



**JOINT LEGISLATIVE
ECONOMIC OUTLOOK
AND
REVENUE ASSESSMENT COMMITTEE**

INFORMATION PACKET
Statewide and Industry Economic Trends, Analysis, and Questions

FISCAL YEARS 2009 AND 2010



**JOINT LEGISLATIVE
ECONOMIC OUTLOOK AND REVENUE ASSESSMENT COMMITTEE
FISCAL YEARS 2009 AND 2010**

Committee Members

Sen. John Goedde
Co-Chairman

Sen. Brad Little

Sen. Brent Hill

Sen. Robert Geddes

Sen. Shawn Keough

Sen. Steve Bair

Sen. Jim Hammond

Sen. Nicole LeFavour

Sen. Diane Bilyeu

Rep. Cliff Bayer
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Rep. Scott Bedke

Rep. Dennis Lake

Rep. Ken Roberts

Rep. Janice McGeachin

Rep. Frank Henderson

Rep. Steve Kren

Rep. George Sayler

Rep. Bill Killen

Legislative Staff

Ray Houston
Budget & Policy Analyst
(208) 334-4741
rhouston@lso.idaho.gov

On-line Information

www.legislature.idaho.gov

COMMITTEE'S ROLE

Article VII, Section II of the Idaho Constitution provides that "No appropriation shall be made, nor any expenditure authorized by the legislature, whereby the expenditure of the state during any fiscal year shall exceed the total tax then provided by law..."

COMMITTEE'S MISSION

The Committee's mission is to: (1) make an overall assessment of Idaho's economy by providing a forum for expert testimony from economists, business leaders, and industry spokesmen regarding the status of Idaho's current economy and the economic outlook for the next eighteen months; and (2) review the Governor's fiscal years 2009 and 2010 General Fund revenue projections and provide advice to the Legislature regarding the total estimated revenues expected to be available for appropriation.



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ECONOMIC OUTLOOK AND REVENUE ASSESSMENT COMMITTEE
FISCAL YEARS 2009 AND 2010**

Committee Members

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Budget & Policy Analyst
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EXAMPLE
INSTRUCTIONS AND QUESTIONS TO ASSIST THOSE MAKING
PRESENTATIONS TO THE ECONOMIC OUTLOOK AND REVENUE
ASSESSMENT COMMITTEE

January 7, 8, and 15, 2009

We are grateful for your willingness to appear before our committee, and thank you for your commitment to our state and its citizens. The most important part of the committee's mission is to make an overall assessment of Idaho's economic outlook and the General Fund revenues for FY 2009 and FY 2010. In order to help guide your presentation to key areas of committee interest, please be prepared to address the questions in the second group, below, which are specific to your field of expertise. The first group of general questions may be ignored if it is outside your area of expertise.

General Questions

1. How will the Idaho economy perform in the remainder of FY 2009 (January 2009 to June 2009) and FY 2010 (July 2009 to June 2010), and what impact will this likely have on state tax revenues?
2. How will the national economy perform in the remainder of FY 2009 (January 2009 to June 2009) and FY 2010 (July 2009 to June 2010), and how will this affect Idaho?
3. What areas of the economy will be strong over the next 18 months? Which areas will be weak?
4. How will your industry or company perform over the next 18 months?
5. Do you know of any companies that are planning on moving operations into or out of Idaho in the next 18 months?
6. What policies should Idaho follow to promote economic growth and higher wages?

Specific Questions

1. What is the current state of Idaho's automobile dealer industry? How do sales compare to a year ago? What classes of vehicles are selling better than others?
2. Is the availability of credit impacting automobile sales?
3. How many people are employed by the automobile dealer industry? How does that compare to a year ago? How does payroll compare to a year ago?
4. How much of the state's sales tax is due to automobile sales?
5. Do automobile sales impact other businesses?
6. Do you see the consolidation of dealers in the future and if so, do you anticipate impacts on the local economy?
7. How are Idaho's automobile dealers likely to perform over the next 18 months?

Economic Outlook & Revenue Assessment Committee Agenda

Wednesday, January 7, 2009 <i>Location: Room #316, Capitol Annex</i>	
1:00 PM	Co-Chairs
0:10	Opening comments
1:10 PM	Michael Ferguson, Chief Economist
0:45	Division of Financial Management
1:55 PM	Roger Madsen or Bob Fick
0:25	Department of Labor
2:20 PM	Don Dietrich, Director
0:20	Department of Commerce
2:40 PM	Jane Wittmeyer
0:20	Intermountain Forest Association
3:00 pm	Break 0:15
3:15 PM	John Church
0:30	Idaho Economics
3:45 PM	John Eaton
0:20	Idaho Association of Realtors
4:05 PM	Mark Dunham
0:20	Associated General Contractors
4:25 PM	Celia Gould, Director
0:20	Idaho State Dept. of Agriculture
4:45 PM	John Hammel & Garth Taylor
0:30	U of I, College of Agriculture
5:15 PM	Adjourn

For information, please contact Ray
Houston at 334-4741 FAX 334-2668
or e-mail rhouston@iso.idaho.gov

Thursday, January 8, 2009 <i>Location: Room #316, Capitol Annex</i>	
8:00 AM	Bob Maynard, Investment Manager
1:00	Public Employee Retirement System
9:00 AM	Mike Reynoldson
0:20	Micron Technology
9:20 AM	Alex LaBeau
0:20	Idaho Assn of Commerce & Industry
9:40 AM	Doug Benzoni, Chief Economist
0:20	Idaho Transportation Department
10:00 AM	Break 0:20
10:20 AM	Trent Wright
0:20	Idaho Automobile Dealers Assn.
10:40 AM	Pam Eaton
0:20	Idaho Retailers Association
11:00 AM	Jack Myers
0:20	Ex. VP & CFO, Blue Cross Idaho
11:20 AM	Cathy Holland-Smith
0:25	Manager, LSO Budget & Policy
11:45 AM	Lunch on your own
1:30 PM	Adm. John Grossenbacher
0:20	INL Lab Director Battelle
1:50 PM	Dan John, Tax Policy Division
0:20	Idaho State Tax Commission
2:10 PM	Randy Nelson, President
0:20	Associated Taxpayers of Idaho
2:30 PM	Dr. Scott Benson, ISU Economist
0:20	University Rev. Est. (BSU, ISU, UI)
2:50 PM	Ray Houston, staff
0:10	Handout Projection Worksheet
3:00 PM	Adjourn

Fri. January 9 - Monday Jan. 12 <i>Homework</i>	
Committee members turn in projections to Ray Houston (Room #405) or e-mail to rhouston@iso.idaho.gov before "State of the State" first day of session, Monday, January 12.	

Thursday, January 15, 2009 <i>Location: Room #316, Capitol Annex</i>	
2:00 PM	Michael Ferguson & Derek Santos
0:30	Division of Financial Management
	Executive Revenue Projection for FY 2009 and FY 2010
2:30 PM	Ray Houston, staff
0:10	Review Committee Projections
2:40 PM	Committee Work Session
0:20	(finalize report to Legislature)
3:00 PM	Adjourn

KEY STATE ECONOMIC INDICATORS - 10 YEAR TRENDS

	2001	2002	2003	2004	2005	2006	2007	2008	2009	Est. 2010
Population (2007 Census estimate 1,499,402) (Calendar Year, thousands) ⁴	1,320.7 1.7%	1,342.0 1.6%	1,365.5 1.8%	1,391.0 1.9%	1,428.0 2.7%	1,465.7 2.6%	1,501.8 2.5%	1,532.6 2.1%	1,552.6 1.3%	1,578.9 1.7%
Inflation (Calendar Year CPI) ⁴	2.8%	1.6%	2.3%	2.7%	3.4%	3.2%	2.9%	4.3%	1.3%	2.1%
Non-farm Personal Income - current \$ Calendar Year, \$millions, ⁴	\$32,039 5.2%	\$32,921 2.8%	\$34,099 3.6%	\$37,100 8.8%	\$39,993 7.8%	\$43,748 9.4%	\$46,497 6.3%	\$48,279 3.8%	\$49,550 2.6%	\$51,604 4.1%
Farm Personal Income - current \$ Calendar Year, \$millions, ⁴	\$1,015 3.1%	\$928 2.7%	\$717 2.1%	\$979 2.6%	\$860 2.1%	\$641 1.4%	\$1,039 2.2%	\$897 1.8%	\$1,127 2.2%	\$1,156 2.2%
Total Idaho Personal Income - current \$ Calendar Year, \$millions, ⁴	\$33,054 5.6%	\$33,849 2.4%	\$34,816 2.9%	\$38,079 9.4%	\$40,853 7.3%	\$44,389 8.7%	\$47,536 7.1%	\$49,176 3.5%	\$50,677 3.1%	\$52,760 4.1%
Employment (Fiscal Year annual Average) ¹	638,241 2.0%	645,436 1.1%	650,149 0.7%	660,583 1.6%	685,405 3.8%	707,827 3.3%	727,526 2.8%	733,182 0.8%	719,171 (1.9%)	721,898 0.4%
Average Unemployment Rate (Fiscal Year) ¹	4.7%	5.2%	5.2%	5.0%	4.3%	3.6%	2.8%	3.0%	5.7%	6.8%
Individual Income Tax Collections Net of Refunds, Fiscal Year, \$millions, ^{2,3}	\$1,031 6.7%	\$842 (18.3%)	\$844 0.2%	\$908 7.6%	\$1,051 15.7%	\$1,223 16.3%	\$1,407 15.0%	\$1,438 2.2%	\$1,438 0.0%	\$1,438 0.0%
Corporate Income Tax Collections Net of Refunds, Fiscal Year, \$millions, ^{2,3}	\$142 12.8%	\$77 (45.9%)	\$94 21.7%	\$104 11.0%	\$141 35.5%	\$198 41.0%	\$188 (5.1%)	\$190 1.1%	\$190 0.0%	\$190 0.0%
Sales Tax Collections Net of Refunds, Fiscal Year, \$millions, ^{2,3}	\$775 3.7%	\$788 1.6%	\$836 6.2%	\$1,029 23.0%	\$1,119 8.7%	\$1,064 (4.9%)	\$1,268 19.2%	\$1,330 4.9%	\$1,330 0.0%	\$1,330 0.0%
Local Property Taxes Previous Calendar Year, \$millions, ²	\$914 6.3%	\$949 3.7%	\$1,021 7.7%	\$1,081 5.9%	\$1,141 5.5%	\$1,239 8.6%	\$1,098 (11.4%)	\$1,218 10.9%	\$1,218 0.0%	\$1,218 0.0%
Other State Tax Collections * Net of Refunds, Fiscal Year, \$millions, ²	\$440 12.9%	\$403 (8.3%)	\$406 1%	\$491 21%	\$469 (5%)	\$479 2%	\$516 8%	\$514 (0%)	\$514 (0%)	\$514 (0%)
Total Major State/Local Taxes Net of Refunds, Fiscal Year, \$millions, ^{2,3}	\$3,302 6.9%	\$3,059 (7.4%)	\$3,201 4.6%	\$3,613 12.9%	\$3,920 8.5%	\$4,202 7.2%	\$4,477 6.5%	\$4,690 4.8%	\$4,690 0.0%	\$4,690 0.0%
Revenues to General Fund Fiscal Year, \$millions, ^{2,3}	\$1,985 9.0%	\$1,690 (14.8%)	\$1,751 3.6%	\$2,084 19.0%	\$2,268 8.8%	\$2,431 7.2%	\$2,812 15.7%	\$2,910 3.5%	\$2,910 0.0%	\$2,910 0.0%

* Other State Tax Collections include: Motor Fuels Tax, Cigarette & Tobacco Tax, Beer and Wine Tax, Insurance Premium Tax, Kilowatt Hour Tax, Liquor Dispensary Profits, Treasurer's Interest Earnings and Miscellaneous Receipts and Taxes.

Sources: ¹ Idaho Department of Labor, December 2008

² State Tax Commission

³ General Fund Revenue Book, Division of Financial Management

⁴ Idaho Economic Forecast, Division of Financial Management; October 2008

POPULATION BY COUNTY: 1990, 2000, and 2007 Estimate

Line #	County	1990 Census	2000 Census	Annualized Change 90-00	2007 Estimate ¹	Number Change 2000-2007	Annualized Change 00-07	Change in Proportion of Total ²
1	Canyon (U)	90,639	131,441	3.8%	179,381	47,940	4.5%	1.81%
2	Ada (U)	207,505	300,904	3.8%	373,406	72,502	3.1%	1.65%
3	Kootenai (U)	70,411	108,685	4.4%	134,442	25,757	3.1%	0.57%
4	Madison (U)	23,752	27,467	1.5%	36,647	9,180	4.2%	0.32%
5	Teton	3,460	5,999	5.7%	8,349	2,350	4.8%	0.09%
6	Bonneville (U)	72,603	82,522	1.3%	96,545	14,023	2.3%	0.06%
7	Jefferson	16,615	19,155	1.4%	22,851	3,696	2.6%	0.04%
8	Valley	6,150	7,651	2.2%	8,945	1,294	2.3%	0.01%
9	Camas	737	991	3.0%	1,102	111	1.5%	(0.00%)
10	Boise	3,552	6,670	6.5%	7,571	901	1.8%	(0.01%)
11	Lincoln	3,345	4,044	1.9%	4,497	453	1.5%	(0.01%)
12	Clark	758	1,022	3.0%	906	(116)	(1.7%)	(0.02%)
13	Blaine	13,767	18,991	3.3%	21,560	2,569	1.8%	(0.03%)
14	Adams	3,265	3,476	0.6%	3,546	70	0.3%	(0.03%)
15	Boundary	8,352	9,871	1.7%	10,872	1,001	1.4%	(0.04%)
16	Butte	2,916	2,899	(0.1%)	2,771	(128)	(0.6%)	(0.04%)
17	Oneida	3,511	4,125	1.6%	4,106	(19)	(0.1%)	(0.04%)
18	Lewis	3,520	3,747	0.6%	3,581	(166)	(0.6%)	(0.05%)
19	Custer	4,155	4,342	0.4%	4,166	(176)	(0.6%)	(0.06%)
20	Franklin	9,263	11,329	2.0%	12,203	874	1.1%	(0.06%)
21	Power	7,073	7,538	0.6%	7,684	146	0.3%	(0.07%)
22	Payette	16,446	20,578	2.3%	22,751	2,173	1.4%	(0.07%)
23	Gem	11,940	15,181	2.4%	16,496	1,315	1.2%	(0.07%)
24	Fremont	10,943	11,819	0.8%	12,517	698	0.8%	(0.08%)
25	Jerome	15,220	18,342	1.9%	20,066	1,724	1.3%	(0.08%)
26	Lemhi	6,927	7,806	1.2%	7,717	(89)	(0.2%)	(0.09%)
27	Benewah	7,943	9,171	1.4%	9,243	72	0.1%	(0.09%)
28	Washington	8,595	9,977	1.5%	10,147	170	0.2%	(0.09%)
29	Twin Falls (U)	53,797	64,284	1.8%	73,058	8,774	1.8%	(0.10%)
30	Owyhee	8,421	10,644	2.4%	10,835	191	0.3%	(0.10%)
31	Bear Lake	6,088	6,411	0.5%	5,863	(548)	(1.3%)	(0.10%)
32	Caribou	6,959	7,304	0.5%	6,862	(442)	(0.9%)	(0.11%)
33	Bonner	26,759	36,835	3.2%	41,050	4,215	1.6%	(0.11%)
34	Clearwater	8,494	8,930	0.5%	8,231	(699)	(1.2%)	(0.14%)
35	Gooding	11,664	14,158	2.0%	14,250	92	0.1%	(0.14%)
36	Idaho	13,818	15,511	1.2%	15,345	(166)	(0.2%)	(0.18%)
37	Shoshone	13,964	13,771	(0.1%)	12,838	(933)	(1.0%)	(0.21%)
38	Cassia	19,607	21,416	0.9%	20,960	(456)	(0.3%)	(0.26%)
39	Latah (U)	30,654	34,935	1.3%	36,299	1,364	0.5%	(0.28%)
40	Nez Perce (U)	33,842	37,410	1.0%	38,932	1,522	0.6%	(0.29%)
41	Minidoka	19,385	20,174	0.4%	18,564	(1,610)	(1.2%)	(0.32%)
42	Bingham	37,621	41,735	1.0%	43,466	1,731	0.6%	(0.33%)
43	Elmore	21,232	29,130	3.2%	28,856	(274)	(0.1%)	(0.33%)
44	Bannock (U)	66,236	75,565	1.3%	79,925	4,360	0.8%	(0.51%)
	State Total	1,011,904	1,293,956	2.5%	1,499,402	205,446	2.1%	

Gainers
 Losers

Average Persons per Legislative District 36,970 42,840 5,870

(U) means Urban as defined by the Idaho Department of Commerce and Labor. That is, the county has at least one city with a population of 20,000 or more. That differs from Urban Areas & Urban Clusters defined by the U.S. Census Bureau.

¹ U.S. Census Bureau Estimate released March 2008

² The percentage change in each county's proportion of the total state population from 2000 to 2007.

IDAHO GROSS STATE PRODUCT BY INDUSTRY

(millions of calendar year current dollars)

Industry Sector*	CY 1997		CY 2006		1997-2006	1997-2006	1997-2006	1997-2006
	\$ Amt	% of Total	\$ Amt	% of Total	\$ Change	9 year Percent Change	Annualized Percent Change	% of Total Change
Manufacturing	3,739	13.1%	7,192	14.4%	3,453	92.4%	7.5%	1.29%
Administrative and Waste Services	558	2.0%	1,482	3.0%	924	165.6%	11.5%	1.01%
Finance and Insurance	1,092	3.8%	2,283	4.6%	1,191	109.1%	8.5%	0.74%
Health Care and Social Assistance	1,699	6.0%	3,326	6.7%	1,627	95.8%	7.7%	0.70%
Professional and Technical Services	1,800	6.3%	3,444	6.9%	1,644	91.3%	7.5%	0.59%
Real Estate, Rental, and Leasing	3,130	11.0%	5,760	11.5%	2,630	84.0%	7.0%	0.56%
Information	524	1.8%	1,126	2.3%	602	114.9%	8.9%	0.42%
Educational Services	124	0.4%	276	0.6%	152	122.6%	9.3%	0.12%
Retail Trade	2,437	8.5%	4,307	8.6%	1,870	76.7%	6.5%	0.08%
Mining	165	0.6%	302	0.6%	137	83.0%	6.9%	0.03%
Construction	1,911	6.7%	3,357	6.7%	1,446	75.7%	6.5%	0.02%
Arts, Entertainment and Recreation	258	0.9%	439	0.9%	181	70.2%	6.1%	-0.03%
Accommodation and Food Services	747	2.6%	1,248	2.5%	501	67.1%	5.9%	-0.12%
Utilities	583	2.0%	903	1.8%	320	54.9%	5.0%	-0.24%
Other Services	660	2.3%	964	1.9%	304	46.1%	4.3%	-0.38%
Management of Companies	609	2.1%	832	1.7%	223	36.6%	3.5%	-0.47%
Transportation & Warehousing	931	3.3%	1,393	2.8%	462	49.6%	4.6%	-0.47%
Wholesale Trade	1,694	5.9%	2,716	5.4%	1,022	60.3%	5.4%	-0.50%
Agriculture, Forestry, Fish and Hunting	1,752	6.1%	2,253	4.5%	501	28.6%	2.8%	-1.63%
State, Fed & Local Government	4,093	14.4%	6,303	12.6%	2,210	54.0%	4.9%	-1.73%
Total Gross State Product	28,506	100%	49,906	100%	21,400	75.1%	6.4%	0.00%

Compare to Inflation CY1997-2006

25.6% 2.9%

Real Growth in GSP

49.5% 3.5%

*Note: North American Industry Classification System (NAICS)

Source: U.S. Department of Commerce, Bureau of Economic Analysis. June 2007. Current dollars not adjusted for inflation.

The Gross State Product (GSP) is the value added in production by the labor and capital for all industries located in a state. An industry's GSP, referred to as its "value added", is equivalent to its gross output (sales or receipts and other operating income, commodity taxes, and inventory change) minus its intermediate inputs (consumption of goods and services purchased from other U.S. industries or imported). The GSP is the state counterpart of the nation's gross domestic product (GDP).

Idaho's Gross State Product (GSP) grew at an annualized rate of 6.4% between 1997 and 2006. Although Government contributed \$2.21 billion of the \$21.4 billion increase, its proportion dropped by 1.73% of the total. Manufacturing grew by \$3.453 billion or 7.5% annually to increase its share of the total Gross State Product by 1.29%.

COVERED EMPLOYMENT GROWTH TRENDS AND AVERAGE ANNUAL WAGES BY INDUSTRY

One, Five and Ten Year Change Comparisons

Employment Projections for End of Fiscal Year 2010 (Ranked Largest to Smallest)

Industry	Projected Employment		Annualized Employment Growth			Current Wages		Annualized Wage Growth		
	FY 2008 Qtr 4	FY 2010 Qtr 4	*2 Year FY2008 Qtr4 to FY2010 Qtr4	5 Year FY2005 Qtr 4 to FY2010 Qtr 4	10 Year FY2000 Qtr 4 to FY2010 Qtr 4	FY2008 Average Wages	FY2008 Total Wages (Millions of Dollars)	1 Year FY2007 to FY2008	5 Year FY2003 to FY2008	10 Year FY1999 to FY2008
Retail Trade	83,104	83,363	0.16%	1.93%	1.59%	\$24,623	\$2,060	-2.29%	3.33%	2.46%
Health Care and Social Assistance (private, state and local)	75,729	81,110	3.49%	3.72%	4.18%	\$34,339	\$2,546	3.65%	3.54%	2.38%
Leisure & Hospitality	64,545	65,200	0.51%	2.58%	2.05%	\$13,138	\$838	2.43%	2.74%	3.06%
Self-employed (including family farm employment)	65,026	64,707	-0.25%	2.54%	3.25%	N/A	N/A	N/A	N/A	N/A
Education Services (private, federal, state & local)	57,400	59,454	1.77%	2.06%	2.02%	\$30,012	\$1,655	1.99%	1.74%	2.06%
Construction	47,078	43,759	-3.59%	-0.42%	1.72%	\$38,436	\$1,896	11.34%	4.44%	3.46%
Administrative & Support & Waste Management & Remediation Services	41,132	41,883	0.91%	0.63%	3.49%	\$24,739	\$1,016	3.67%	5.27%	4.10%
All Other Professional & Business Services (excluding Administrative and Support Svcs.)	40,939	41,353	0.50%	1.93%	1.90%	\$54,949	\$2,274	-2.09%	3.61%	2.90%
Local Government (excluding Hospital and Education Employment)	28,790	29,364	0.99%	1.96%	2.27%	\$31,101	\$881	4.62%	3.80%	3.56%
Financial Activities	29,915	28,875	-1.75%	1.17%	2.30%	\$41,089	\$1,240	0.88%	3.93%	3.48%
Wholesale Trade	27,880	27,444	-0.79%	0.95%	0.62%	\$44,694	\$1,256	3.81%	4.81%	4.24%
All Other Manufacturing (exc. Wood, Food & Computer & Electronic Mfg.)	26,844	26,575	-0.50%	1.76%	0.44%	\$37,494	\$1,014	1.23%	3.01%	1.75%
Agriculture (Crop & Animal Production)	21,478	21,995	1.20%	2.46%	1.11%	\$25,734	\$527	5.75%	5.04%	3.90%
Other Services	15,689	15,908	0.70%	1.17%	0.80%	\$23,611	\$386	2.37%	3.45%	2.56%
Food Manufacturing	15,682	15,717	0.11%	1.83%	0.09%	\$34,826	\$542	1.01%	3.42%	2.64%
State Government (excluding Hospital and Education Employment)	15,119	15,143	0.08%	0.55%	0.61%	\$38,443	\$581	4.23%	3.14%	2.60%
Federal Government	13,383	13,500	0.44%	0.43%	-0.75%	\$56,389	\$736	0.51%	4.83%	3.76%
All Other Transportation, Warehousing, Utilities (excluding Trucking)	11,752	11,879	0.54%	5.42%	3.85%	\$35,489	\$367	0.61%	2.70%	1.65%
Information	11,513	11,761	1.07%	2.37%	1.84%	\$38,977	\$435	1.63%	2.91%	3.01%
Computer & Electronic Product (High Tech) Manufacturing	14,654	10,353	-15.95%	-7.61%	-5.03%	\$79,168	\$1,196	4.63%	6.15%	4.67%
Truck Transportation	9,087	9,194	0.59%	1.44%	0.88%	\$35,431	\$331	1.96%	3.86%	2.82%
Wood Product Manufacturing	6,914	6,238	-5.01%	-3.73%	-3.07%	\$35,601	\$262	1.60%	2.84%	1.77%
Natural Resources (Mining, Forestry & Logging)	4,078	3,841	-2.95%	-0.46%	-1.22%	\$49,734	\$222	7.90%	6.26%	3.91%
TOTAL (All Industries)	727,731	728,616	0.06%	1.63%	1.78%	\$33,704	\$22,261	1.85%	3.50%	2.91%

*These data are annualized from a two year short-term projection, most of the growth forecasted for this period is expected to occur in the latter part of SFY2010.

Data are provided in state fiscal year format, fourth quarter is the average for April, May and June of that particular fiscal year.

SOURCE: Idaho Department of Labor, Communications & Research, Dec. 11, 2008

EMPLOYEE GROWTH TRENDS BY SIZE OF FIRM (SFY08 4th Quarter Compared to SFY03 4th Quarter)

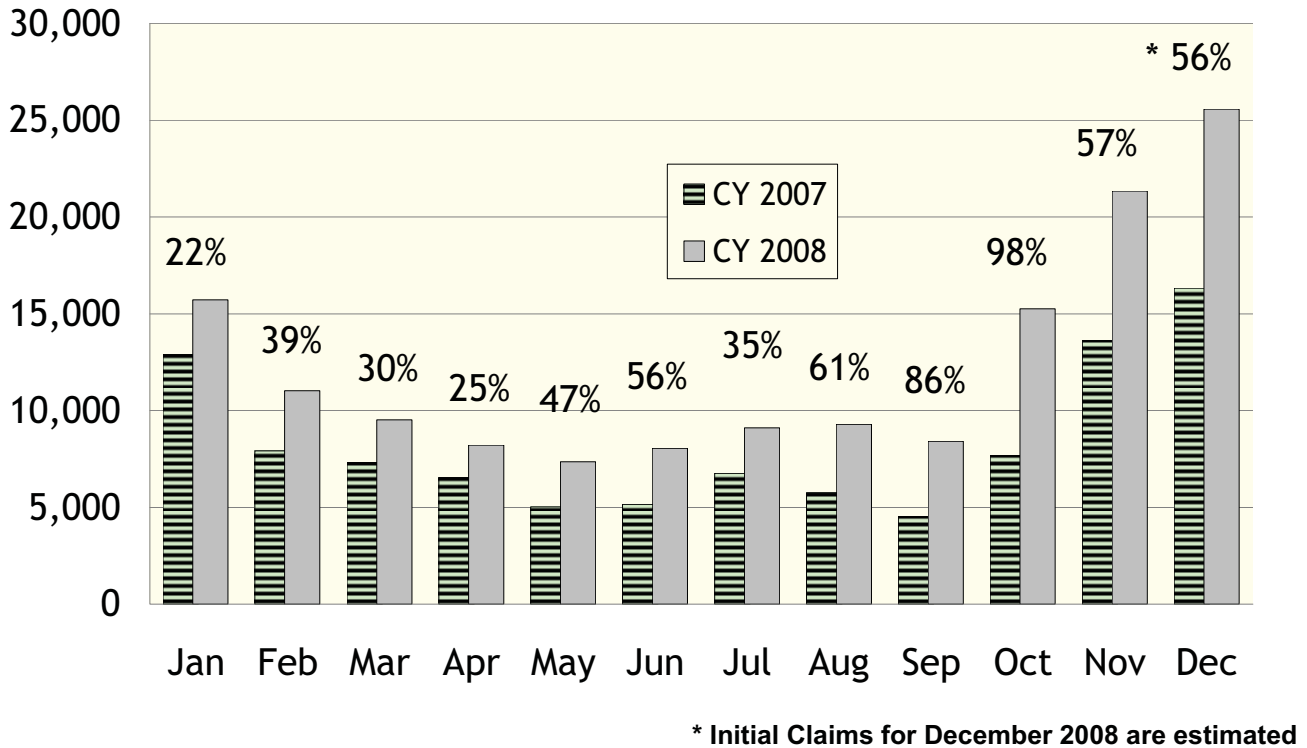
Size of Firm Data for SFY08 4th Quarter										
Size of Firm by Number of Employees	Number of Employers	Percent Change from '03	Number of Employees	% of Total Employees	Percent Change from '03	Total Wages (\$millions)	% of Total Wages	Percent Change from '03	Average Annual Wage	Percent Change from '03
0 - 49	55,114	16.7%	326,154	49.2%	12.6%	\$2,453.4	44.8%	36.0%	\$30,089	20.8%
50 - 99	1,482	20.8%	100,031	15.1%	22.1%	\$765.0	14.0%	44.3%	\$30,590	18.2%
100 - 249	651	17.5%	93,666	14.1%	18.0%	\$748.8	13.7%	38.8%	\$31,979	17.6%
250 - 499	143	10.0%	49,320	7.4%	9.3%	\$428.7	7.8%	31.0%	\$34,772	19.9%
500 - 999	56	19.1%	38,180	5.8%	22.8%	\$368.3	6.7%	37.0%	\$38,583	11.6%
1000 +	26	13.0%	55,100	8.3%	9.7%	\$711.2	13.0%	24.9%	\$51,632	13.8%
Total	57,472	16.8%	662,450	100.0%	14.7%	\$5,475.5	100.0%	35.6%	\$33,062	18.2%

Size of Firm Data for SFY03 4th Quarter									
Size of Firm by Number of Employees	Number of Employers	Number of Employees	% of Total Employees	Total Wages (\$millions)	% of Total Wages	Average Annual Wage			
0 - 49	47,218	289,666	50.2%	\$1,803.6	44.7%	\$24,906			
50 - 99	1,227	81,938	14.2%	\$530.1	13.1%	\$25,880			
100 - 249	554	79,377	13.7%	\$539.6	13.4%	\$27,189			
250 - 499	130	45,136	7.8%	\$327.2	8.1%	\$29,000			
500 - 999	47	31,085	5.4%	\$268.8	6.7%	\$34,585			
1000 +	23	50,224	8.7%	\$569.7	14.1%	\$45,369			
Total	49,199	577,425	100.0%	\$4,039.0	100.0%	\$27,979			

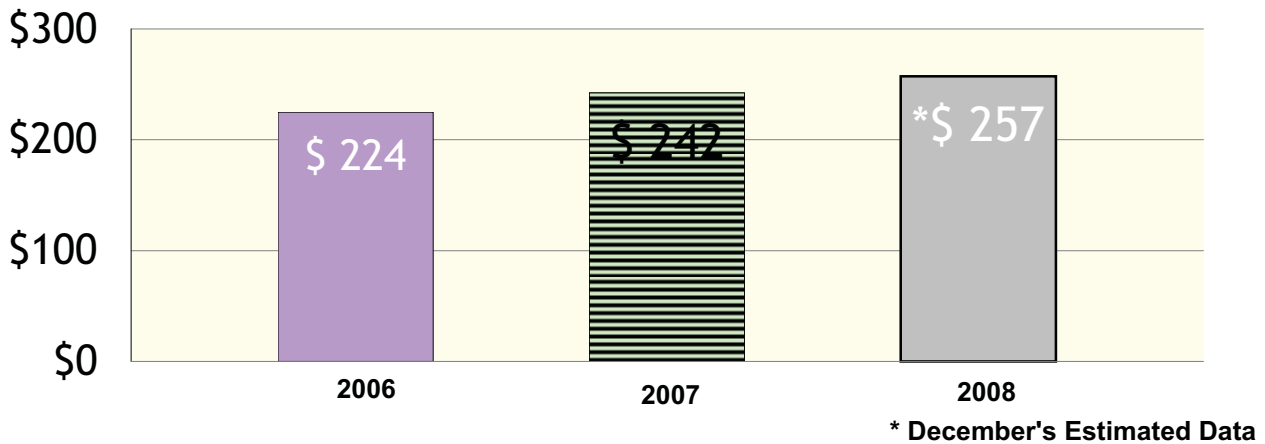
Data are provided in state fiscal year format, fourth quarter is the average for April, May and June of that particular fiscal year.
Source: Idaho Department of Labor, Report of Covered Employment and Wages, December 17, 2008

Recent Trends in Unemployment Insurance Claims

Number of Initial Monthly Unemployment Insurance Claims Change from CY 2007 to CY 2008 by Month



Average Weekly Benefit Amount



Source: Idaho Department of Labor, Communications & Research, December 11, 2008

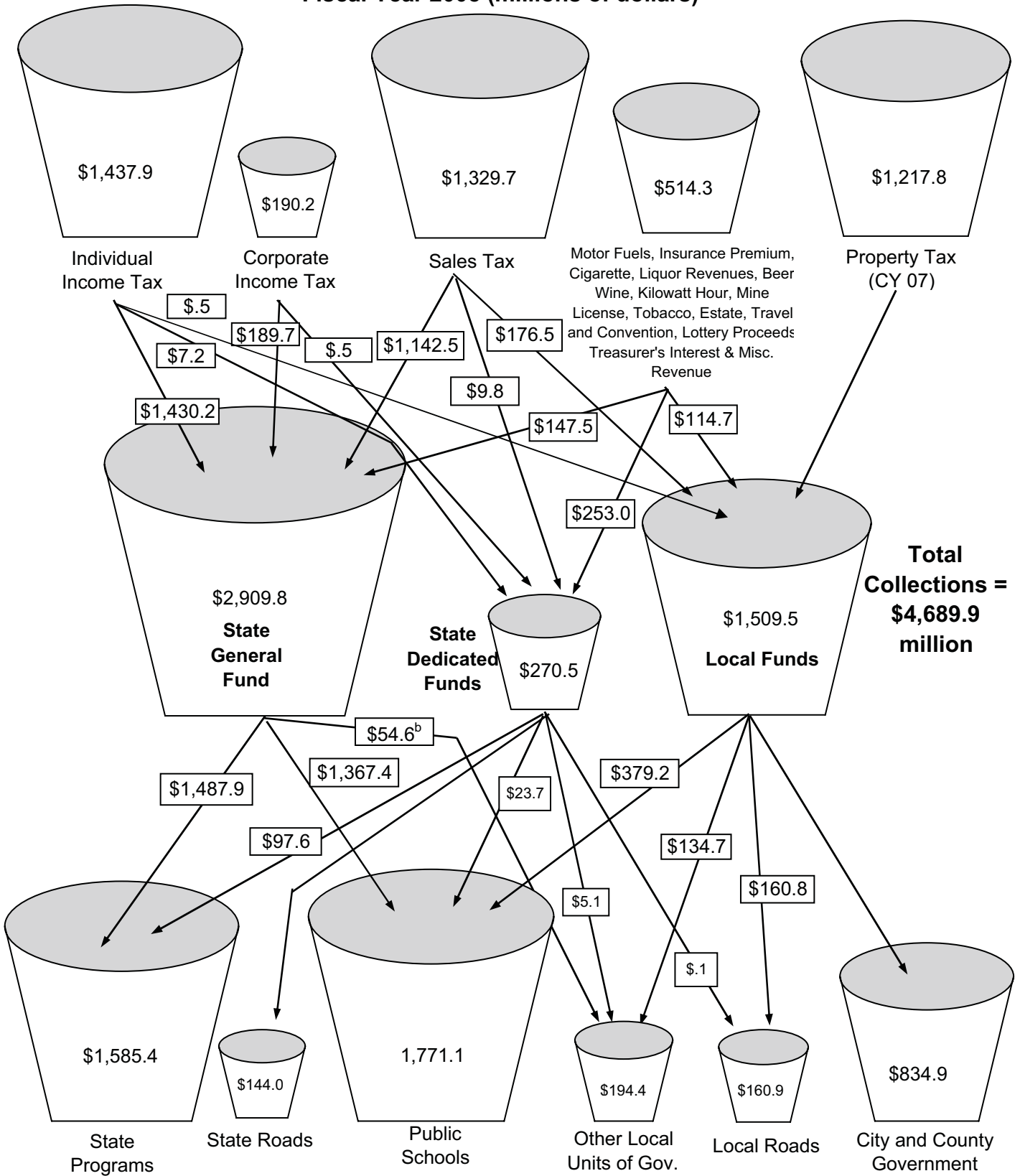
Annual Average Unemployment Rates by County with 2010 Ranking

County	2000	2001	2002	2003	2004	2005	2006	2007	2008*	2009*	2010*	Rank
Ada	3.3	3.7	4.6	4.6	3.9	3.2	2.4	2.3	4.0	6.2	7.3	17
Adams	9.9	10.9	11.7	11.7	11.5	7.8	6.2	4.9	8.6	12.7	14.0	3
Bannock	4.6	4.8	5.8	5.0	4.5	3.7	3.1	2.7	3.9	5.7	6.3	20
Bear Lake	4.7	4.5	5.0	5.4	4.6	3.9	2.6	2.2	2.9	4.1	4.3	41
Benewah	10.9	10.2	10.9	10.5	8.6	7.4	7.1	5.6	8.8	13.2	15.2	2
Bingham	4.3	4.6	4.5	4.4	4.2	3.6	3.4	2.4	3.5	5.2	5.7	27
Blaine	3.5	3.3	3.9	4.1	3.5	2.7	2.4	2.1	3.2	4.7	5.4	32
Boise	4.8	3.9	4.8	5.3	4.9	4.4	3.3	3.0	4.8	7.4	8.6	12
Bonner	7.6	7.7	7.9	7.4	5.8	4.9	4.3	3.4	5.3	7.8	8.8	11
Bonneville	3.4	3.5	3.7	3.5	3.3	2.9	2.4	2.0	2.9	4.4	5.0	35
Boundary	7.6	9.1	8.6	8.6	6.8	7.7	6.9	5.9	7.9	11.8	13.8	4
Butte	4.2	4.2	4.7	6.1	6.2	4.1	3.0	2.2	3.1	4.3	4.4	40
Camas	3.7	3.6	3.3	5.0	4.2	3.8	3.1	2.3	3.7	5.6	6.3	21
Canyon	4.4	5.0	6.0	6.1	5.4	4.3	3.5	3.3	5.4	8.3	9.7	9
Caribou	4.9	5.2	6.5	6.5	6.5	5.1	3.6	2.8	3.5	4.9	4.9	36
Cassia	4.8	4.7	5.2	5.8	5.7	4.4	3.7	3.0	3.5	4.8	4.9	37
Clark	5.1	5.1	5.8	5.3	6.9	4.8	3.5	2.1	3.5	5.3	5.5	28
Clearwater	13.0	14.3	13.2	11.4	9.8	9.0	7.6	6.6	9.6	14.1	16.0	1
Custer	5.4	6.0	6.4	6.0	5.6	4.8	3.8	2.9	3.9	5.6	5.9	24
Elmore	5.8	5.5	6.5	6.0	5.1	4.4	3.8	3.5	4.7	6.9	7.7	16
Franklin	3.2	3.7	4.4	4.1	3.8	3.1	2.2	1.8	2.5	3.5	3.7	44
Fremont	4.8	4.5	4.5	4.9	4.3	3.8	3.4	2.6	3.7	5.4	6.0	22
Gem	5.1	6.6	7.2	6.0	5.4	4.6	3.9	3.3	5.8	9.1	10.9	7
Gooding	3.7	3.8	3.8	4.0	3.8	2.9	2.6	2.0	2.9	4.3	4.6	38
Idaho	8.2	8.4	8.4	8.6	7.5	6.5	5.7	4.5	6.2	8.9	9.7	8
Jefferson	3.7	3.8	3.9	3.7	3.7	3.2	2.8	2.2	3.2	4.8	5.4	31
Jerome	4.2	4.0	4.2	4.4	4.3	3.6	3.0	2.5	3.5	5.2	5.8	26
Kootenai	6.2	6.8	7.0	6.4	5.5	4.3	3.5	2.9	4.8	7.1	8.0	14
Latah	4.2	4.2	4.5	4.4	3.7	3.4	2.7	2.4	3.5	5.2	5.9	23
Lemhi	7.8	7.3	7.4	7.2	6.7	5.8	4.8	4.0	5.4	7.8	8.5	13
Lewis	6.4	6.9	6.0	4.2	3.7	3.3	2.5	2.3	3.1	4.6	5.1	33
Lincoln	4.3	3.9	5.1	5.5	5.3	4.3	4.1	3.2	5.2	8.0	9.3	10
Madison	3.5	3.1	3.0	2.9	2.9	2.6	2.4	1.8	2.7	4.1	4.6	39
Minidoka	5.6	5.5	6.2	7.2	7.5	5.5	4.6	3.6	4.0	5.5	5.4	29
Nez Perce	5.1	5.2	5.2	5.2	4.6	4.2	3.2	2.7	3.7	5.4	5.8	25
Oneida	3.2	3.5	4.0	3.8	3.1	2.5	1.8	1.6	2.8	4.3	5.1	34
Owyhee	3.9	4.0	4.4	2.7	2.6	2.4	1.9	1.7	2.4	3.7	4.1	42
Payette	6.5	7.7	8.2	8.4	7.9	6.7	4.6	3.7	5.2	7.5	7.9	15
Power	5.7	5.6	6.2	6.7	5.9	4.5	4.4	3.5	4.3	6.2	6.5	18
Shoshone	9.5	12.0	12.0	11.9	9.4	7.5	6.5	4.9	7.4	10.4	11.4	6
Teton	2.9	2.5	3.3	3.5	3.0	2.8	1.8	1.5	2.3	3.4	3.7	43
Twin Falls	4.1	4.1	4.2	4.3	4.2	3.5	3.1	2.4	3.3	5.0	5.4	30
Valley	6.6	7.5	8.1	7.9	6.5	4.6	3.9	3.5	6.7	10.3	12.3	5
Washington	6.6	6.4	6.8	7.5	6.5	5.1	4.1	3.5	4.4	6.1	6.4	19

* Projected

SOURCE: Idaho Department of Labor, Communications & Research, Dec. 11, 2008

State of Idaho
Major State and Local Tax
Collections and Distributions ^a
Fiscal Year 2008 (millions of dollars)



^a Excludes endowment earnings, federal funds, and fees.

^b General Fund Total Appropriations to local units include: Catastrophic Health Care, Community Colleges, and Public Health Districts.

PROPERTY TAXES - TRENDS BY CLASS OF TAXPAYER

Estimated Collections in Millions of Dollars

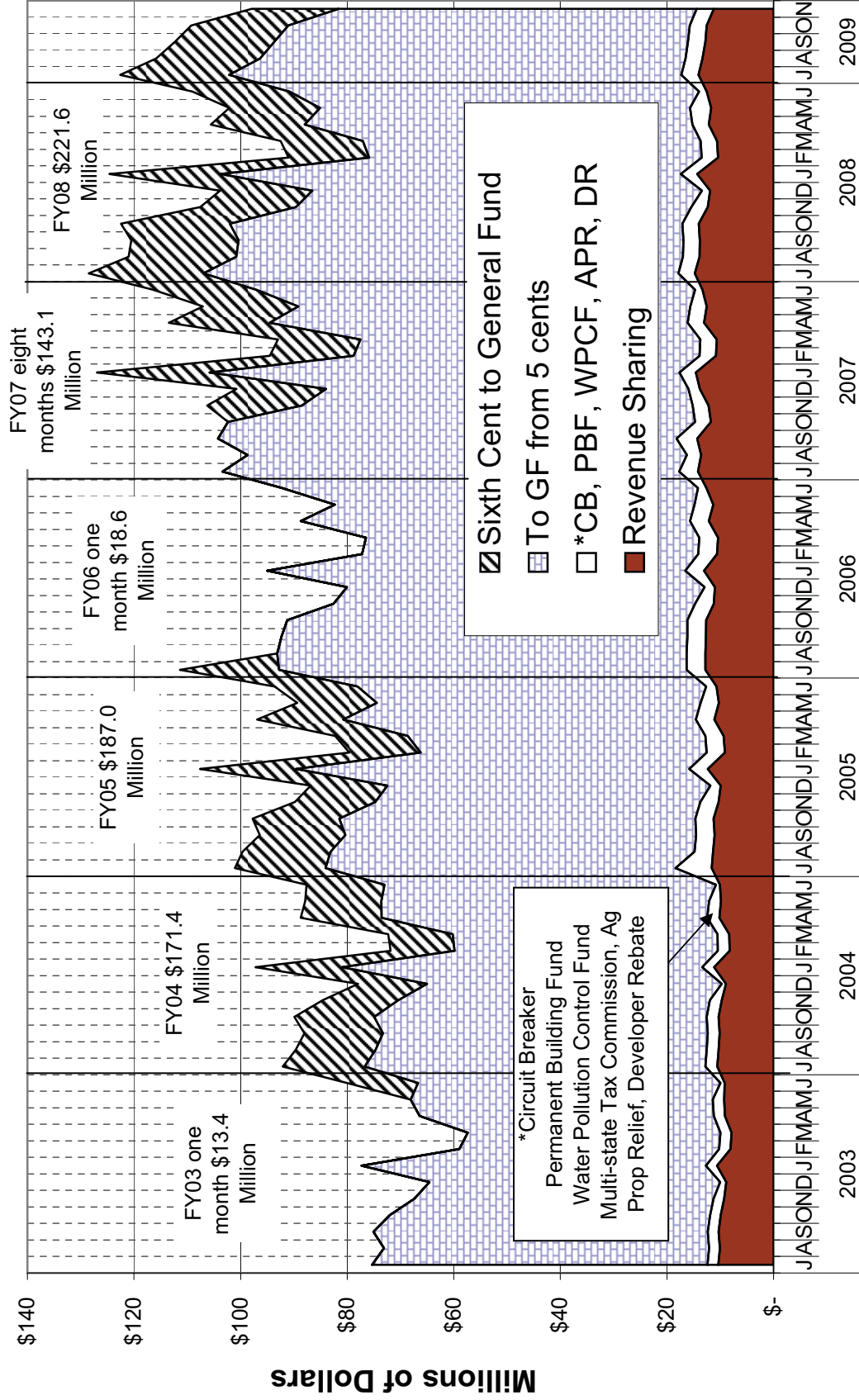
	FY 2005 (TY 04)		FY 2006 (TY 05)		FY 2007 (TY 06)		FY 2008 (TY 07)		FY 2009 (TY 08)	
	Amount	% of Total	Amount	% of Total	Amount	% of Total	Amount	% of Total	Amount	% of Total
Owner Occupied Residential	\$461.3	40.4%	\$517.5	41.8%	\$451.1	41.1%	\$496.8	40.8%	\$518.5	39.4%
% Change	7.9%		12.2%		(12.8%)		10.1%		4.4%	
Business:										
Non-owner Occupied Residential Property	\$240.9	21.1%	\$266.1	21.5%	\$251.7	22.9%	\$312.4	25.7%	\$349.7	26.6%
% Change	14.9%		10.5%		(5.4%)		24.1%		11.9%	
Commercial/Industrial	\$327.2	28.7%	\$345.2	27.9%	\$308.5	28.1%	\$323.9	26.6%	\$359.2	27.3%
% Change	(1.2%)		5.5%		(10.6%)		5.0%		10.9%	
Agricultural	\$47.4	4.2%	\$49.1	4.0%	\$38.5	3.5%	\$38.0	3.1%	\$39.2	3.0%
% Change	3.3%		3.6%		(21.6%)		(1.3%)		3.1%	
Timber	\$10.6	0.9%	\$9.3	0.8%	\$6.4	0.6%	\$6.9	0.6%	\$7.6	0.6%
% Change	(7.0%)		(12.3%)		(31.4%)		8.5%		9.4%	
Mining	\$3.4	0.3%	\$3.8	0.3%	\$3.5	0.3%	\$3.2	0.3%	\$3.2	0.2%
% Change	(2.9%)		11.8%		(7.2%)		(10.0%)		(0.4%)	
Operating (Utilities)	\$49.9	4.4%	\$48.0	3.9%	\$38.1	3.5%	\$36.6	3.0%	\$38.4	2.9%
% Change	(3.5%)		(3.8%)		(20.7%)		(3.8%)		5.0%	
Total Business	\$679.4	59.6%	\$721.5	58.2%	\$646.6	58.9%	\$721.0	59.2%	\$797.3	60.6%
% Change	4.0%		6.2%		(10.4%)		11.5%		10.6%	
Grand Totals	\$1,140.7	100%	\$1,239.0	100%	\$1,097.7	100%	\$1,217.8	100%	\$1,315.8	100%
% Change	5.5%		8.6%		(11.4%)		10.9%		8.0%	

- Notes:**
1. All data is tax year: TY = Tax Year, January 1 - December 31 and is used comparatively as FY = State Fiscal Year, July 1 - June 30.
 2. Growth in property taxes is a component of new construction and market appreciation on existing property. The amount of each component cannot be determined from existing records.

Source: Idaho State Tax Commission, Gary Houde (ghoude@tax.idaho.gov), http://tax.idaho.gov/propertytax/PTpdfs/2008mkt_value_ptax2.pdf
 Property Tax Publications, Tax Policy, Market Value & Property Tax in Idaho

The Sixth Cent

History by Month
Sales Tax Distributions



History of Sales Tax Collections and Distributions

Table 1: Sales Tax Distributions (millions of Dollars) State FY						DFM Aug. Estimate	Using Nov. to Date Chg.*	
	2003	2004	2005	2006	FY 2007	FY 2008	FY 2009	FY 2009 Est.
Gross Sales Tax Collections	\$ 839.2	\$ 1,033.0	\$ 1,125.3	\$ 1,071.2	\$ 1,272.9	\$ 1,339.3	\$ 1,327.0	\$ 1,243.5
Less Refunds	3.1	4.3	3.5	7.7	5.0	9.6	7.4	7.4
Subtotal Net Collections	836.1	1,028.7	1,121.8	1,063.5	1,267.8	1,329.7	1,319.5	1,236.1
Less Revenue Sharing	112.9	117.8	128.5	143.2	154.8	152.6	151.7	142.1
Permanent Building Fund	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Water Pollution Control Fund	4.8	4.8	4.8	4.8	4.8	4.8	4.8	4.8
Circuit Breaker	12.8	14.1	15.0	15.5	15.4	15.4	14.0	15.4
Ag Property Tax Relief	0.0	0.0	16.8	13.4	9.7	8.5	8.5	8.5
Multistate Tax Compact	.3	.9	.9	.9	.6	0.0	0.0	0.0
Developers' Rebate Pilot Project	0.0	0.0	0.0	0.0	0.0	.9	1.5	1.5
Subtotal General Fund	700.2	886.1	950.8	880.8	1,077.5	1,142.5	1,134.0	1,058.7
To Gen Fund from 5 cents	686.9	714.6	763.9	862.2	934.3	919.8	913.0	852.3
To Gen Fund from 6th cent	13.4	171.4	187.0	18.6	143.1	221.6	220.0	205.4
To Gen Fund from MTC	0.0	0.0	0.0	0.0	0.0	1.0	1.0	1.0
Sales Tax to General Fund	\$ 700.2	\$ 886.1	\$ 950.8	\$ 880.8	\$ 1,077.5	\$ 1,142.5	\$ 1,134.0	\$ 1,058.7
								(75.3)

Table 2: Sales Tax Distributions Change from previous fiscal year						FY 2009	FY 2009 Est.	
	2003	2004	2005	2006	FY 2007	FY 2008	FY 2009	
Subtotal Net Collections		23.0%	9.1%	-5.2%	19.2%	4.9%	-0.8%	-7.0%
Revenue Sharing		4.3%	9.0%	11.4%	8.1%	-1.4%	-0.5%	-6.8%
PBF, WPCF, CB, MTC, DR		8.3%	71.7%	-7.0%	-10.2%	-2.6%	-2.4%	1.6%
Subtotal General Fund		26.5%	7.3%	-7.4%	22.3%	6.0%	-0.7%	-7.3%
To Gen Fund from 5 cents		4.0%	6.9%	12.9%	8.4%	-1.6%	-0.7%	-7.3%
To Gen Fund from 6th cent		1183.7%	9.1%	-90.1%	670.3%	54.8%	-0.7%	-7.3%
Sales Tax to General Fund		26.5%	7.3%	-7.4%	22.3%	6.0%	-0.7%	-7.3%

*Through November, year-to-date distributions to the General Fund were down 7.3% from last year.

General Fund Revenue Collections & Estimates

Source	Actual			
	FY 2001	FY 2002	FY 2003	FY 2004
Individual Income Tax	\$1,023,970,200	\$835,854,800	\$837,798,600	\$902,125,500
% change	6.6%	(18.4%)	0.2%	7.7%
Corporate Income Tax	141,527,200	76,295,600	93,129,700	103,015,000
% change	13.3%	(46.1%)	22.1%	10.6%
Sales Tax	647,293,800	657,119,300	700,240,700	886,079,000
% change	3.2%	1.5%	6.6%	26.5%
Cigarette Tax	7,980,900	8,000,500	8,259,900	30,040,500
Tobacco Tax	4,062,800	4,313,100	4,666,100	5,489,100
Beer Tax	1,816,500	1,876,700	1,912,800	1,955,000
Wine Tax	1,898,200	1,884,800	1,969,000	2,138,000
Liquor Distribution	<u>4,945,000</u>	<u>4,945,000</u>	<u>4,945,000</u>	<u>4,945,000</u>
Product Taxes subtotal	20,703,400	21,020,100	21,752,800	44,567,600
% change	29.7%	1.5%	3.5%	104.9%
Kilowatt-Hour Tax	1,796,300	1,794,700	1,797,000	1,827,000
Mine License	119,300	816,000	35,700	71,900
State Treasurer Int.	22,303,600	11,334,600	2,982,300	4,971,300
Judicial Branch	5,493,500	5,188,300	5,287,800	4,978,600
Insurance Prem. Tax	55,880,800	55,371,000	59,488,800	62,766,700
State Police	1,224,400	1,363,800	1,394,200	1,611,500
Secretary of State	2,007,000	2,031,800	2,143,500	2,394,900
Unclaimed Property	5,809,600	880,700	3,760,400	3,686,500
Estate Tax	35,806,800	7,588,900	13,649,200	4,430,600
Ag Equip Exemption	0	(10,085,300)	(13,448,100)	(13,448,500)
Other	<u>20,708,100</u>	<u>23,769,300</u>	<u>20,485,600</u>	<u>74,573,800</u>
Misc. Revenue Subtotal	151,149,400	100,053,800	97,576,400	147,864,300
% change	63.5%	(33.8%)	(2.5%)	51.5%
Total General Fund Collections	\$1,984,644,000	\$1,690,343,600	\$1,750,498,200	\$2,083,651,400
% change	9.0%	(14.8%)	3.6%	19.0%
Expenditures	1,828,502,900	1,979,444,000	1,925,457,700	1,987,198,800
% change	8.9%	8.3%	(2.7%)	3.2%
Annual Surplus (Deficit)	156,141,100	(289,100,400)	(174,959,500)	96,452,600
Beginning Balance:	182,424,200	184,890,100	1,426,200	15,745,000
Net Transfers In (Out):	(153,675,200)	105,636,500	189,278,300	(11,953,500)
Total Ending Balance	184,890,100	1,426,200	15,745,000	100,244,100

Sources: Legislative Fiscal Reports and the Division of Financial Management

General Fund Revenue Collections & Estimates

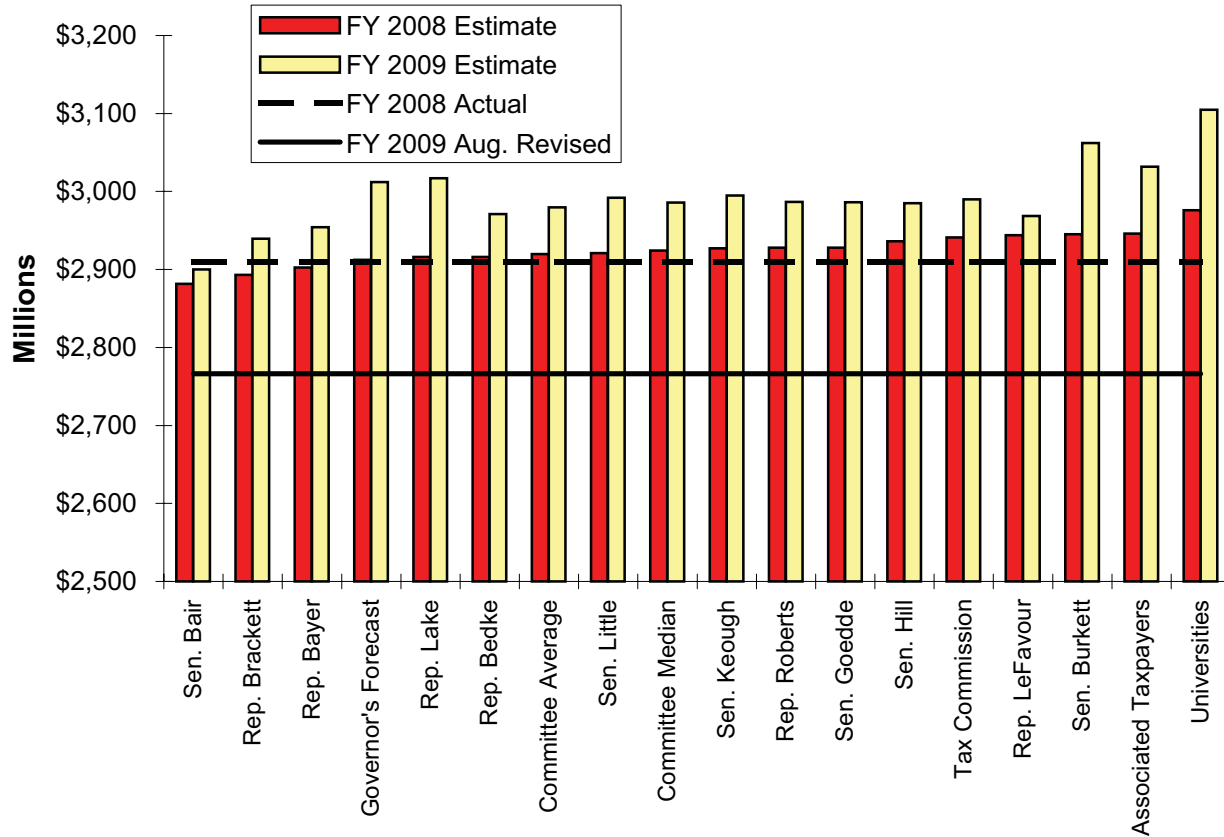
Actual				FY 2009 Forecast	
FY 2005	FY 2006	FY 2007	FY 2008	At Sine Die	August
\$1,035,542,500	\$1,216,486,700	\$1,400,159,000	\$1,430,162,500	\$1,342,050,000	\$1,334,730,000
14.8%	17.5%	15.1%	2.1%	(6.2%)	(6.7%)
139,561,500	194,125,100	190,222,200	189,703,100	165,955,000	150,230,000
35.5%	39.1%	(2.0%)	(0.3%)	(12.5%)	(20.8%)
950,825,200	880,772,800	1,077,455,900	1,142,468,000	1,222,905,000	1,134,000,000
7.3%	(7.4%)	22.3%	6.0%	7.0%	(0.7%)
7,814,900	7,983,400	1,000,000	6,535,000	7,770,000	7,770,000
5,747,400	6,156,000	6,548,200	7,200,500	7,450,000	7,550,000
1,946,300	1,985,500	2,133,500	2,147,600	2,220,000	2,188,000
2,331,800	2,428,100	2,483,200	2,581,700	2,770,000	2,859,000
<u>4,945,000</u>	<u>4,945,000</u>	<u>10,242,200</u>	<u>8,378,500</u>	<u>11,270,000</u>	<u>9,294,000</u>
22,785,400	23,498,000	22,407,100	26,843,300	31,480,000	29,661,000
(48.9%)	3.1%	(4.6%)	19.8%	17.3%	10.5%
1,534,400	2,285,200	2,259,200	1,599,200	2,000,000	2,100,000
33,100	265,800	2,345,200	2,524,900	500,000	1,500,000
8,921,100	18,122,100	17,174,500	11,366,200	7,650,000	12,496,000
4,656,300	4,786,900	5,037,100	5,332,400	5,240,000	5,422,000
60,852,600	60,375,000	59,781,300	56,343,200	59,540,000	56,435,000
1,635,500	1,719,200	1,807,200	1,919,900	1,880,000	1,952,000
2,689,000	3,015,800	2,998,300	2,821,000	3,150,000	2,800,000
9,827,600	1,988,900	3,308,400	5,626,900	2,500,000	3,000,000
3,296,600	1,110,400	122,900	29,000	0	0
0	0	0	0	0	0
<u>25,530,800</u>	<u>22,759,500</u>	<u>27,414,500</u>	<u>33,108,100</u>	<u>28,810,000</u>	<u>31,965,000</u>
118,977,000	116,428,800	122,248,600	120,670,800	111,270,000	117,670,000
(19.5%)	(2.1%)	5.0%	(1.3%)	(7.8%)	(2.5%)
\$2,267,691,600	\$2,431,311,400	\$2,812,492,800	\$2,909,847,700	\$2,873,660,000	*\$2,766,300,000
8.8%	7.2%	15.7%	3.5%	(1.2%)	(4.9%)
2,102,113,200	2,217,160,000	2,571,320,700	2,799,876,500	2,959,283,400	**2,980,944,200
5.8%	5.5%	16.0%	8.9%	5.7%	6.5%
165,578,400	214,151,400	241,172,100	109,971,200	(85,623,400)	(214,644,200)
100,244,100	222,652,000	310,999,200	268,786,200	176,965,400	248,756,500
(43,170,500)	(125,804,200)	(283,385,100)	(130,000,900)	(38,445,200)	(38,445,200)
222,652,000	310,999,200	268,786,200	248,756,500	\$52,896,800	(\$4,332,900)

*Total Collections Forecast for August rounded to nearest \$100,000

** Estimated Expenditures include carryover less H&W budgeted reversions.

**2008 Joint Legislative
Economic Outlook and Revenue Assessment Committee
General Fund Revenue Projection Update**

FY 2008 Actual Revenues were -2.4 million or -.1% from the Original Revenue Forecast.



FY 2007 Revenues **\$2,812.5** Millions of Dollars

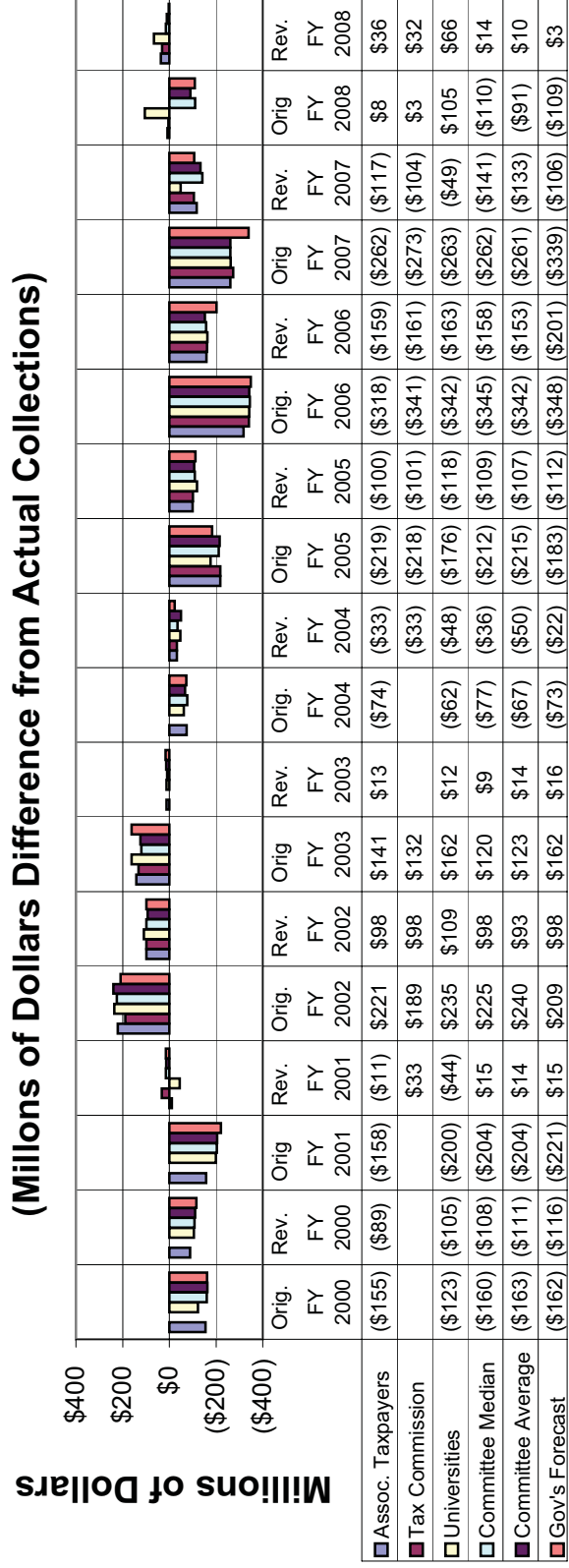
Sort #1	Participant	FY 2008 Estimate	FY 07-08 Change	Sort #2	FY 2009 Estimate	FY 08-09 Change	Two-year Estimate
1	Sen. Bair	\$2,881.5	2.5%	1	\$2,900.0	0.6%	\$5,781.5
2	Rep. Brackett	\$2,893.1	2.9%	2	\$2,939.6	1.6%	\$5,832.7
3	Rep. Bayer	\$2,902.4	3.2%	3	\$2,954.2	1.8%	\$5,856.6
	Governor's Forecast	\$2,912.2	3.5%		\$3,011.9	3.4%	\$5,924.1
4	Rep. Lake	\$2,916.0	3.7%	11	\$3,017.0	3.5%	\$5,933.0
5	Rep. Bedke	\$2,916.1	3.7%	5	\$2,971.1	1.9%	\$5,887.2
	Committee Average	\$2,919.8	3.8%		\$2,979.8	2.1%	\$5,899.6
6	Sen. Little	\$2,921.0	3.9%	9	\$2,992.0	2.4%	\$5,913.0
	Committee Median	\$2,924.1	4.0%		\$2,985.7	2.1%	\$5,909.8
7	Sen. Keough	\$2,927.2	4.1%	10	\$2,995.0	2.3%	\$5,922.2
8	Rep. Roberts	\$2,927.8	4.1%	8	\$2,986.6	2.0%	\$5,914.4
9	Sen. Goedde	\$2,927.8	4.1%	7	\$2,986.4	2.0%	\$5,914.2
10	Sen. Hill	\$2,936.0	4.4%	6	\$2,985.0	1.7%	\$5,921.0
	Tax Commission	\$2,941.2	4.6%		\$2,990.0	1.7%	\$5,931.2
11	Rep. LeFavour	\$2,943.9	4.7%	4	\$2,968.6	0.8%	\$5,912.5
12	Sen. Burkett	\$2,945.0	4.7%	12	\$3,062.0	4.0%	\$6,007.0
	Associated Taxpayers	\$2,945.9	4.7%		\$3,031.9	2.9%	\$5,977.8
	Universities	\$2,976.0	5.8%		\$3,105.0	4.3%	\$6,081.0
	Actual & Revised Est.	\$2,909.8	3.5%		\$2,766.3	(4.9%)	\$5,676.1

Sorted by FY 2008 Estimate
Pessimistic to Optimistic

History of General Fund Revenue Projections Compared to Actual Collections

Session	Fiscal Year	Projection		Tax		Commission		Universities		Committee		Gov's		Law		Actual Collections
		Original	Revised	Assoc.	Taxpayers	Commission	Universities	Median	Average	Forecast	Changes	Forecast	Changes			
1999	FY 2000	Original	\$ 1,664.8	NA	\$ 1,696.5	\$ 1,659.7	\$ 1,656.5	\$ 1,657.3	\$ 4.8							
2000	FY 2000	Revised	\$ 1,735.4	NA	\$ 1,719.7	\$ 1,716.6	\$ 1,713.2	\$ 1,708.4	\$ (3.2)							\$ 1,821.0
2000	FY 2001	Original	\$ 1,844.7	NA	\$ 1,802.6	\$ 1,798.4	\$ 1,798.1	\$ 1,780.9	\$ (17.7)							
2001	FY 2001	Revised	\$ 1,973.5	\$ 2,017.3	\$ 1,940.7	\$ 1,999.3	\$ 1,998.4	\$ 1,999.8	\$ -							\$ 1,984.7
2001	FY 2002	Original	\$ 2,054.2	\$ 2,021.8	\$ 2,068.3	\$ 2,058.5	\$ 2,073.4	\$ 2,042.5	\$ (106.7)							cut income tax
2002	FY 2002	Revised	\$ 1,824.1	\$ 1,824.2	\$ 1,835.7	\$ 1,824.2	\$ 1,819.5	\$ 1,824.2	\$ (36.1)							\$ 1,690.3
2002	FY 2003	Original	\$ 1,923.7	\$ 1,914.7	\$ 1,944.5	\$ 1,902.2	\$ 1,905.8	\$ 1,944.2	\$ (38.7)							
2003	FY 2003	Revised	\$ 1,756.2	NA	\$ 1,755.5	\$ 1,753.1	\$ 1,757.4	\$ 1,759.6	\$ 6.8							\$ 1,750.5
2003	FY 2004	Original	\$ 1,831.7	NA	\$ 1,843.1	\$ 1,828.7	\$ 1,838.5	\$ 1,833.0	\$ 179.6							up sales tax 1%
2004	FY 2004	Revised	\$ 2,052.5	\$ 2,052.4	\$ 2,037.6	\$ 2,049.6	\$ 2,035.5	\$ 2,062.8	\$ (1.5)							\$ 2,083.7
2004	FY 2005	Original	\$ 2,068.6	\$ 2,069.5	\$ 2,111.1	\$ 2,075.7	\$ 2,072.0	\$ 2,103.9	\$ (18.5)							
2005	FY 2005	Revised	\$ 2,169.0	\$ 2,167.7	\$ 2,150.4	\$ 2,160.0	\$ 2,161.9	\$ 2,156.9	\$ (1.0)							\$ 2,267.7
2005	FY 2006	Original	\$ 2,120.8	\$ 2,097.9	\$ 2,096.7	\$ 2,093.6	\$ 2,096.2	\$ 2,090.1	\$ (7.9)							sunset sales tax
2006	FY 2006	Revised	\$ 2,271.4	\$ 2,269.2	\$ 2,267.1	\$ 2,272.8	\$ 2,277.9	\$ 2,229.1	\$ 0.8							\$ 2,431.3
2006	FY 2007	Original	\$ 2,384.9	\$ 2,373.5	\$ 2,383.5	\$ 2,384.9	\$ 2,385.8	\$ 2,307.6	\$ 166.0							H1 1% sales tax
2007	FY 2007	Revised	\$ 2,695.4	\$ 2,708.1	\$ 2,763.9	\$ 2,671.0	\$ 2,679.8	\$ 2,706.3	\$ -							\$ 2,812.5
2007	FY 2008	Original	\$ 2,924.2	\$ 2,919.9	\$ 3,021.7	\$ 2,806.4	\$ 2,825.9	\$ 2,807.7	\$ (6.8)							
2008	FY 2008	Revised	\$ 2,945.9	\$ 2,941.2	\$ 2,976.0	\$ 2,924.1	\$ 2,919.8	\$ 2,912.2	\$ 0.2							\$ 2,909.8

(Millions of Dollars Difference from Actual Collections)



History of General Fund Revenue Projections Compared to Actual Collections

as Percent of Actual Collections

Session	Fiscal Year	Projection	Assoc. Taxpayers	Tax Commission	Universities	Committee Median	Committee Average	Gov's Forecast
1999	FY 2000	Original	(8.5%)		(6.7%)	(8.8%)	(8.9%)	(8.9%)
2000	FY 2000	Revised	(4.9%)		(5.7%)	(5.9%)	(6.1%)	(6.4%)
2000	FY 2001	Original	(7.9%)		(10.1%)	(10.3%)	(10.3%)	(11.2%)
2001	FY 2001	Revised	(0.6%)	1.6%	(2.2%)	0.7%	0.7%	0.8%
2001	FY 2002	Original	13.1%	11.2%	13.9%	13.3%	14.2%	12.4%
2002	FY 2002	Revised	5.8%	5.8%	6.5%	5.8%	5.5%	5.8%
2002	FY 2003	Original	8.1%	7.6%	9.3%	6.8%	7.0%	9.2%
2003	FY 2003	Revised	0.7%		0.7%	0.5%	0.8%	0.9%
2003	FY 2004	Original	(3.5%)		(3.0%)	(3.7%)	(3.2%)	(3.5%)
2004	FY 2004	Revised	(1.6%)	(1.6%)	(2.3%)	(1.7%)	(2.4%)	(1.1%)
2004	FY 2005	Original	(9.6%)	(9.6%)	(7.8%)	(9.3%)	(9.5%)	(8.1%)
2005	FY 2005	Revised	(4.4%)	(4.5%)	(5.2%)	(4.8%)	(4.7%)	(4.9%)
2005	FY 2006	Original	(13.1%)	(14.0%)	(14.1%)	(14.2%)	(14.1%)	(14.3%)
2006	FY 2006	Revised	(6.5%)	(6.6%)	(6.7%)	(6.5%)	(6.3%)	(8.3%)
2006	FY 2007	Original	(9.3%)	(9.7%)	(9.4%)	(9.3%)	(9.3%)	(12.0%)
2007	FY 2007	Revised	(4.2%)	(3.7%)	(1.7%)	(5.0%)	(4.7%)	(3.8%)
2007	FY 2008	Original	0.3%	0.1%	3.6%	(3.8%)	(3.1%)	(3.7%)
2008	FY 2008	Revised	1.2%	1.1%	2.3%	0.5%*	0.3%	0.1%
Average Original			(3.4%)	(2.4%)	(2.7%)	(4.3%)	(4.1%)	(4.5%)
Standard Deviation Original			8.9%	10.3%	9.5%	8.9%	9.2%	9.4%
Average Revised			(1.6%)	(1.1%)	(1.6%)	(1.8%)**	(1.9%)	(1.9%)
Standard Deviation Revised			3.8%	4.3%	4.2%	4.1%	4.0%	4.4%

Adjusted for law changes and differences expressed as percent of actual collections.

* The Committee Median FY 2008 revised projection was .5% or \$14.5 million above actual collections.

This is calculated as follows: \$2,924.1(committee median)+.2(law changes)-2,909.8(actual collections)=\$14.5 million

** The Committee Median January revised projection over the last nine years averaged 1.8% below actual collections plus or minus 4.1% at one standard deviation (68% confidence).

For the FY 2008 January revised estimate, one standard deviation was about \$119 million.

This is calculated at 4.1% of the FY 2008 actual collections of \$2,909.8 million.

For the FY 2008 original estimate, one standard deviation was about \$260 million.

GENERAL FUND REVENUE PROJECTION POINTS A Moving Target

Fiscal Year 2008								
FY 2007	PROJECTED REVENUE (\$ Millions)							
Actual Collections	Original Jan. 2007	Sine Die (with law changes)	Gov Aug. 2007	Committee Jan. 2008	Governor Feb. Revised	Sine Die (with law changes)	Actual Collections	
Individual Income Tax	\$1,400.2	\$1,254.8 (10.4%)	\$1,254.4 (10.4%)	\$1,392.5 (0.5%)	\$1,404.2 0.3%	\$1,378.9 (1.5%)	\$1,378.9 (1.5%)	\$1,430.2 2.1%
Corporate Income Tax	190.2	213.0 11.9%	212.8 11.9%	189.1 (0.6%)	184.5 (3.0%)	169.4 (10.9%)	169.4 (10.9%)	189.7 (0.3%)
Sales Tax	1,077.5	1,196.9 11.1%	1,195.8 11.0%	1,172.2 8.8%	1,170.8 8.7%	1,166.0 8.2%	1,166.0 8.2%	1,142.5 6.0%
Product Taxes	22.4	32.1 43.4%	26.7 19.0%	26.7 19.2%	26.8 19.6%	26.8 19.7%	26.8 19.7%	26.8 19.8%
Miscellaneous Revenue	122.2	111.0 (9.2%)	111.1 (9.1%)	124.8 2.1%	125.9 3.0%	120.9 (1.1%)	121.1 (0.9%)	120.7 (1.3%)
Total Gen. Fund Revenues	\$2,812.5	\$2,807.7	\$2,800.9	\$2,905.3	\$2,912.2	\$2,862.0	\$2,862.2	\$2,909.8
Incremental Dollar Change		(\$4.8)	(\$6.8)	\$104.4	\$6.9	(\$50.2)	\$0.2	\$47.6
Incremental Percent Change		(0.2%)	(0.2%)	3.7%	0.2%	(1.7%)	0.0%	1.7%
Dollar Change from FY 2007		(\$4.8)	(\$11.6)	\$92.8	\$99.7	\$49.5	\$49.8	\$97.4
Percent Change from FY 2007		(0.2%)	-0.4%	3.3%	3.5%	1.8%	1.8%	3.5%

Fiscal Year 2009								
FY 2008	PROJECTED REVENUE (\$ Millions)							
Actual Collections	Original Jan. 2008	Governor Feb. Revised	Sine Die (with law changes)	Gov Aug 2008	Gov Dec 2008	Sine Die (with law changes)	Actual Collections	
Individual Income Tax	\$1,430.2	\$1,423.4 (0.5%)	\$1,384.8 (3.2%)	\$1,342.1 (6.2%)	\$1,334.7 (6.7%)			
Corporate Income Tax	189.7	187.8 (1.0%)	185.1 (2.4%)	166.0 (12.5%)	150.2 (20.8%)			
Sales Tax	1,142.5	1,249.3 9.4%	1,223.0 7.0%	1,222.9 7.0%	1,134.0 (0.7%)			
Product Taxes	26.8	37.7 40.3%	37.7 40.3%	31.5 17.3%	29.7 10.6%			
Miscellaneous Revenue	120.7	113.7 (5.8%)	111.3 (7.8%)	111.3 (7.8%)	117.7 (2.5%)			
Total Gen. Fund Revenues	\$2,909.8	\$3,011.9	\$2,941.8	\$2,873.7	\$2,766.3	\$2,685.3		
Incremental Dollar Change		\$102.0	(\$70.1)	(\$68.2)	(\$107.4)	(\$81.0)		
Incremental Percent Change		3.5%	(2.3%)	(2.3%)	(3.7%)	(2.9%)		
Dollar Change from FY 2008		\$102.0	\$32.0	(\$36.2)	(\$143.5)	(\$224.5)		
Percent Change from FY 2008		3.5%	1.1%	(1.2%)	(4.9%)	(7.7%)		

GENERAL FUND REVENUE PROJECTIONS - COMMITTEE MEMBER WORKING PAPER

Millions of Dollars

	PROJECTED REVENUE										
	ACTUAL REVENUE		Fiscal Year 2009				Fiscal Year 2010				
	Fiscal Year 2007	Fiscal Year 2008	Governor August Revised	5 Months Ended 11/30/08	Hypothetical "What if" Projection	Committee Member Projection	Adjust- ments	Change from FY 2009 Adjusted	Hypothetical "What if" Projection	Committee Member Projection	
Individual Income Tax	\$1,400.2 15.1%	\$1,430.2 2.1%	\$1,334.7 (6.7%)	(\$5.4)	\$1,329.3 (7.1%)		\$0.0	\$0.0 0.0%	\$1,329.3 0.0%		
Corporate Income Tax	190.2 (2.0%)	189.7 (0.3%)	150.2 (20.8%)	5.7	155.9 (17.8%)		0.0	\$0.0 0.0%	\$155.9 0.0%		
Sales Tax	1,077.5 22.3%	1,142.5 6.0%	1,134.0 (0.7%)	(18.9)	1,115.1 (2.4%)		0.0	\$0.0 0.0%	\$1,115.1 0.0%		
Product Taxes	22.4 (4.6%)	26.8 19.8%	29.7 10.5%	(0.0)	29.6 10.3%		0.0	\$0.0 0.0%	\$29.6 0.0%		
Miscellaneous Revenue	122.2 5.0%	120.7 (1.3%)	117.7 (2.5%)	(0.5)	117.1 (2.9%)		0.0	\$0.0 0.0%	\$117.1 0.0%		
Total Gen. Fund Revenues	\$2,812.5	\$2,909.8	\$2,766.3	(\$19.2)	\$2,747.1		\$0.0	\$0.0	\$2,747.1		
<i>Percent Change</i>	15.7%	3.5%	(4.9%)		(5.6%)				0.0%		

Notes:

Committee Member Signature

Turn in Projection before "State of the State"
January 12, 2009