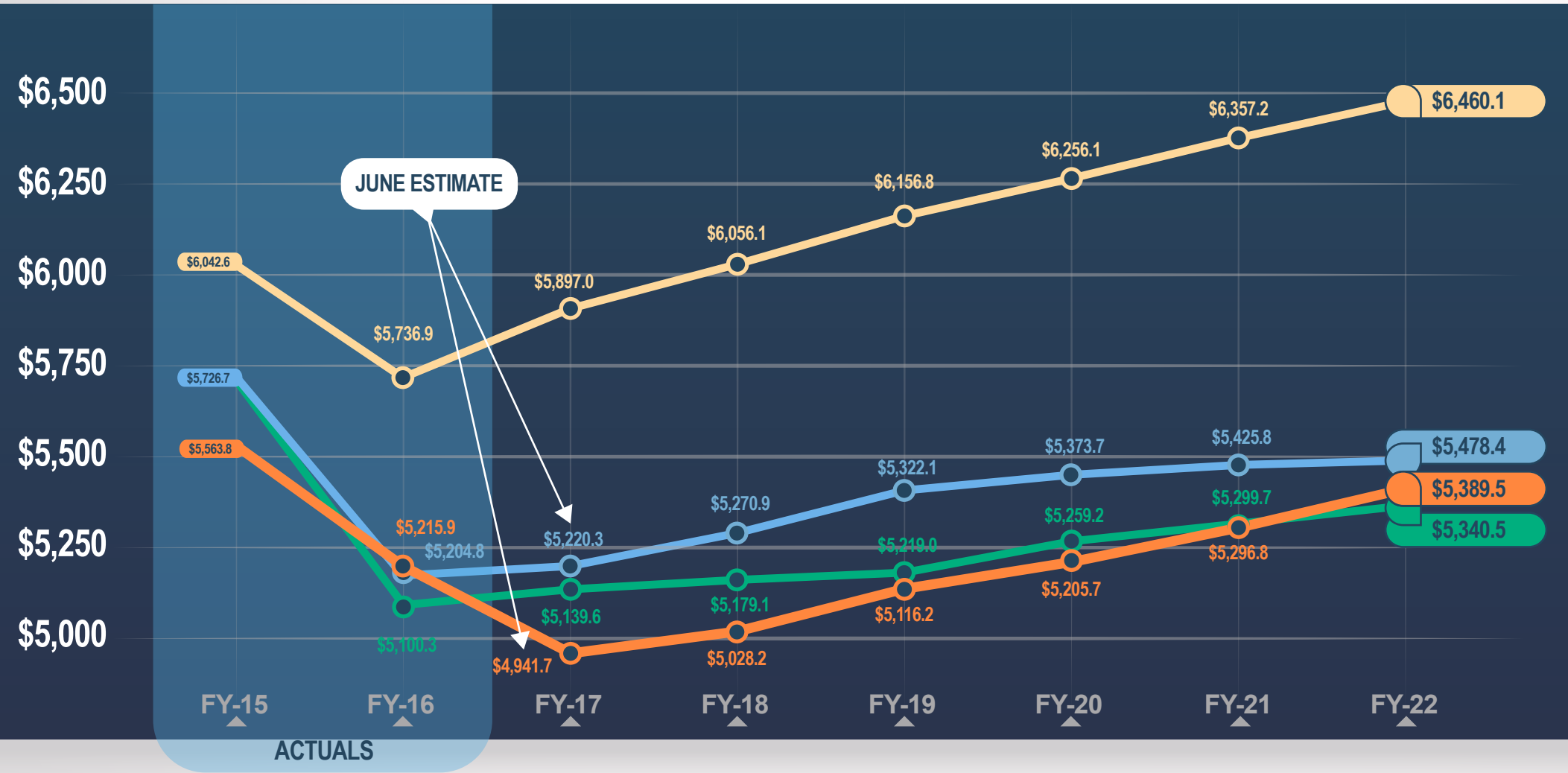
MULTI-YEAR TREND ANALYSIS

SHELLY PAULK - DEPUTY BUDGET DIRECTOR FOR REVENUE



General Revenue Fund Trends

REVENUE VS. EXPENDITURES (IN MILLIONS)



- EXPENDITURE PROJECTIONS USE 13-YR NORMALIZED GROWTH RATE FROM ACTUAL (1.75%)
- REVENUE PROJECTIONS USE 13-YR NORMALIZED GROWTH RATE FROM ACTUAL (0.97%)
- REVENUE PROJECTIONS USE 13-YR GROWTH RATE FROM ACTUAL, ADJUSTED FOR PRO TAX INITIATIVE (0.77%)
- EXPENDITURES USE NORMALIZED 13-YR GROWTH RATE FROM ACTUAL (1.75%) PLUS OHLAP, ROADS, OK FILM (2.0%)

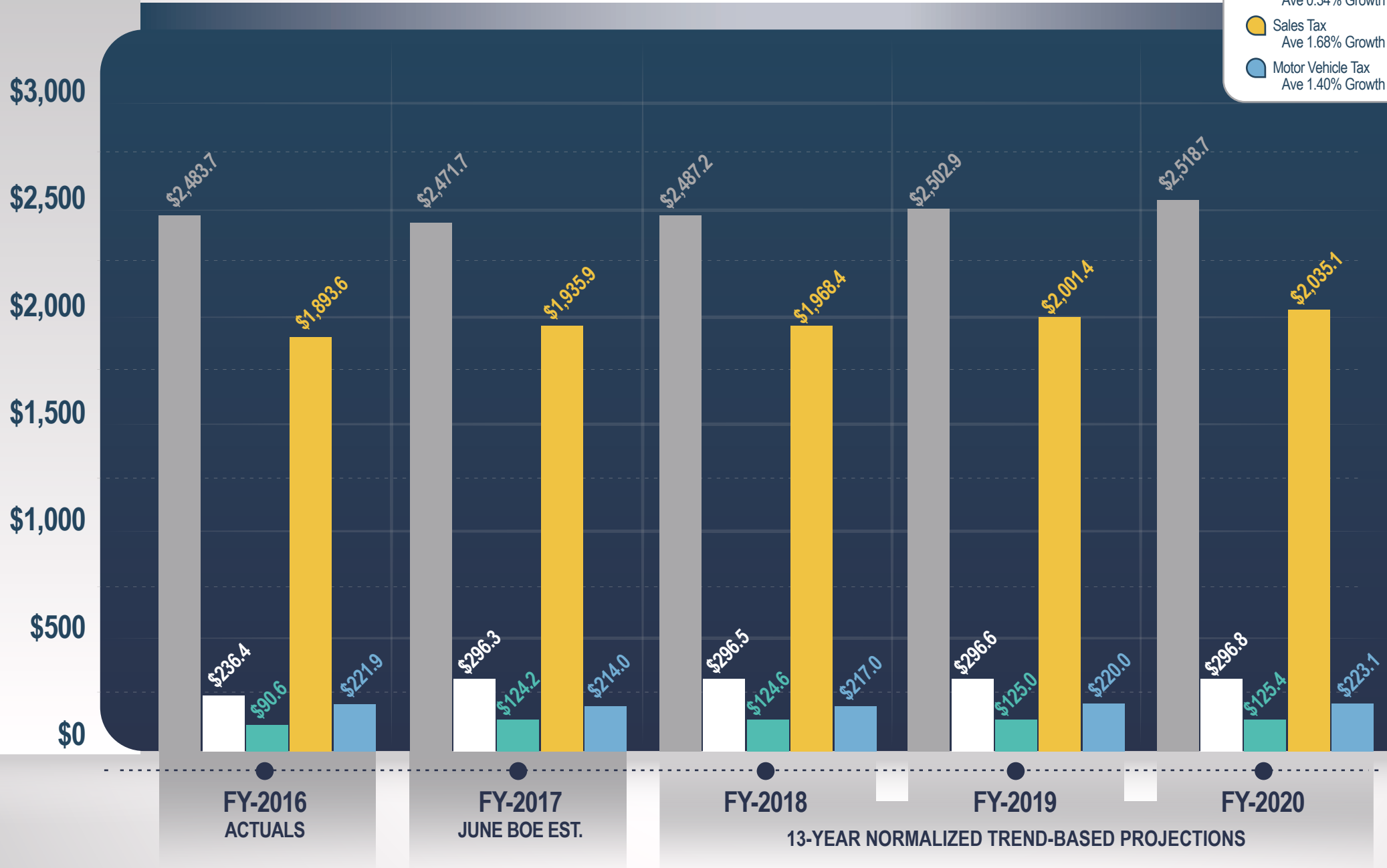


General Revenue Fund Sources

TREND-BASED PROJECTIONS (IN MILLIONS)

TREND-BASED GROWTH

- Personal Inc Tax
Ave 0.63% Growth
- Corp. Inc Tax
Ave 0.05% Growth
- GP Gas
Ave 0.34% Growth
- Sales Tax
Ave 1.68% Growth
- Motor Vehicle Tax
Ave 1.40% Growth



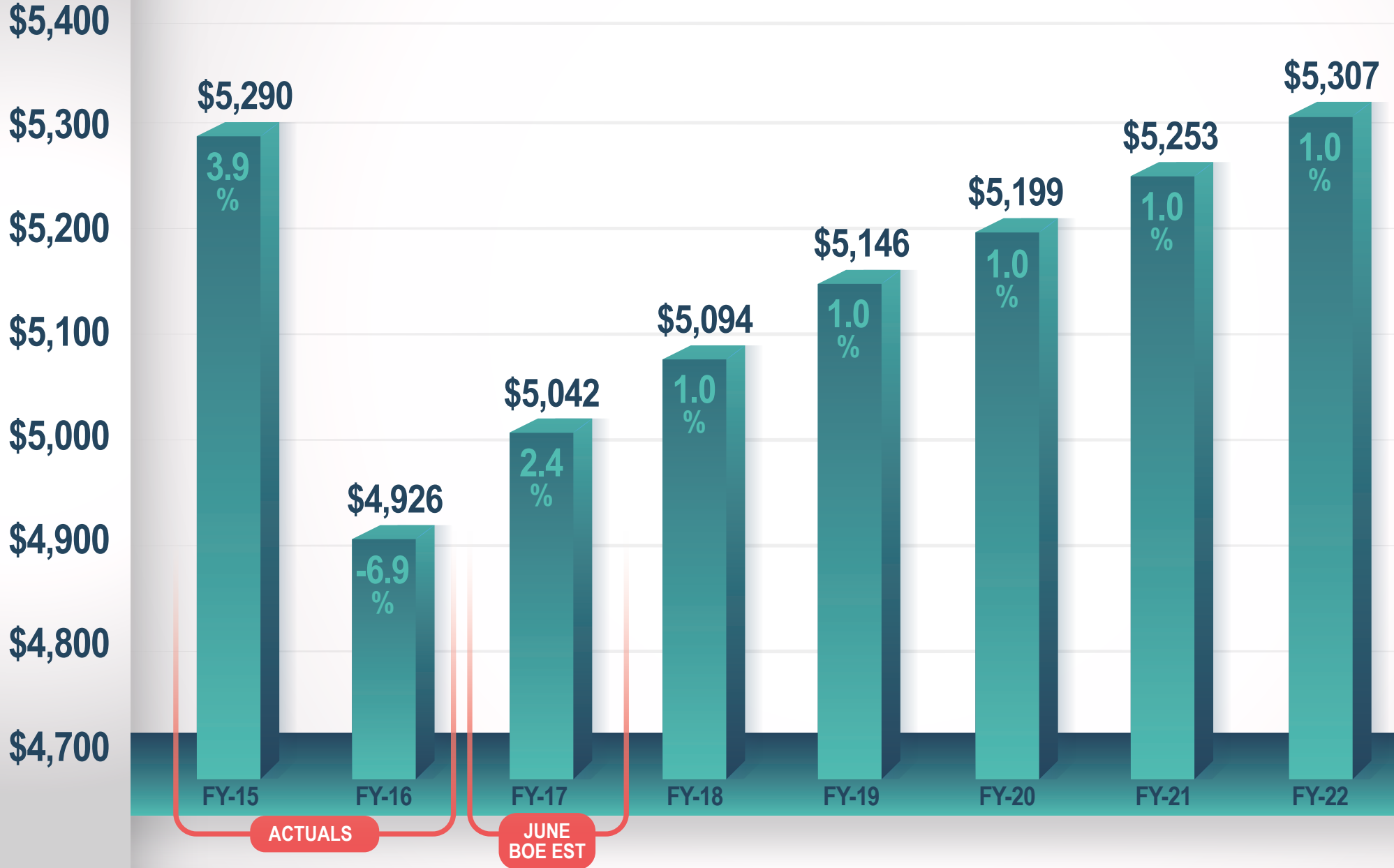
SOURCES SHOWN ARE TOTALS - NOT REDUCED FOR OHLAP OR ROADS FUNDING, ADJUSTED FOR PRO TAX INITIATIVE



General Revenue Growth - 5 Major Sources

IN MILLIONS, WITH % OF CHANGE FROM PRIOR YEAR

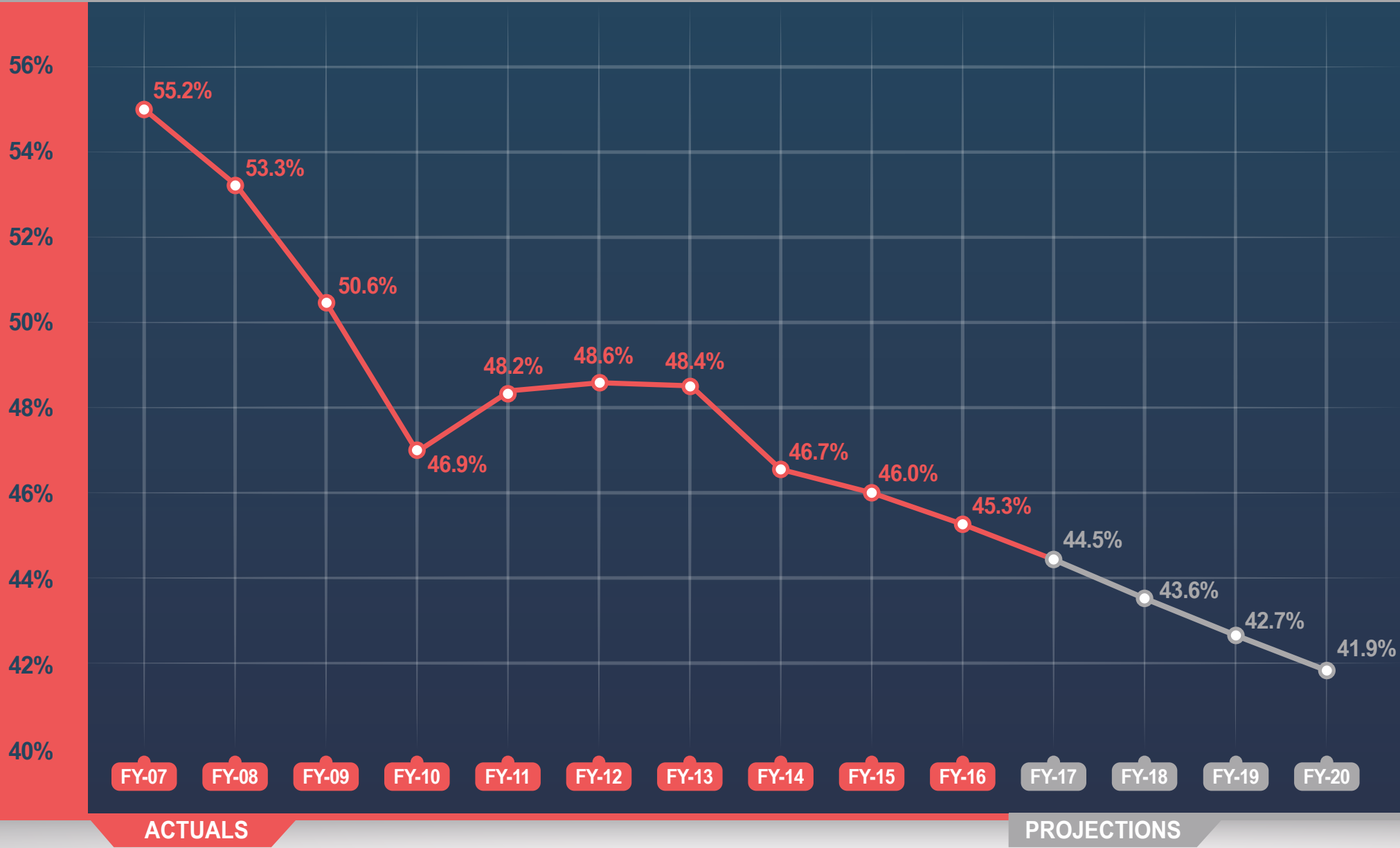
TOTAL GROWTH: PERSONAL INCOME TAX, CORPORATE INCOME TAX, GROSS PRODUCTION GAS, SALES TAX, MOTOR VEHICLE TAX



BASED ON OMES 13-YR NORMALIZED, TREND-BASED PROJECTIONS PLUS OHLAP AND ROADS FUNDING, LESS PRO



PROJECTIONS OF GRF DECLINE AS A PERCENTAGE OF TOTAL COLLECTIONS



ACTUALS

PROJECTIONS

PROJECTIONS USE AVERAGE NORMALIZED RATES OF CHANGE CALCULATED FOR TOTAL AND GRF COLLECTIONS FROM PRIOR 10 YEARS

○ GRF PERCENTAGE OF TOTAL OTC COLLECTIONS