

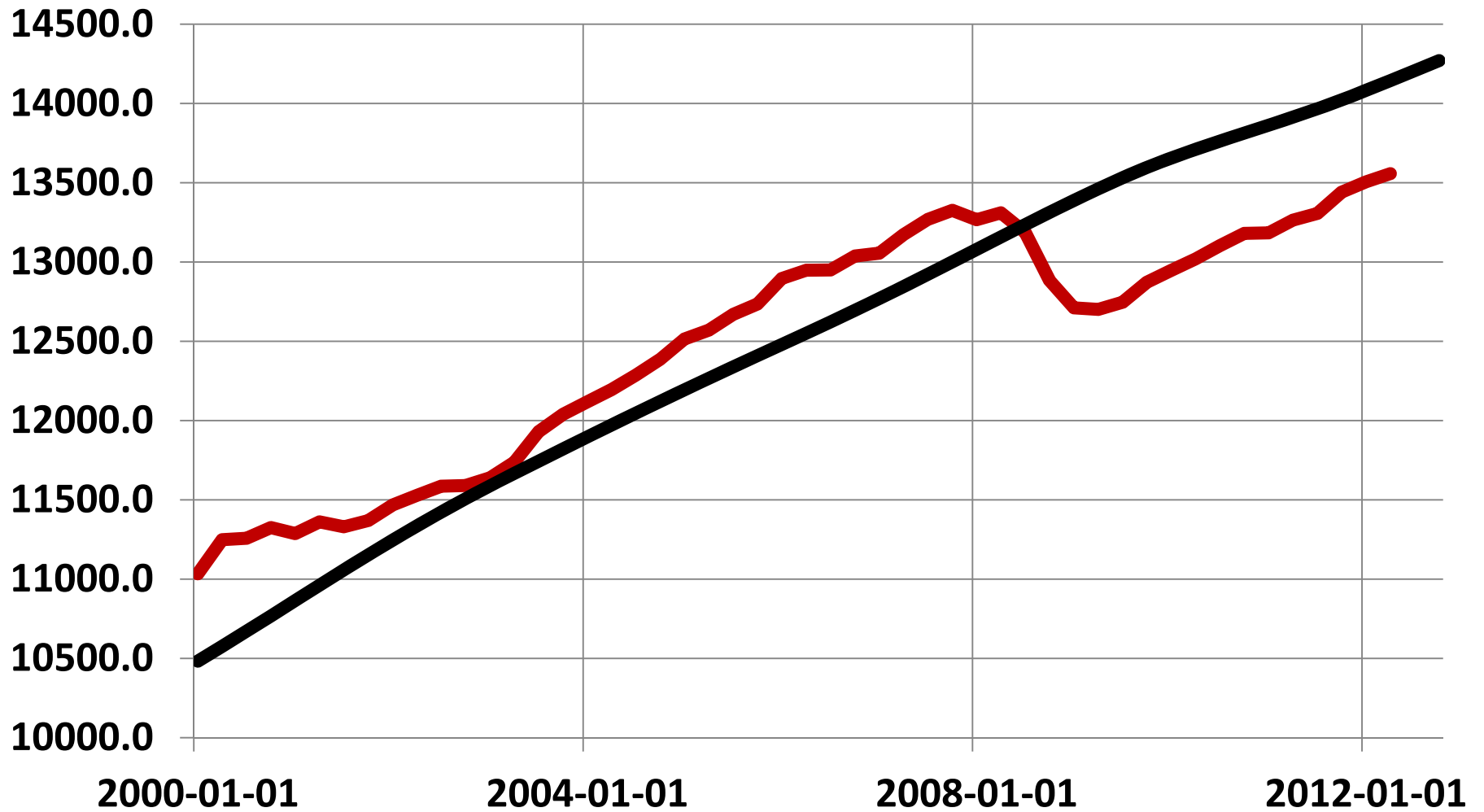
General Fund Revenue Projections Fiscal Years 2013-2015

Scott Benson – ISU

Don Holley – BSU

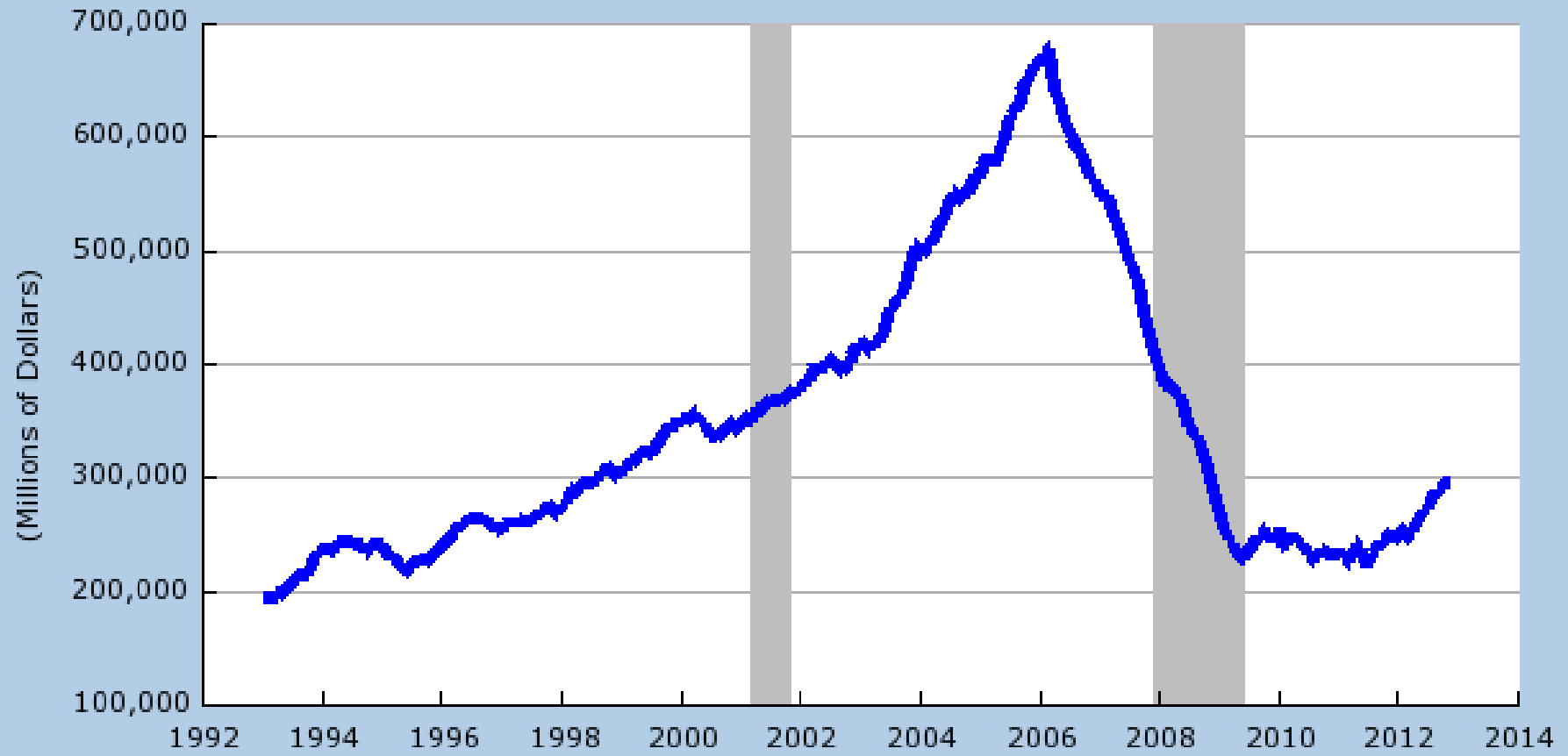
Eric Stuen - UI

— Real GDP **— Potential Real GDP**



Total Private Construction Spending: Residential (PRRESCONS)

Source: U.S. Department of Commerce: Census Bureau

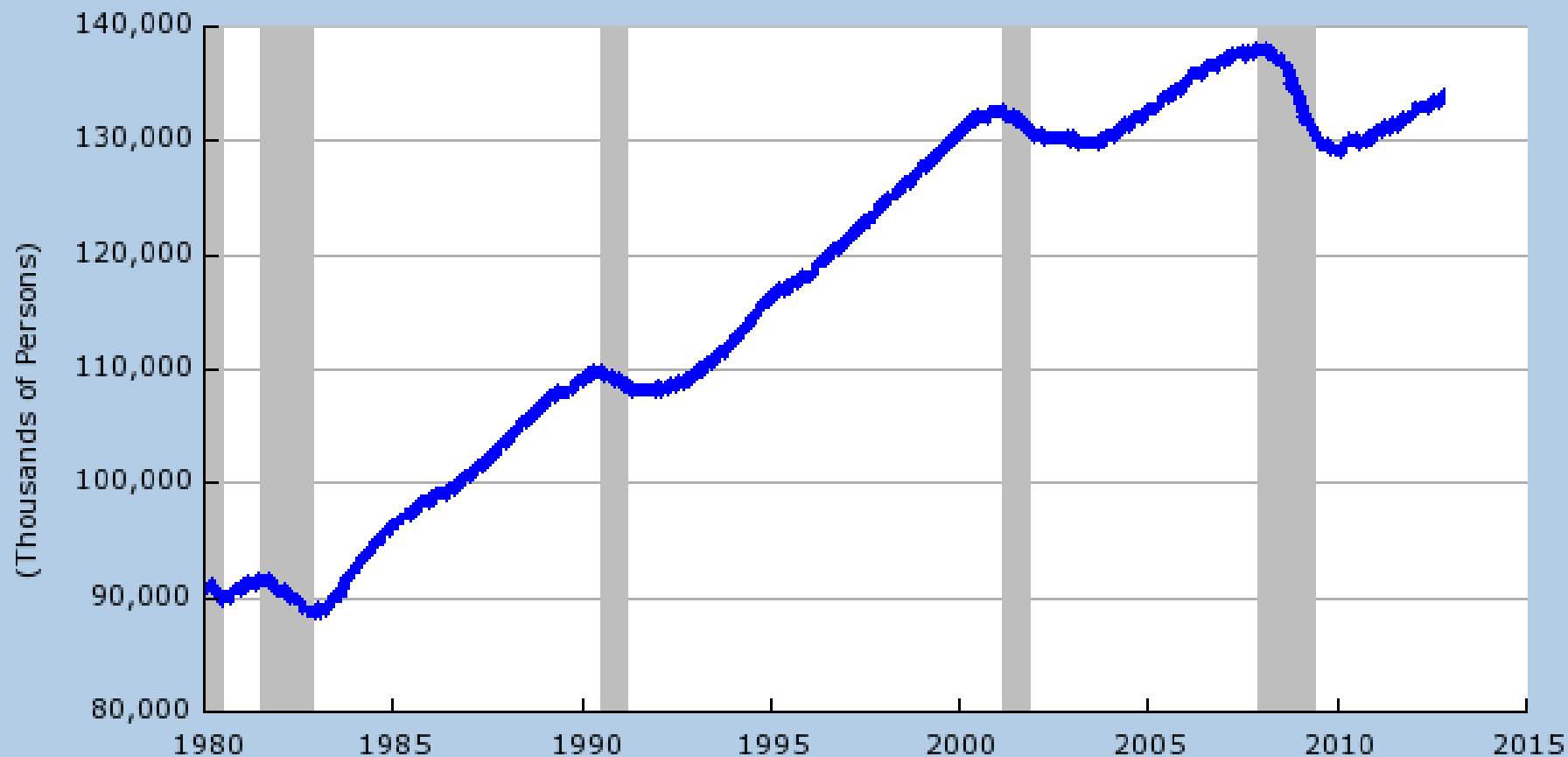


Shaded areas indicate US recessions.

2013 research.stlouisfed.org



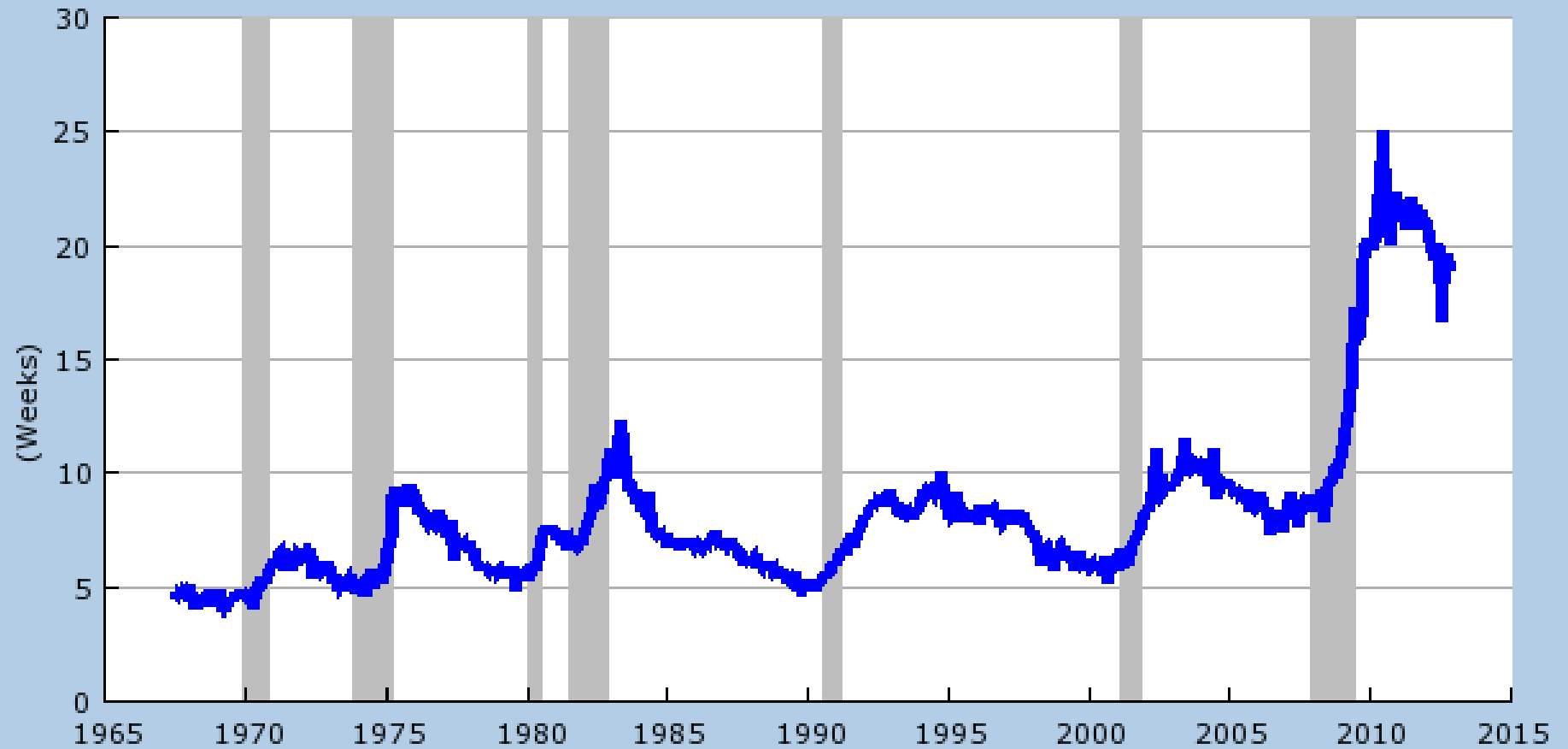
All Employees: Total nonfarm (PAYEMS)
Source: U.S. Department of Labor: Bureau of Labor Statistics



Shaded areas indicate US recessions.
2013 research.stlouisfed.org



Median Duration of Unemployment (UEMPMED)
Source: U.S. Department of Labor: Bureau of Labor Statistics

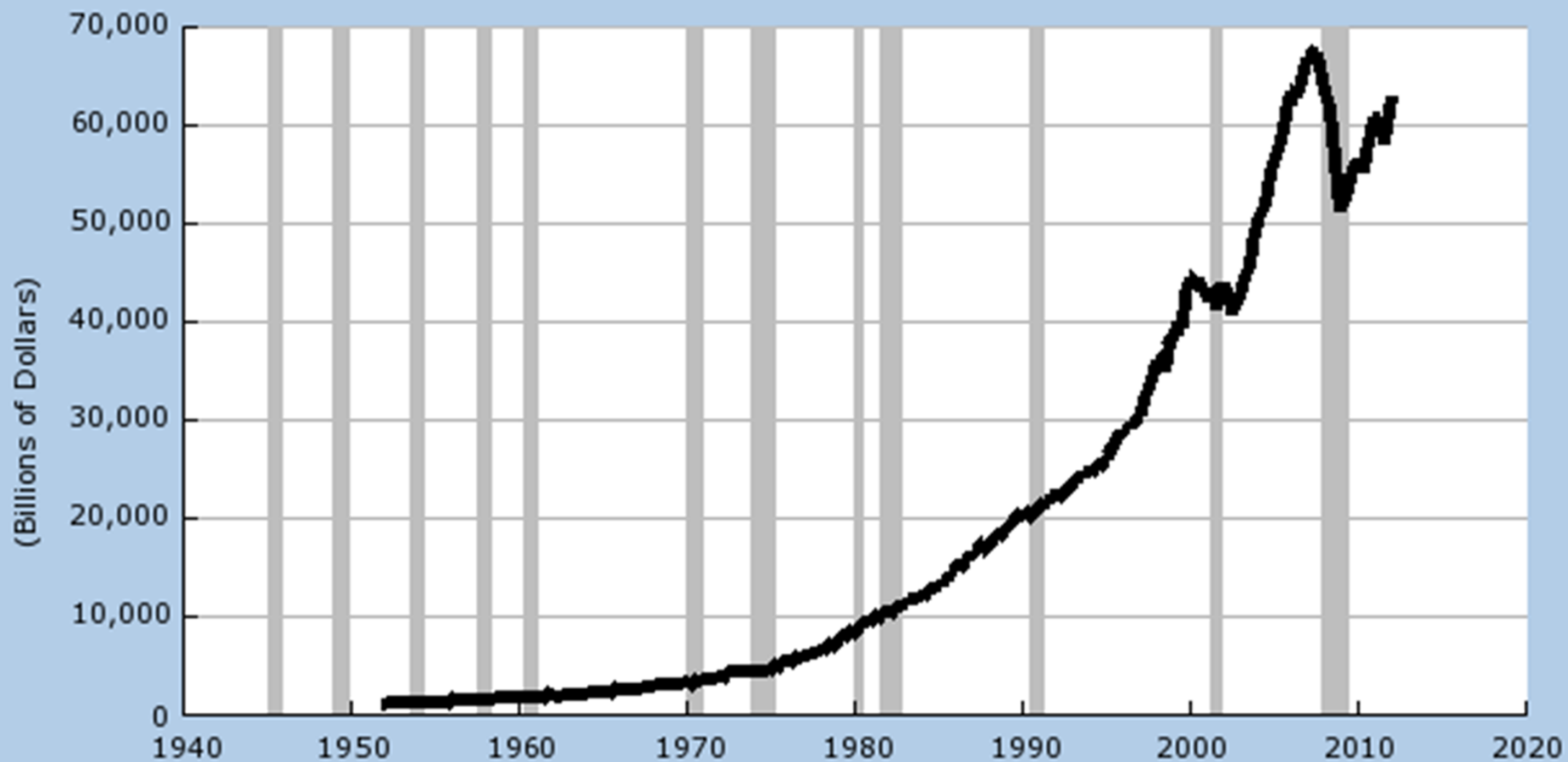


Shaded areas indicate US recessions.
2013 research.stlouisfed.org



Total Net Worth - Balance Sheet of Households and Nonprofit Organizations (TNWBSHNO)

Source: Board of Governors of the Federal Reserve System

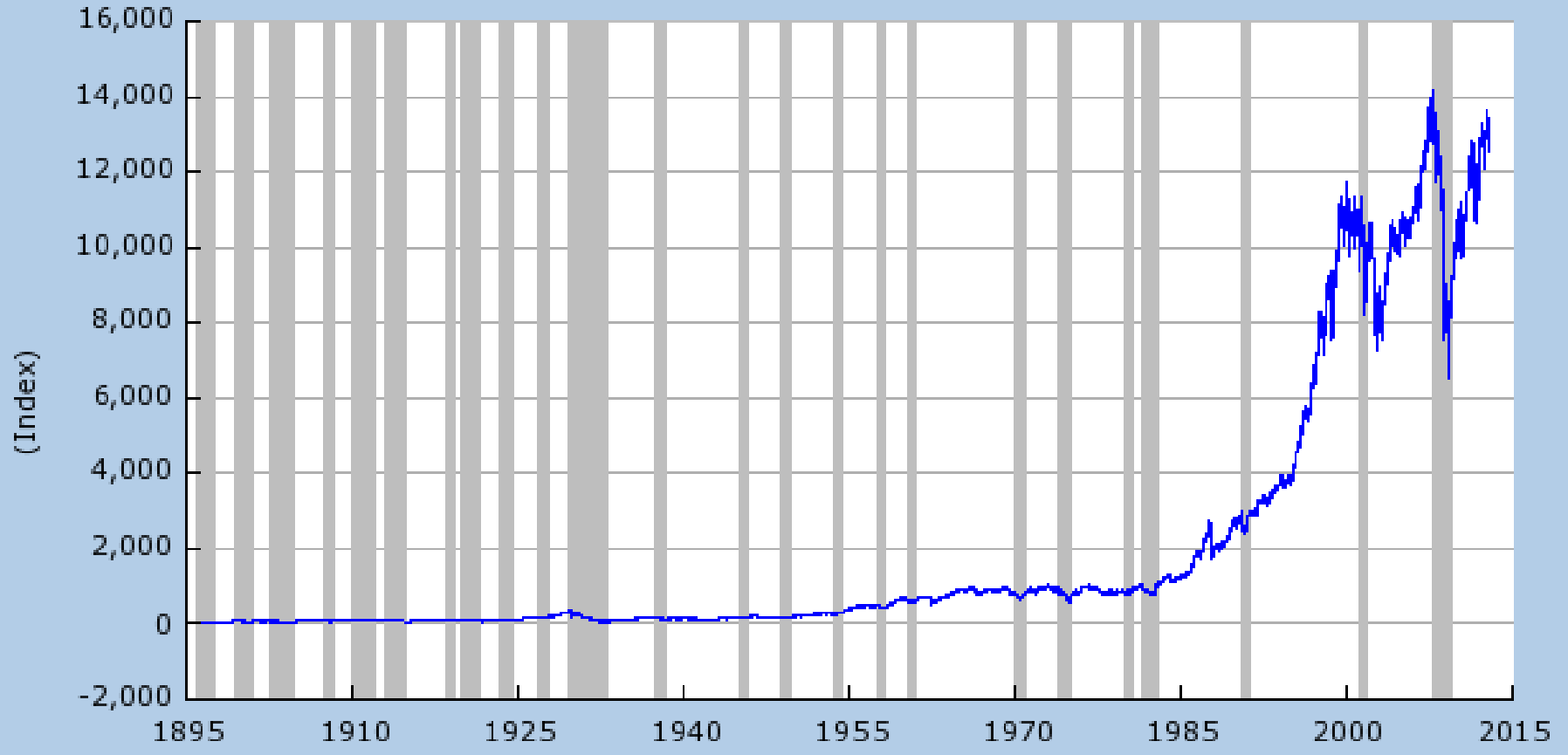


Shaded areas indicate US recessions.

2012 research.stlouisfed.org



Dow Jones Industrial Average (DJIA)
Source: Dow Jones & Company



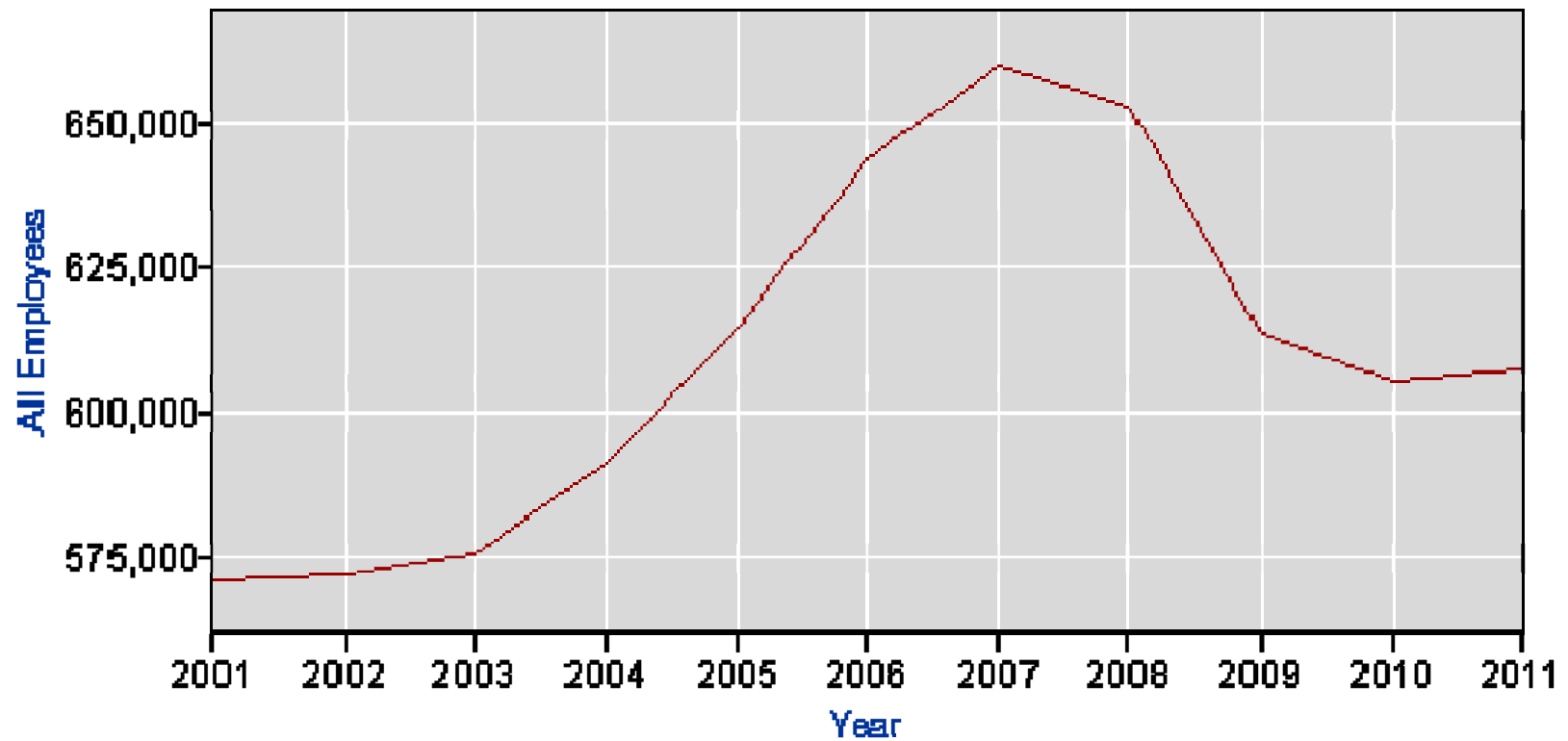
Shaded areas indicate US recessions.
2013 research.stlouisfed.org



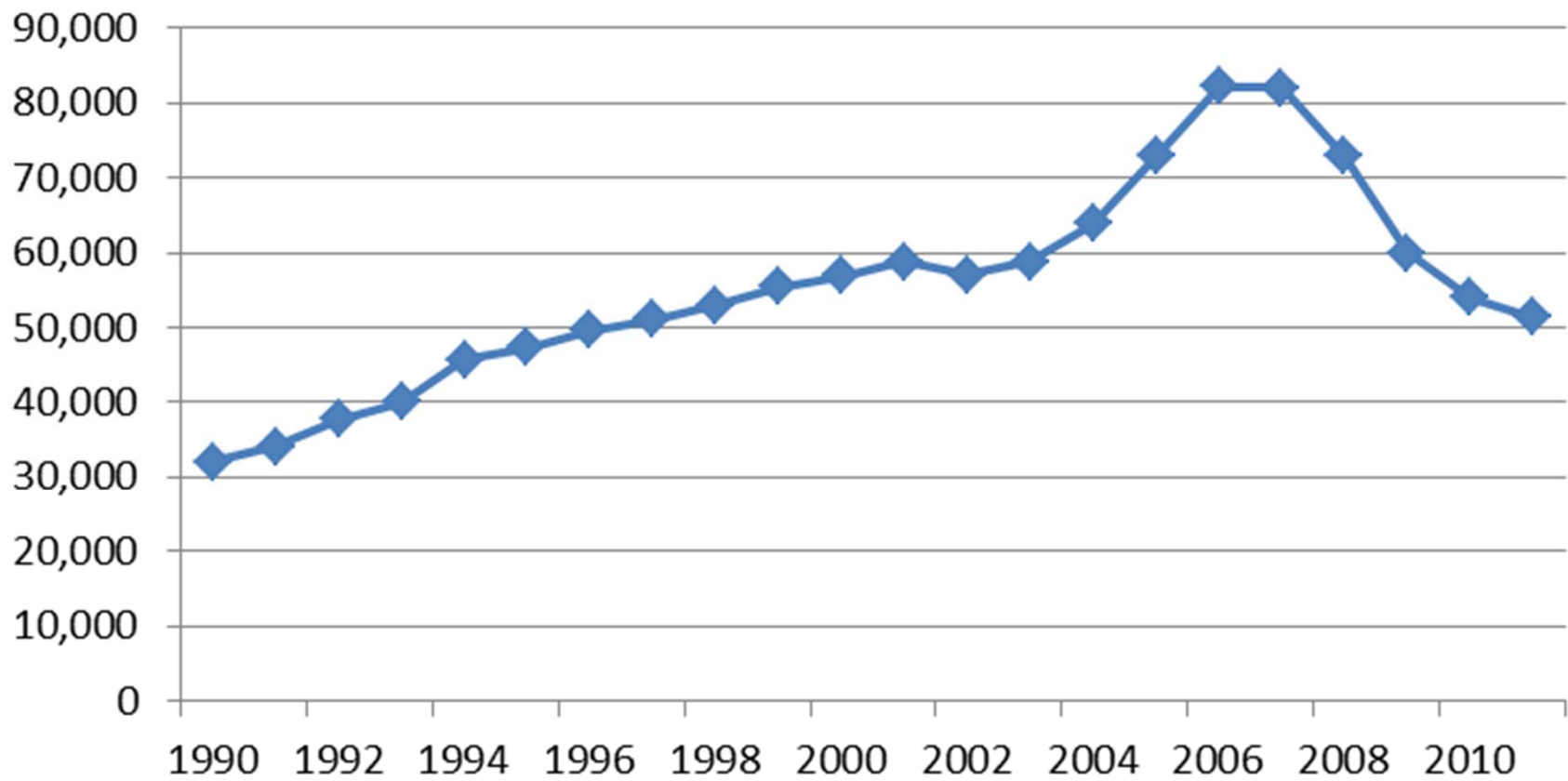
STATEWIDE SALES OF NEW AUTOMOBILES



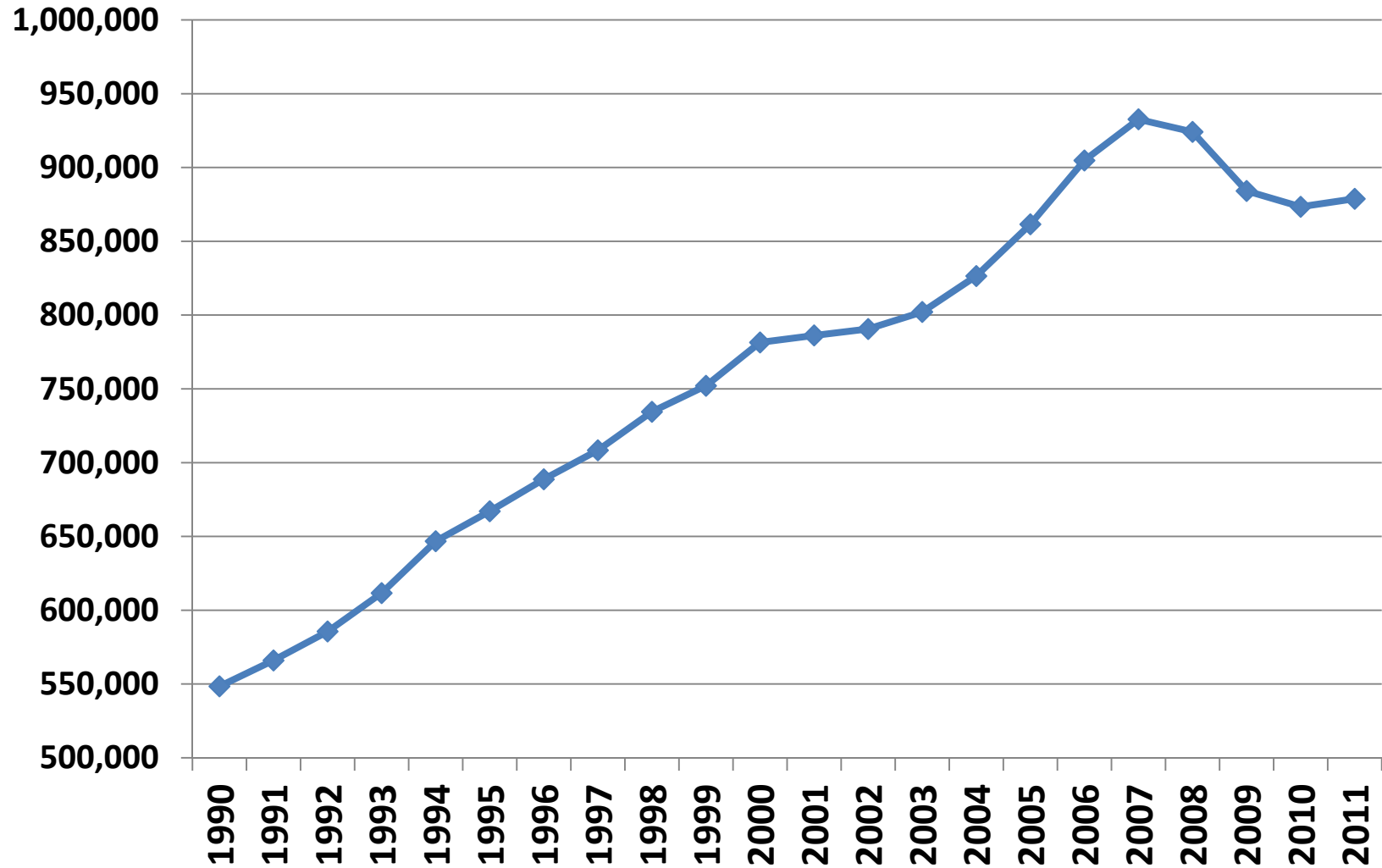
IDAHO: TOTAL NON-AGRICULTURAL EMPLOYMENT



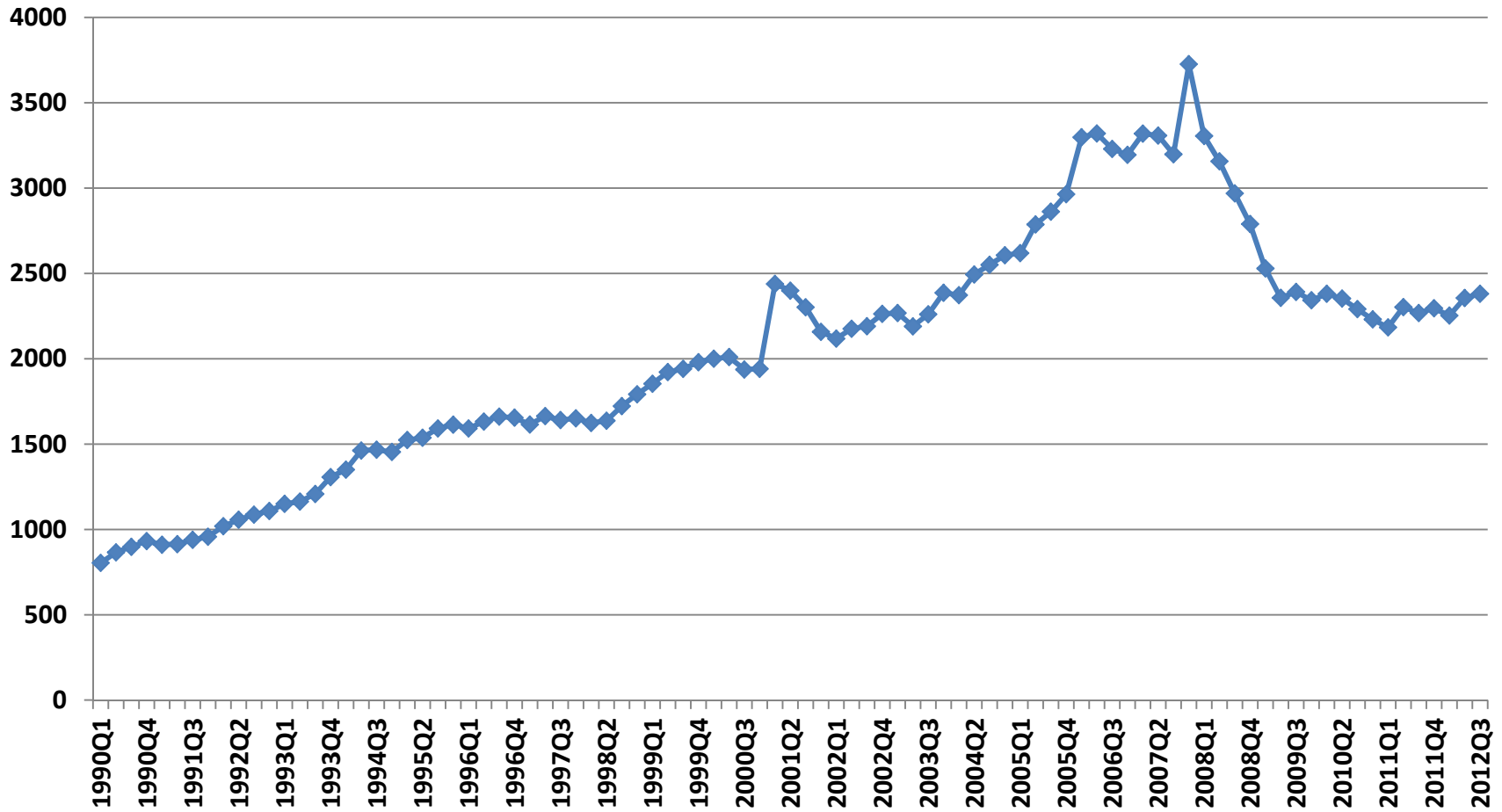
Construction Employment in Idaho

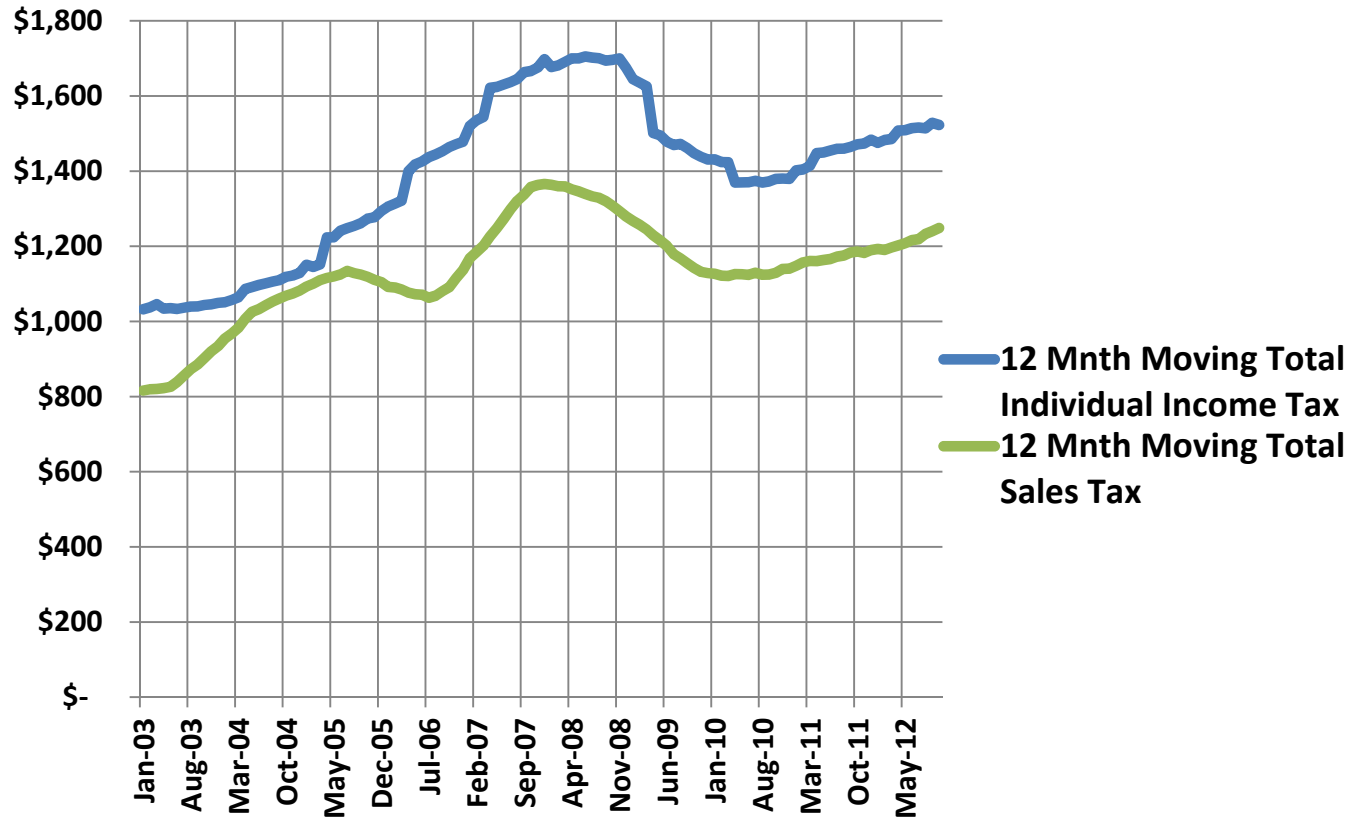


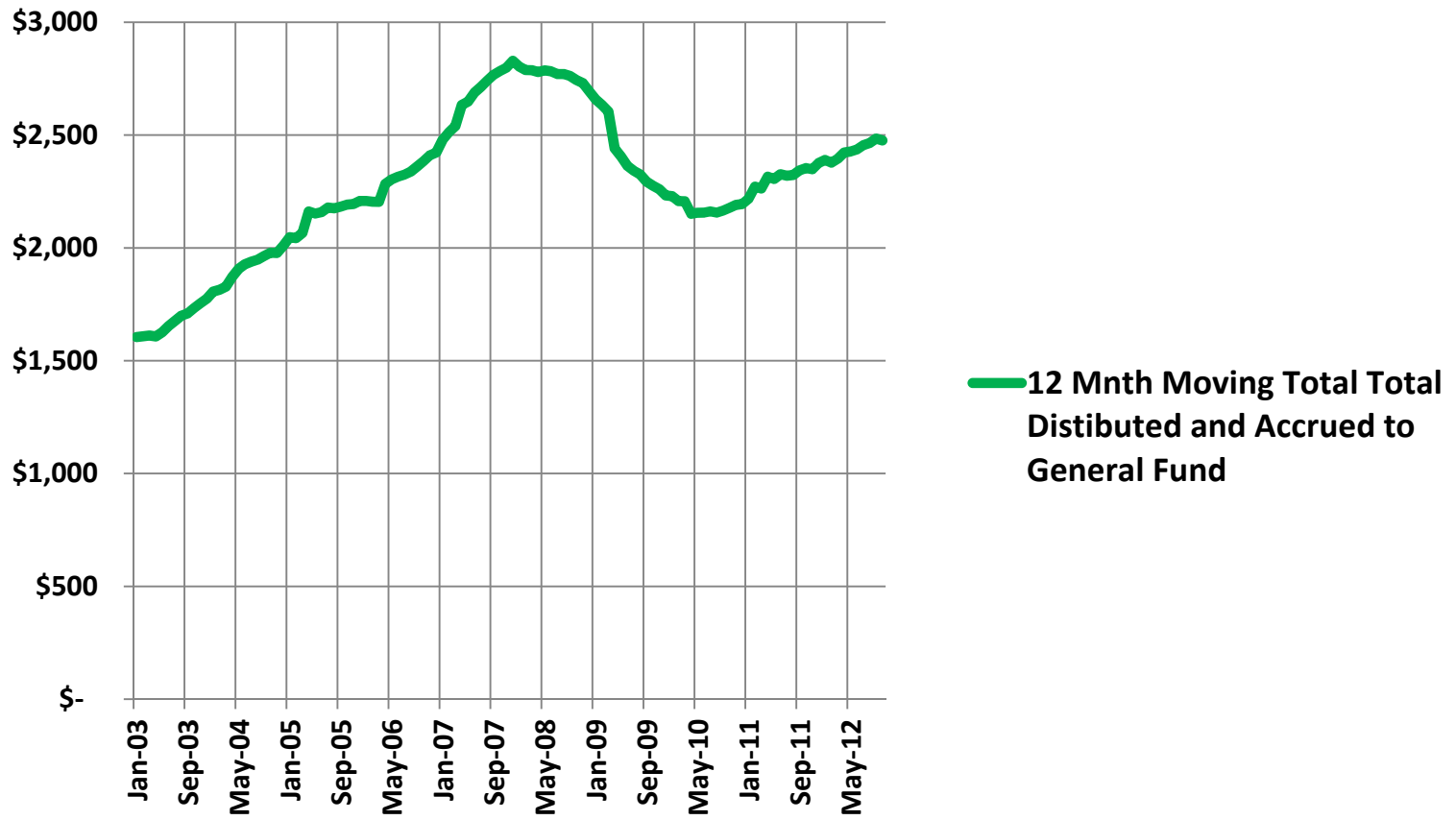
Idaho Total Employment



Idaho Construction Earnings (Millions of \$)







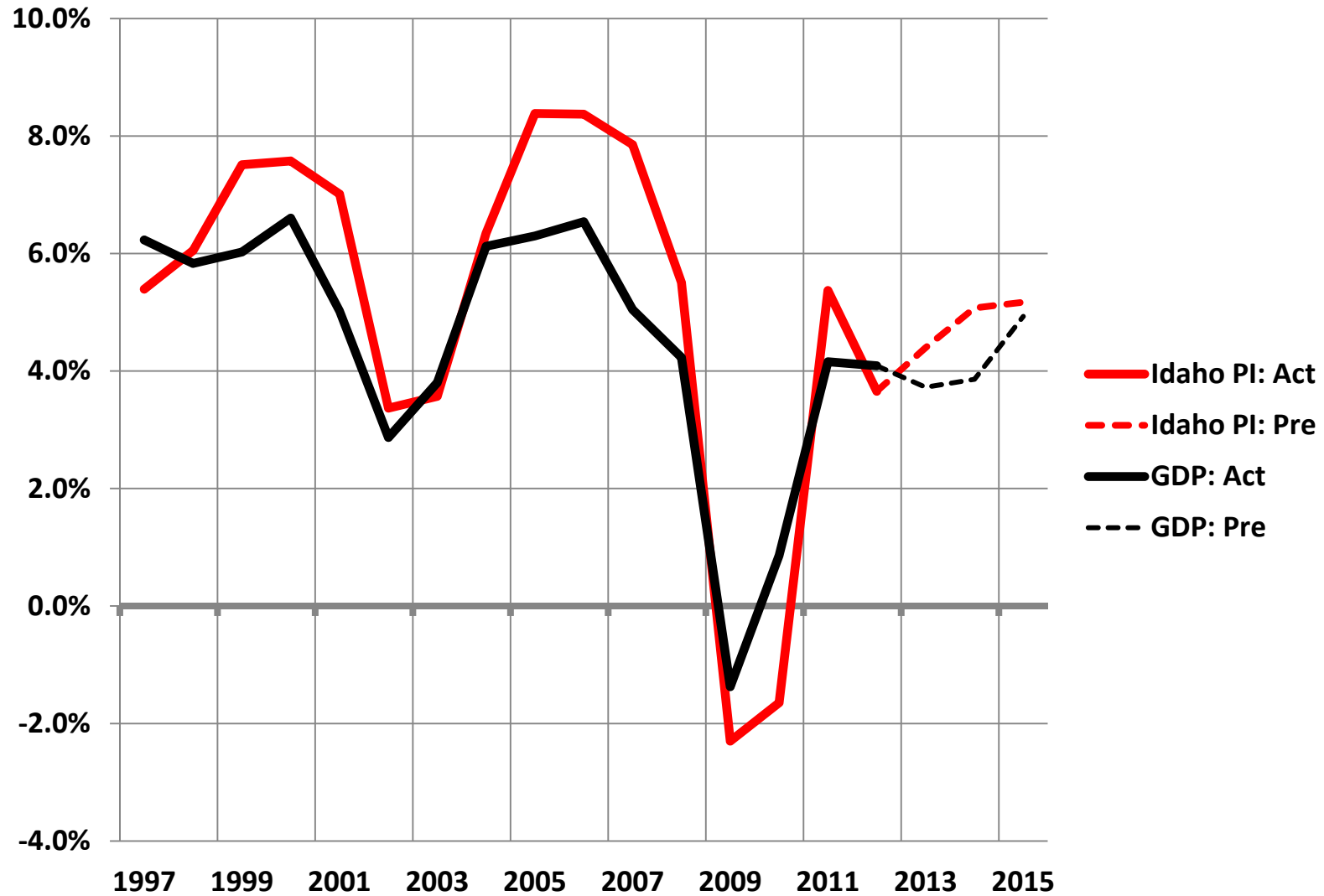
Fiscal National Policy

- Congress has approved a resolution that results in:
 - The “Bush Tax Cuts” have been kept in place except for the “rich”
 - Payroll tax cuts will be reinstated
 - Those making \$30,000/year will experience a decrease in after-tax income of about \$50/month
- Difficult decisions remain regarding an increase in the national debt ceiling and government spending cuts.
- The “Fiscal Cliff” has been averted, temporarily.

Monetary Policy

- The Federal Reserve Bank is committed to a very accommodating stance
- Now couched in the language that interest rates will remain low until unemployment is reduced to 6.5 % rather than a calendar framework
 - This is projected to extend throughout all of 2014
- The dual mandate, of full employment and price stability, continues to complicate matters
 - With inflation “under control” the Fed is concentrating policies to increase output and employment

ACTUAL AND PREDICTED GROWTH RATES FOR U.S. GDP AND IDAHO PERSONAL INCOME



The University Forecast of General Fund Revenues: Fiscal Years 2013 – 2.15

	ACTUAL		FORECAST	
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
(ALL \$ FIGURES IN MILLIONS OF \$)				
Individual Income Tax	\$ 1,206.4	\$ 1,240.3	\$ 1,293.3	\$ 1,351.5
		2.8%	4.3%	4.5%
Corporate Income Tax	\$ 187.0	\$ 190.2	\$ 194.2	\$ 197.3
		1.7%	2.1%	1.6%
Sales Tax	\$ 1,027.3	\$ 1,055.9	\$ 1,087.8	\$ 1,122.6
		2.8%	3.0%	3.2%
Total: Product Taxes	\$ 43.2	\$ 48.2	\$ 42.6	\$ 44.7
		11.6%	-11.6%	4.9%
Total Miscellaneous Revenues	\$ 123.8	\$ 122.1	\$ 126.1	\$ 132.0
		-1.4%	3.3%	4.7%
Total General Fund	\$ 2,587.7	\$ 2,656.7	\$ 2,744.0	\$ 2,848.1
		2.7%	3.3%	3.8%

	Details of the University Forecast			
	Actual	Forecast		
	2012	2013	2014	2015
Individual Income Tax	\$ 1,206.4	\$ 1,240.3	\$ 1,293.3	\$ 1,351.5
Corporate Income Tax	\$ 187.0	\$ 190.2	\$ 194.2	\$ 197.3
Sales Tax	\$ 1,027.3	\$ 1,055.9	\$ 1,087.8	\$ 1,122.6
Total: Individual, Corporate, Sales	\$ 2,420.8	\$ 2,486.5	\$ 2,575.3	\$ 2,671.4
Cigarette Tax	\$ 11.6	\$ 13.1	\$ 5.0	\$ 5.3
Tobacco Tax	\$ 8.9	\$ 9.4	\$ 10.0	\$ 10.7
Beer Tax	\$ 1.9	\$ 2.0	\$ 2.0	\$ 2.0
Wine Tax	\$ 3.5	\$ 3.6	\$ 3.7	\$ 3.9
Liquor Distribution	\$ 17.3	\$ 20.1	\$ 21.8	\$ 22.8
Total: Product Taxes	\$ 43.2	\$ 48.2	\$ 42.6	\$ 44.7
Kilowatt Hour Tax	\$ 3.0	\$ 3.0	\$ 3.1	\$ 3.1
Mine License Tax	\$ 2.0	\$ 2.0	\$ 2.1	\$ 2.1
Treasurer	\$ (0.6)	\$ 0.1	\$ (0.8)	\$ (1.3)
Judicial	\$ 4.9	\$ 4.9	\$ 4.9	\$ 4.9
Insurance Premium Tax	\$ 56.6	\$ 58.1	\$ 59.7	\$ 61.4
State Police	\$ 1.6	\$ -	\$ -	\$ -
Secretary of State	\$ 2.4	\$ 2.0	\$ 2.0	\$ 2.0
Other Misc	\$ 54.0	\$ 52.0	\$ 55.2	\$ 58.6
Total Miscellaneous Revenues	\$ 123.8	\$ 122.1	\$ 126.1	\$ 132.0
Total General Fund	2587.7	2656.7	2744.0	2848.1
		2.7%	3.3%	3.8%