

# **Joint Legislative Economic Outlook and Revenue Assessment Committee**

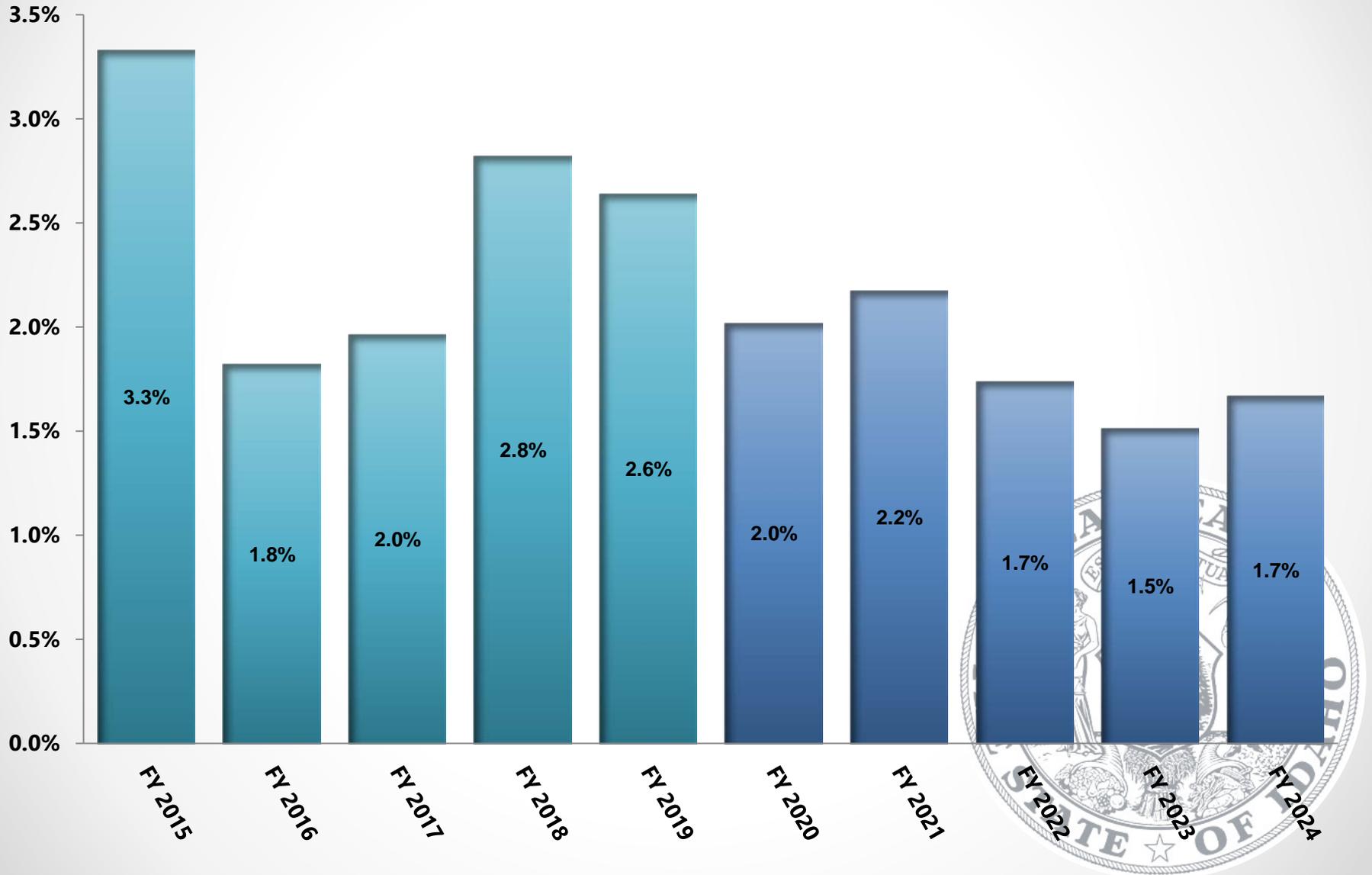
## **National and Idaho Economic Forecasts FY 2020, FY 2021, and FY 2022**

**Derek Santos, Chief Economist  
Greg Piepmeyer, Economist  
Idaho Division of Financial Management**

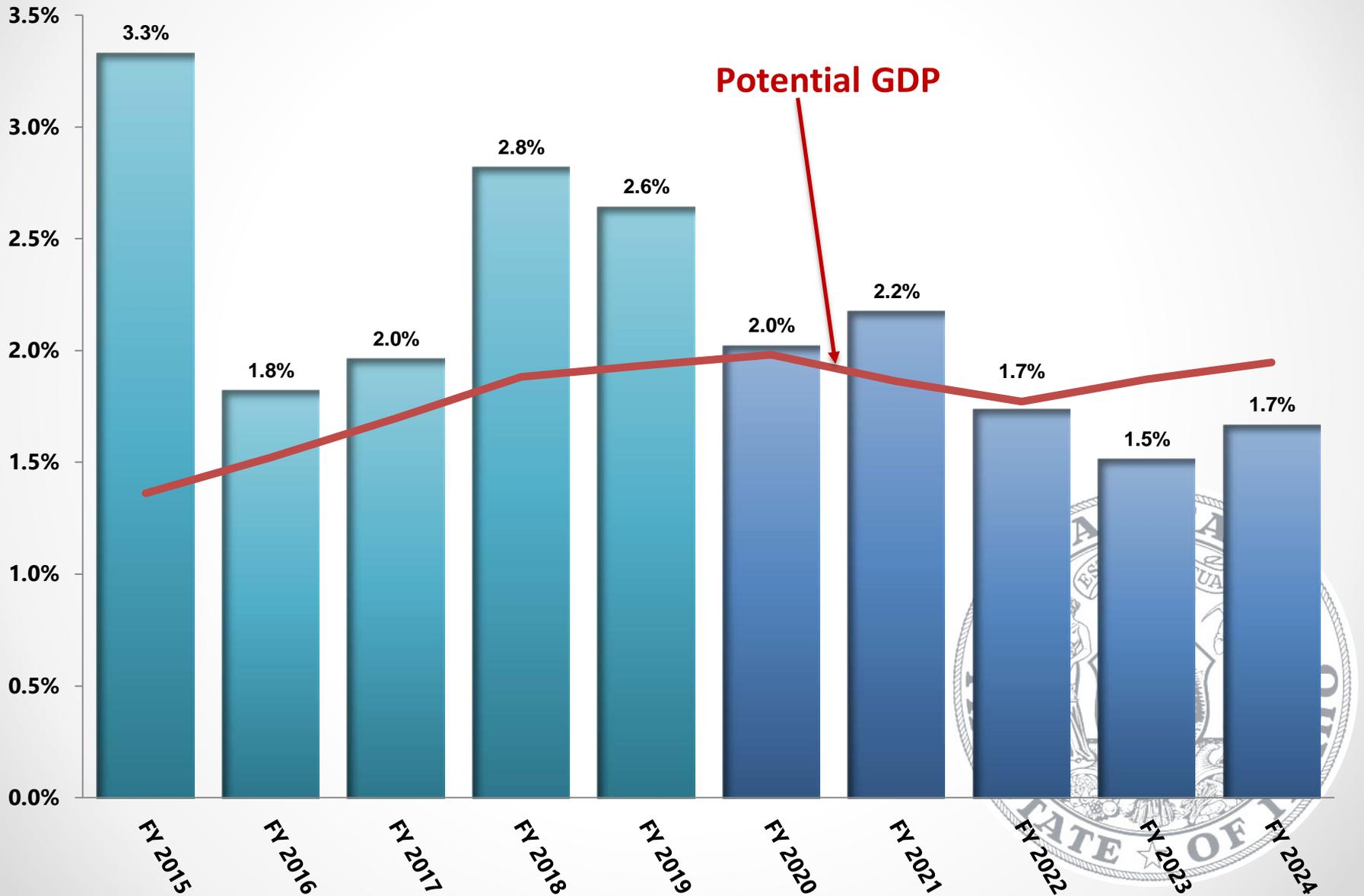
**January 2, 2020**



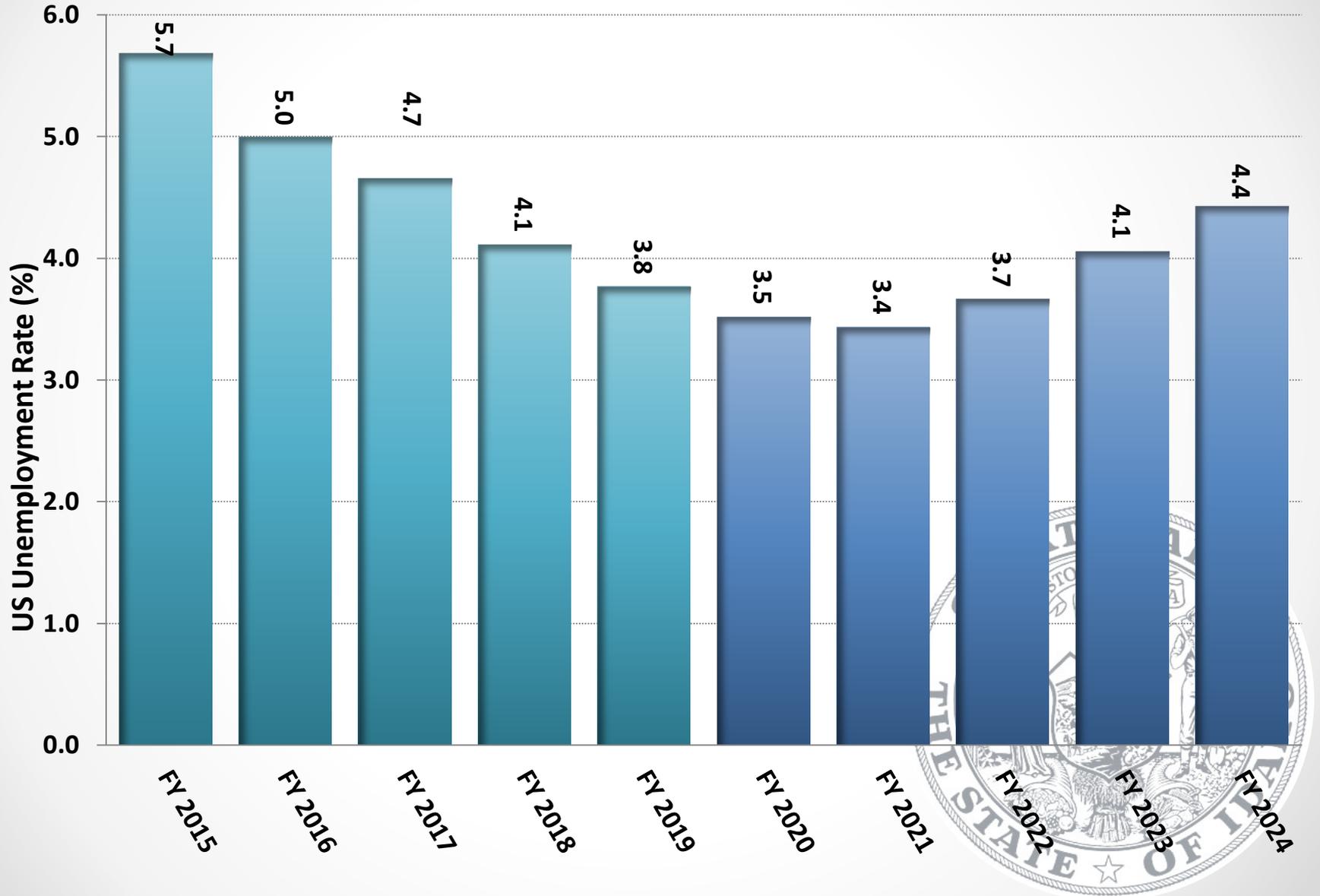
# Inflation-Adjusted US GDP Growth



# Full-Employment GDP Growth



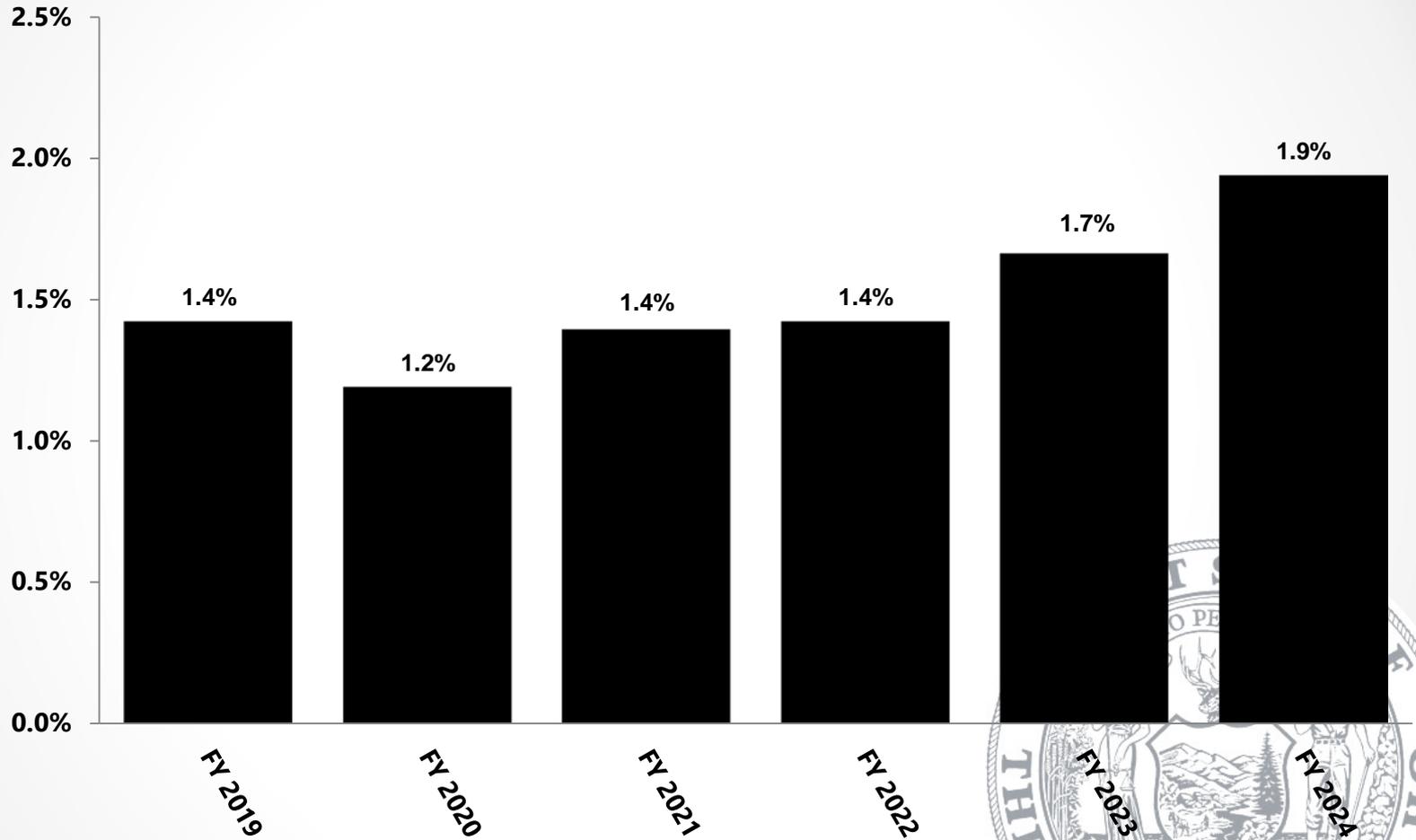
# National Unemployment Rate



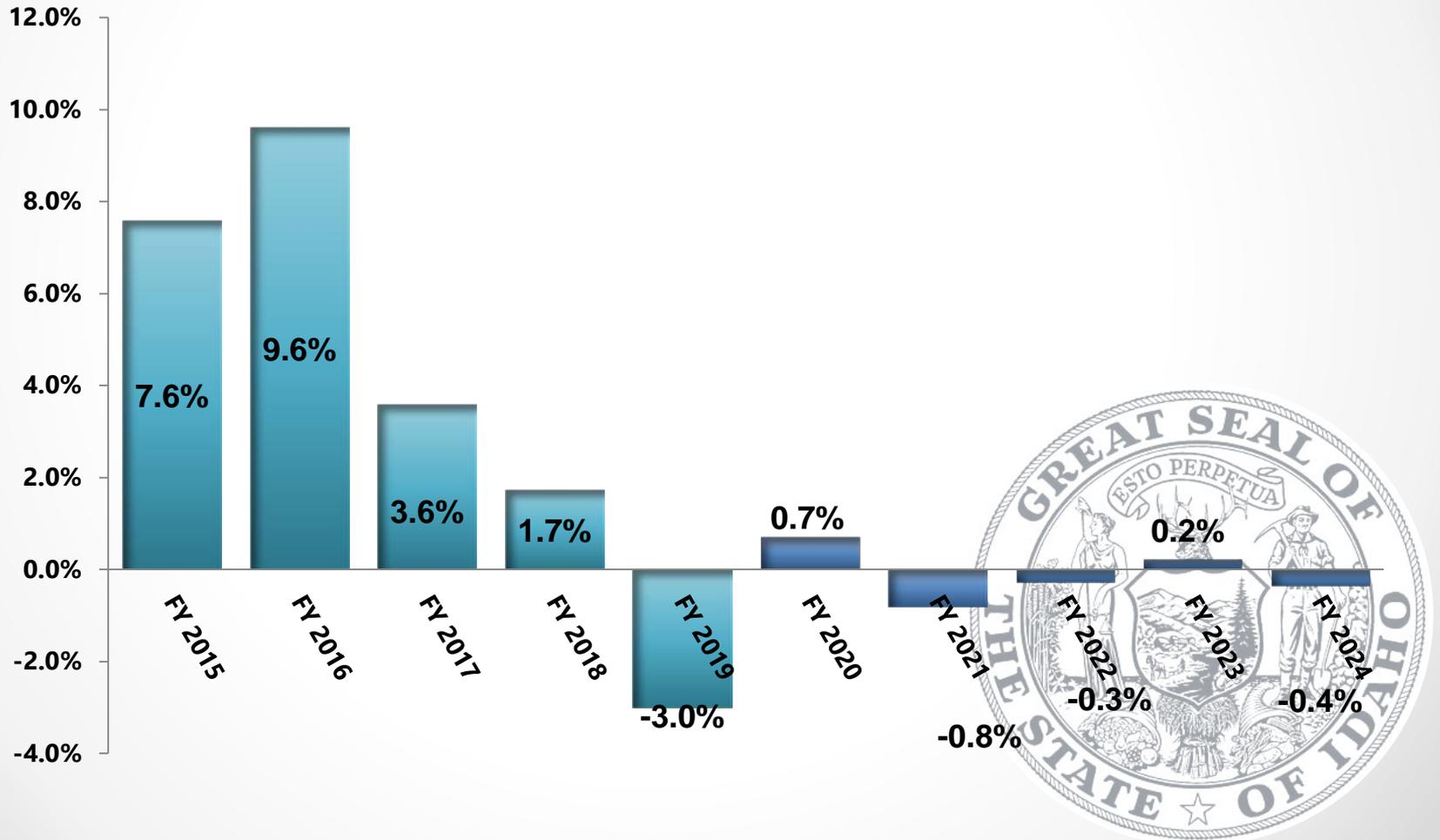
# National Unemployment and Full-Employment Rates



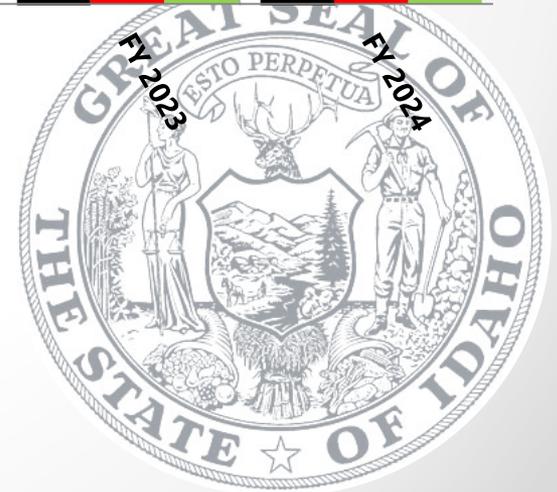
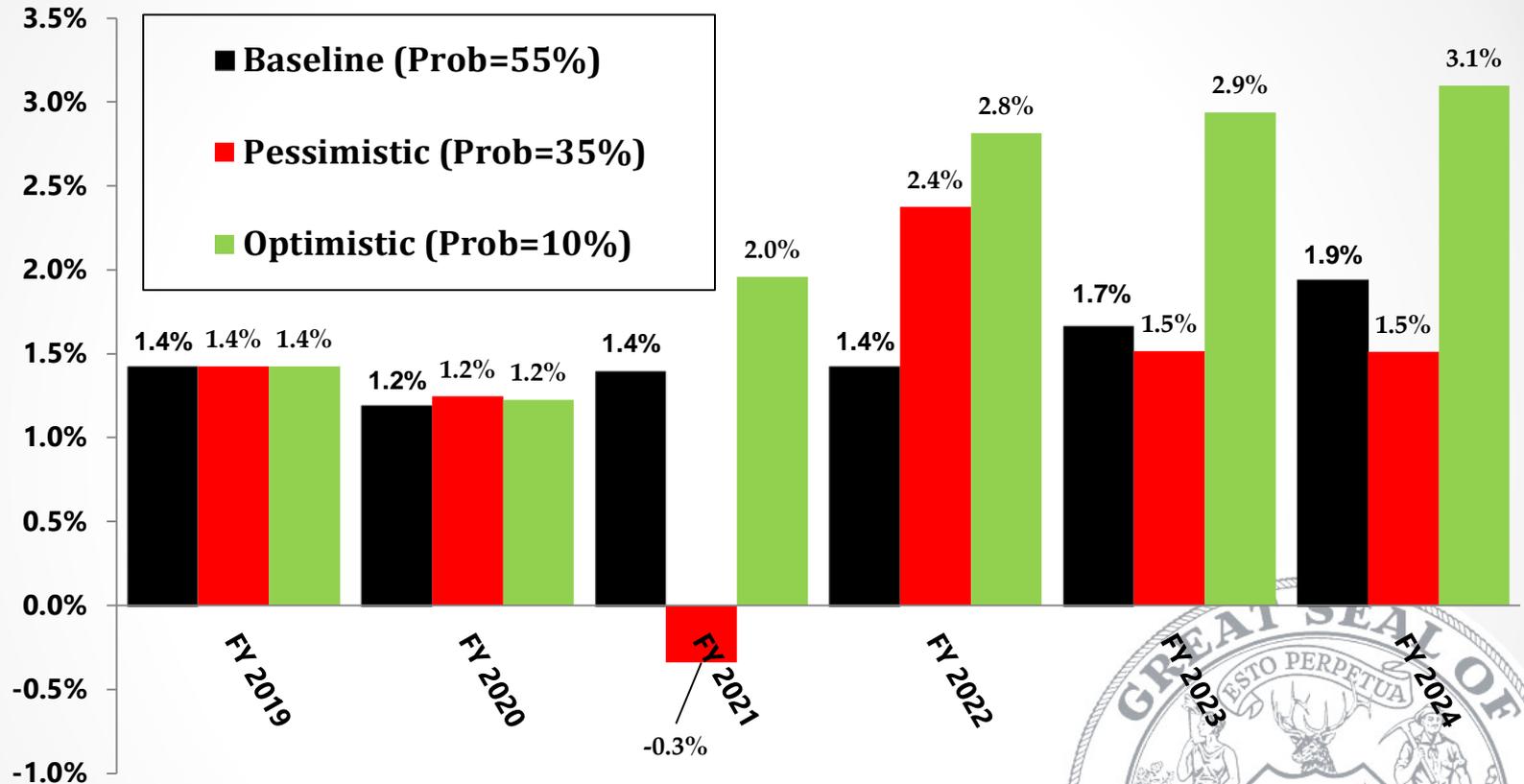
# US Productivity Growth



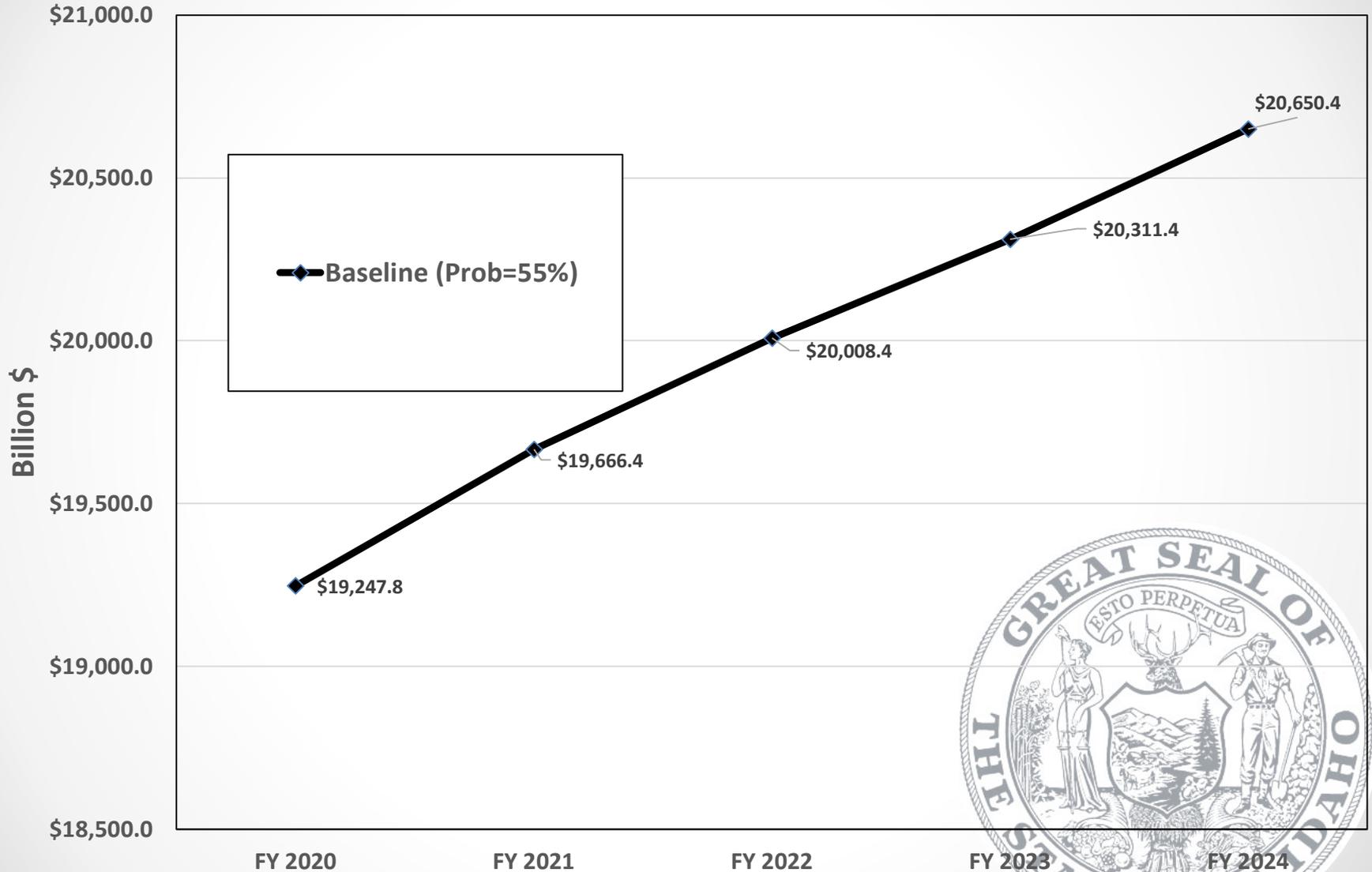
# Inflation-Adjusted Investment in Structures and Equipment



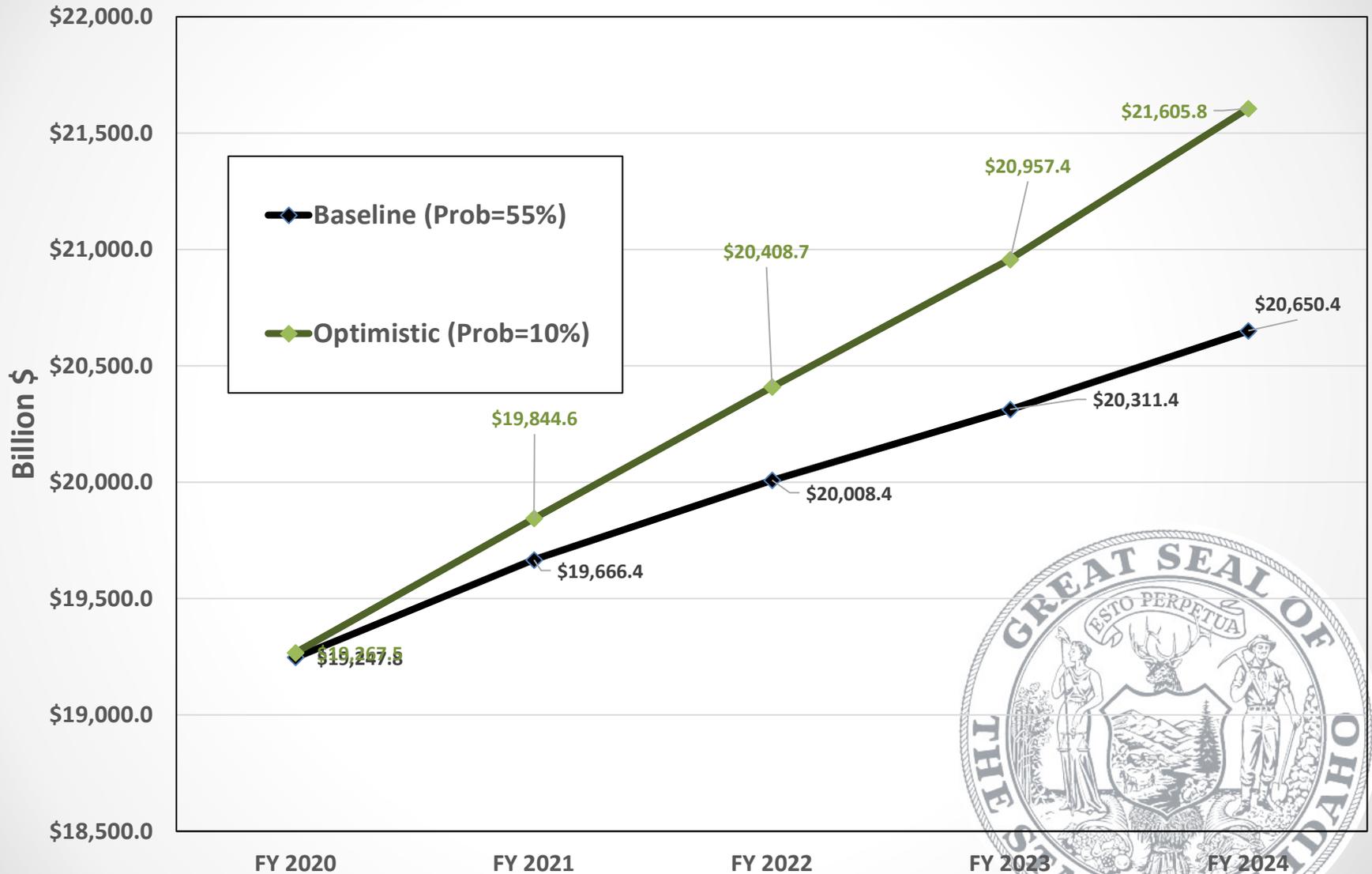
# US Productivity Growth



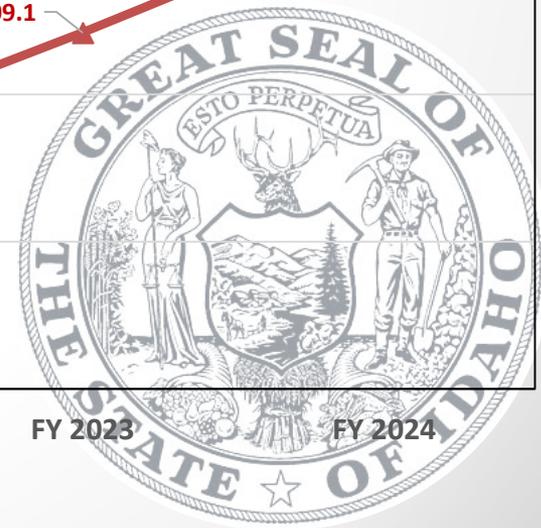
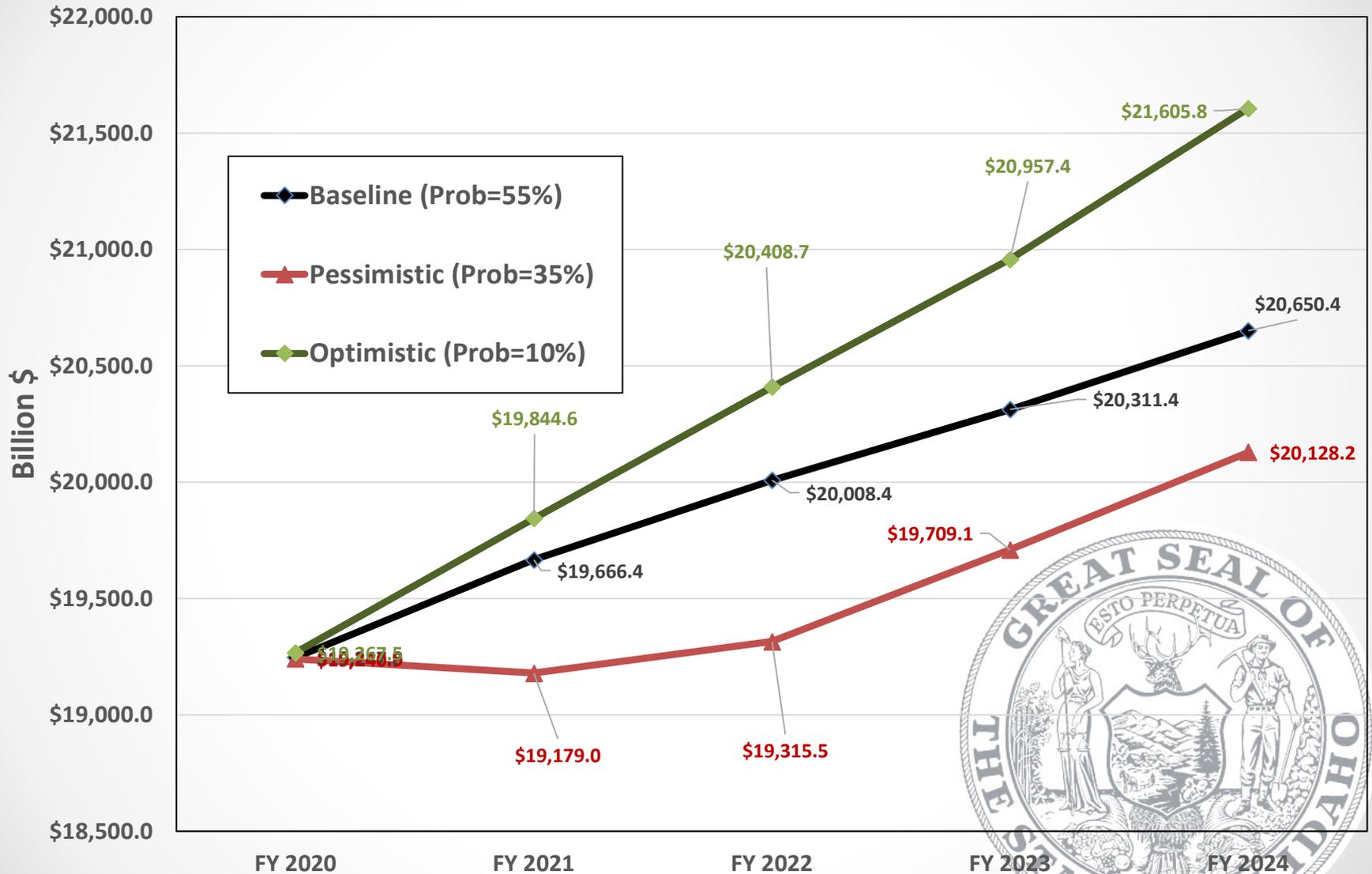
# Real GDP Scenarios



# Real GDP Scenarios



# Real GDP Scenarios



# **Local Factors Influencing Idaho General Fund Revenue**

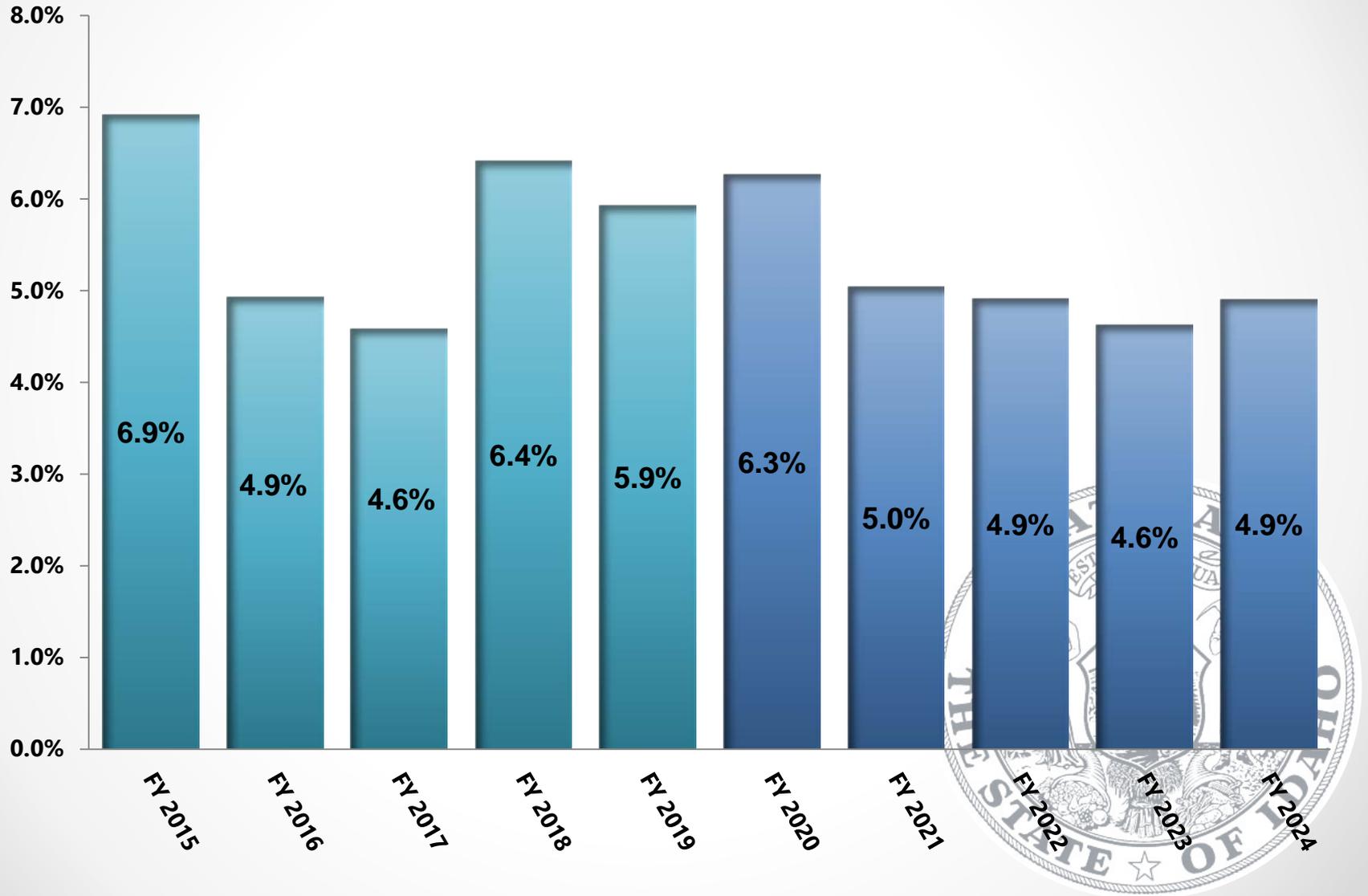
**1) Idaho Personal Income**

**2) Idaho Wage and Salary Payments**

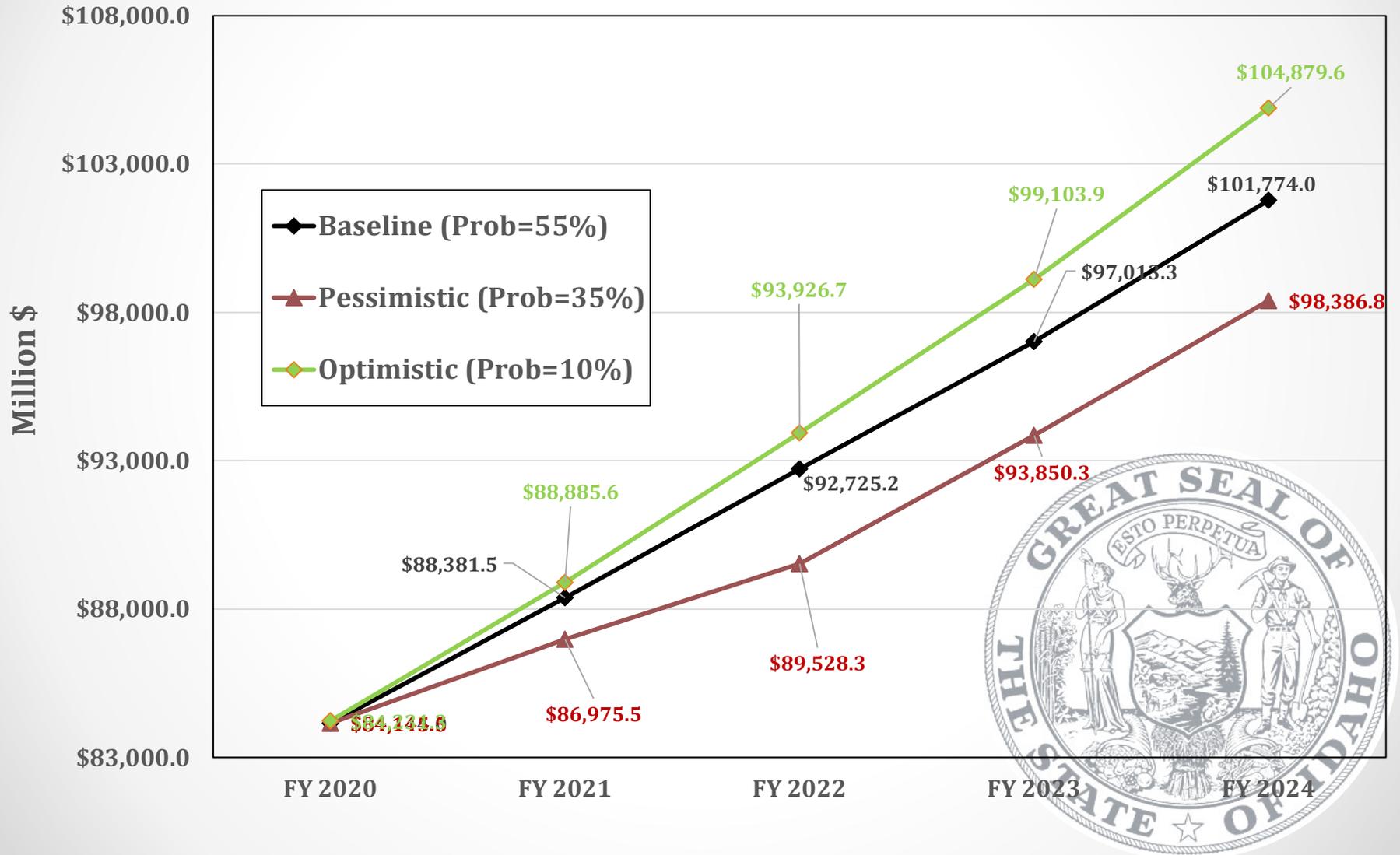
**3) Idaho Housing Starts**



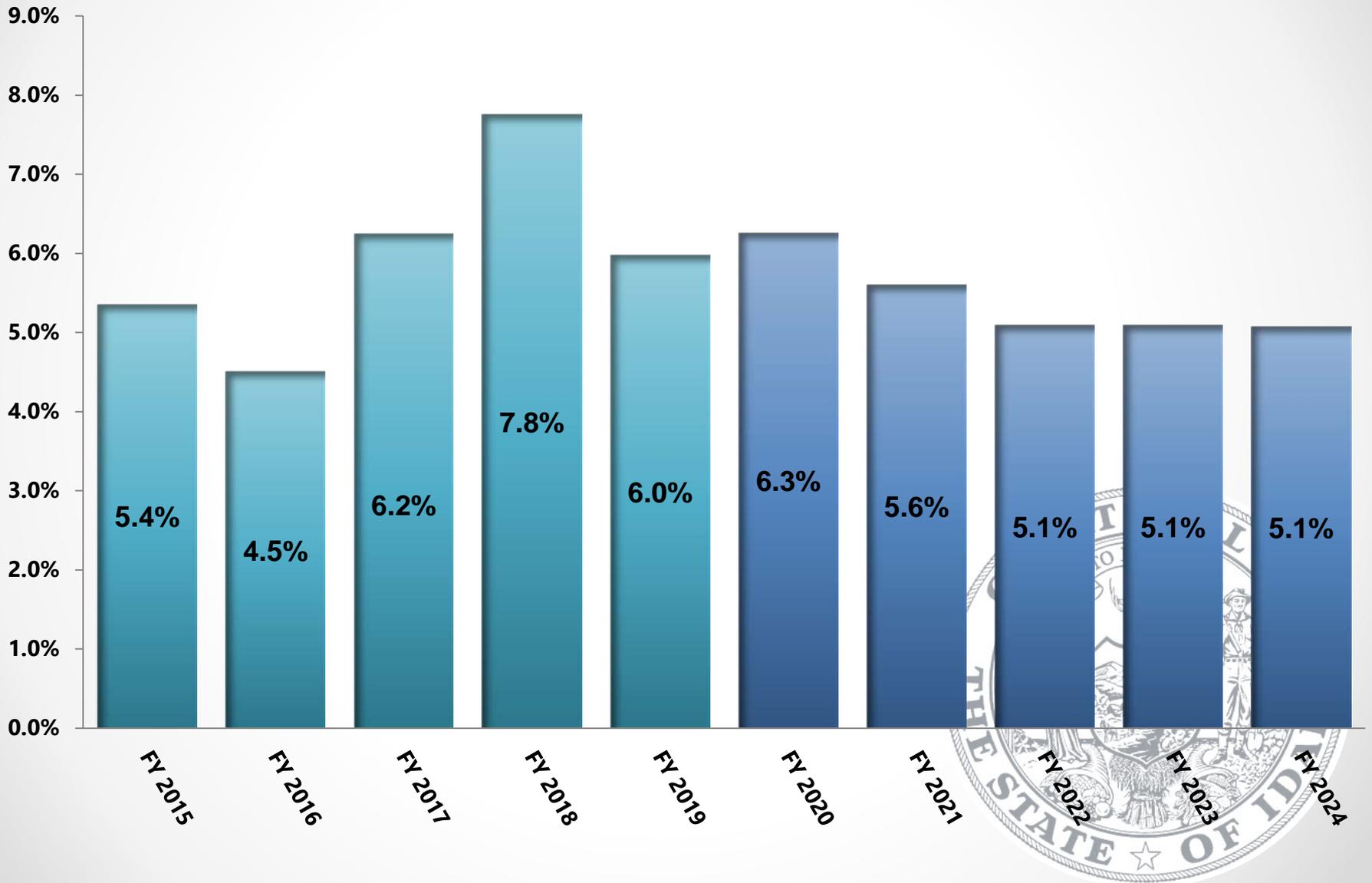
# Idaho Nominal Personal Income Growth



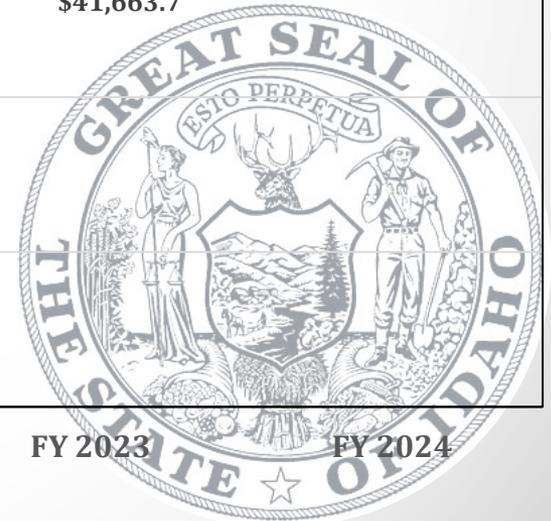
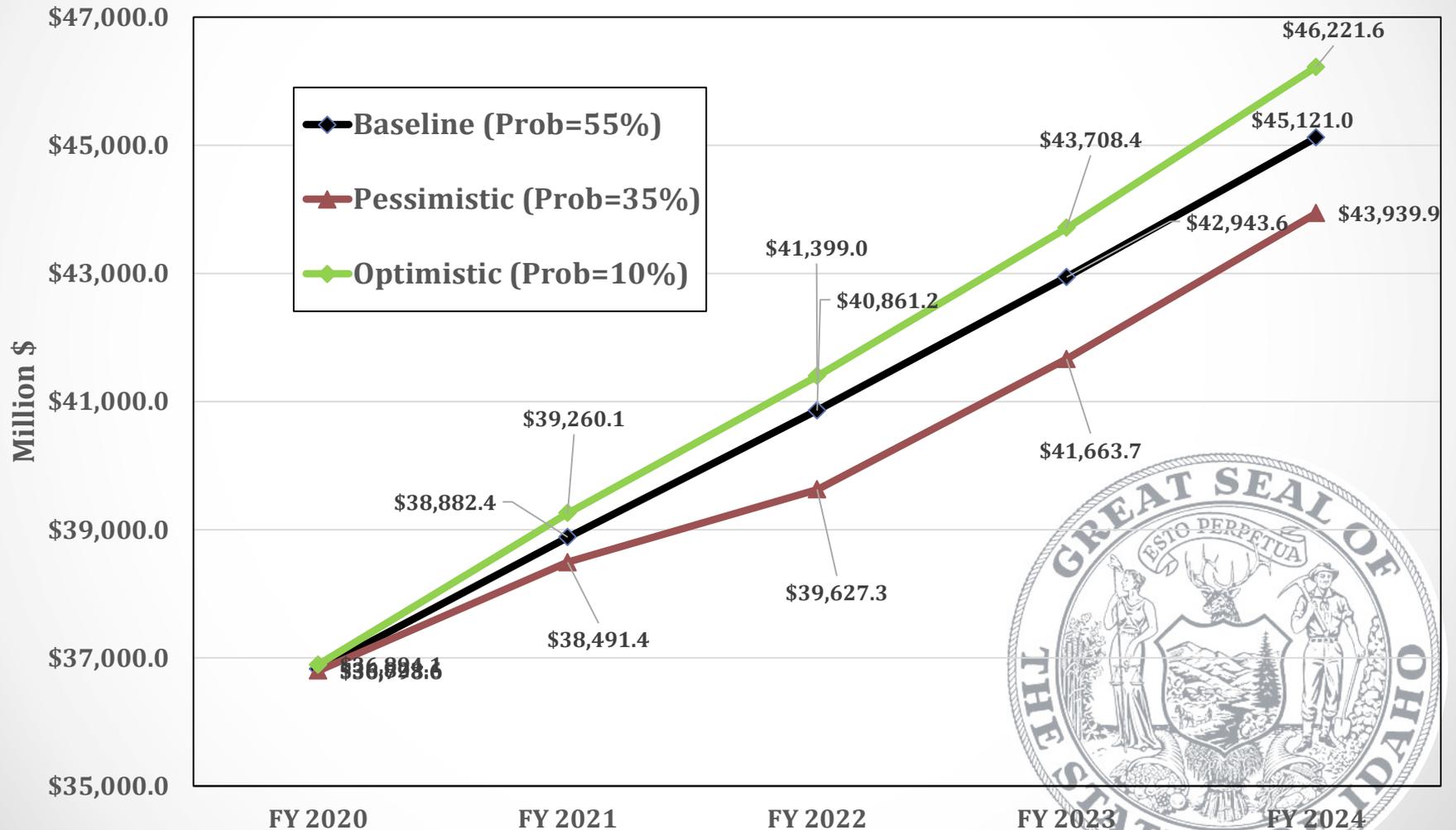
# Idaho Personal Income Scenarios



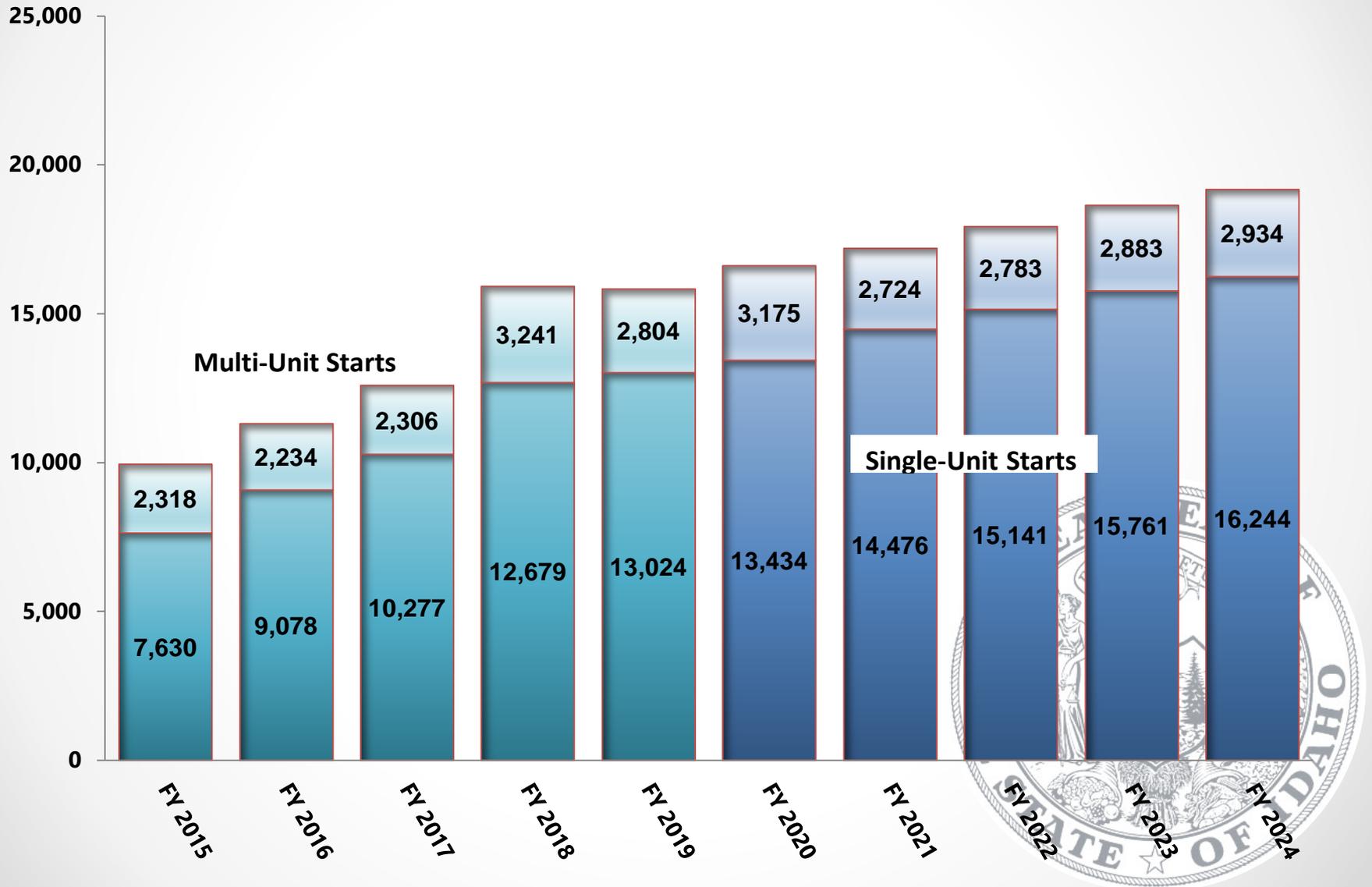
# Idaho Wage and Salary Payments Growth



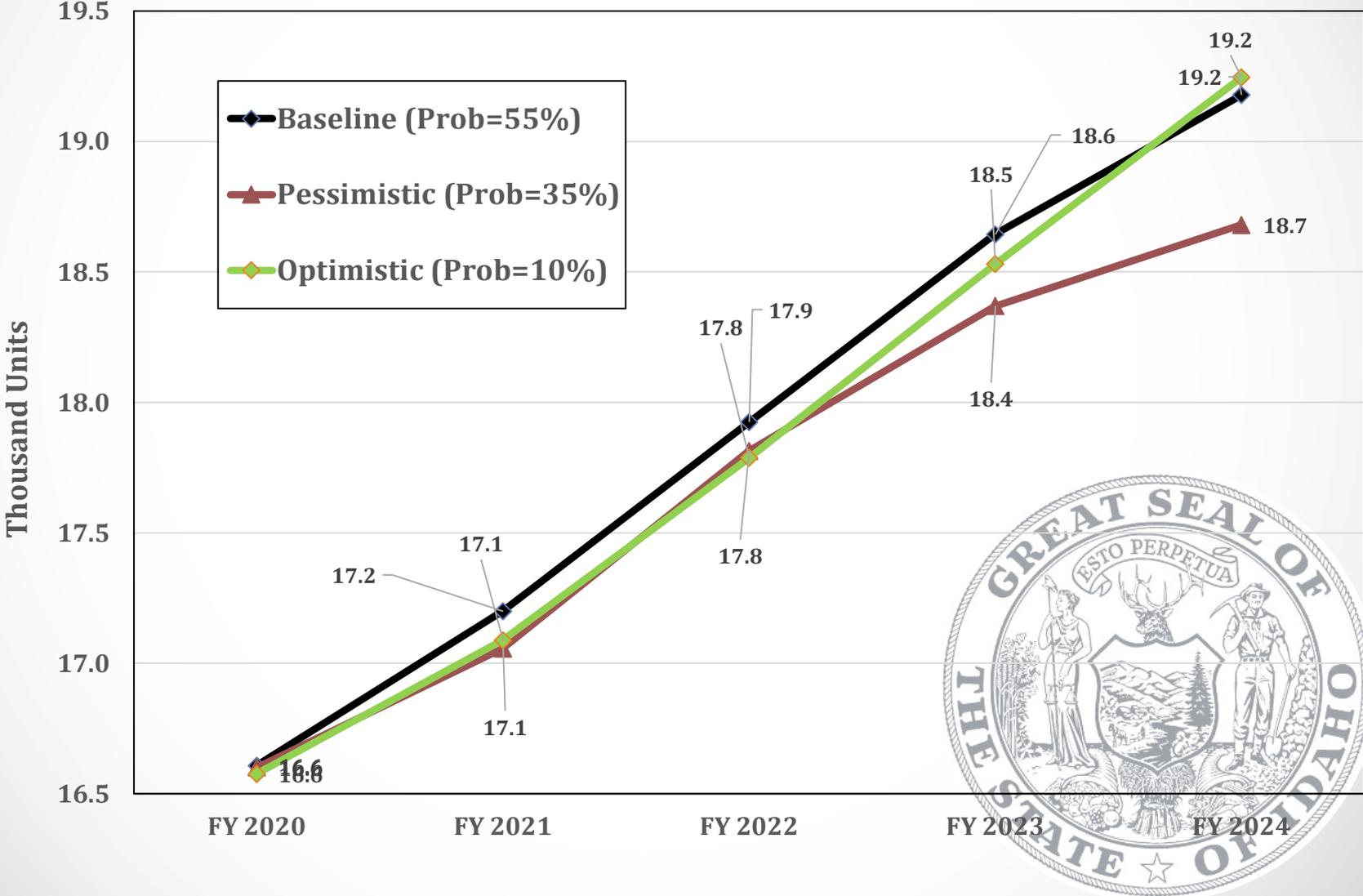
# Idaho Wage & Salary Payments Scenarios



# Idaho Housing Starts

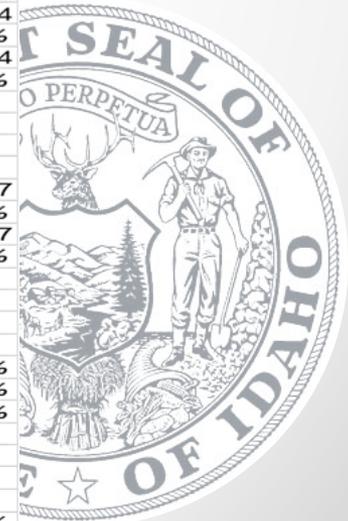


# Idaho Housing Starts Scenarios



**IDAHO ECONOMIC FORECAST**  
**FISCAL YEAR EXECUTIVE SUMMARY**  
**JANUARY 2020**

	2018	2019	2020	2021	2022
<b>U.S. GDP (BILLIONS)</b>					
Current \$	20,051	21,022	21,858	22,821	23,774
% Ch	5.1%	4.8%	4.0%	4.4%	4.2%
2009 Chain-Weighted	18,381	18,866	19,248	19,666	20,008
% Ch	2.8%	2.6%	2.0%	2.2%	1.7%
<b>PERSONAL INCOME - CURR \$</b>					
Idaho (Millions)	74,739	79,171	84,144	88,382	92,725
% Ch	6.4%	5.9%	6.3%	5.0%	4.9%
Idaho Nonfarm (Millions)	73,194	77,612	82,165	86,403	90,436
% Ch	6.9%	6.0%	5.9%	5.2%	4.7%
U.S. (Billions)	17,357	18,242	19,037	19,771	20,611
% Ch	5.4%	5.1%	4.4%	3.9%	4.3%
<b>PERSONAL INCOME - 2009 \$</b>					
Idaho (Millions)	69,818	72,699	75,975	78,419	80,649
% Ch	4.4%	4.1%	4.5%	3.2%	2.8%
Idaho Nonfarm (Millions)	68,375	71,268	74,188	76,663	78,658
% Ch	4.9%	4.2%	4.1%	3.3%	2.6%
U.S. (Billions)	16,214	16,751	17,190	17,542	17,927
% Ch	3.4%	3.3%	2.6%	2.0%	2.2%
<b>HOUSING STARTS</b>					
Idaho	15,920	15,828	16,608	17,200	17,924
% Ch	26.5%	-0.6%	4.9%	3.6%	4.2%
U.S. (Millions)	1,254	1,222	1,271	1,258	1,274
% Ch	4.4%	-2.6%	4.1%	-1.0%	1.3%
<b>TOTAL NONFARM EMPLOYMENT</b>					
Idaho	726,612	749,459	770,912	788,671	804,677
% Ch	3.1%	3.1%	2.9%	2.3%	2.0%
U.S. (Thousands)	147,766	150,314	152,389	153,896	154,817
% Ch	1.5%	1.7%	1.4%	1.0%	0.6%
<b>SELECTED INTEREST RATES</b>					
Federal Funds	1.4%	2.2%	1.8%	1.8%	2.3%
Bank Prime	4.5%	5.3%	4.9%	4.9%	5.4%
Existing Home Mortgage	4.4%	4.7%	4.1%	4.3%	4.6%
<b>INFLATION</b>					
GDP Price Deflator	2.2%	2.1%	1.9%	2.2%	2.4%
Personal Cons Deflator	1.9%	1.7%	1.7%	1.8%	2.0%
Consumer Price Index	2.2%	2.1%	2.0%	1.6%	2.2%



# THANK YOU

Please visit  
[www.dfm.idaho.gov](http://www.dfm.idaho.gov)



# Monthly FY 2020 Tax Relief Fund Deposits

