

Finance Advisory Committee

Briefing Materials

January 13, 2009

JLBC

In Memoriam

A former member of the JLBC Staff, Henry “Hank” Reardon passed away on October 29th. Hank was one of the first JLBC employees, and began his career at JLBC as its sole economist in 1970. He retired in 1999 as Chief Economist. Hank was a member of the FAC from 2000 until his passing in October 2008. Hank was a dedicated public servant and he will be missed by his many friends in the forecasting community.

Finance Advisory Committee

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Finance Advisory Committee

January 13, 2009

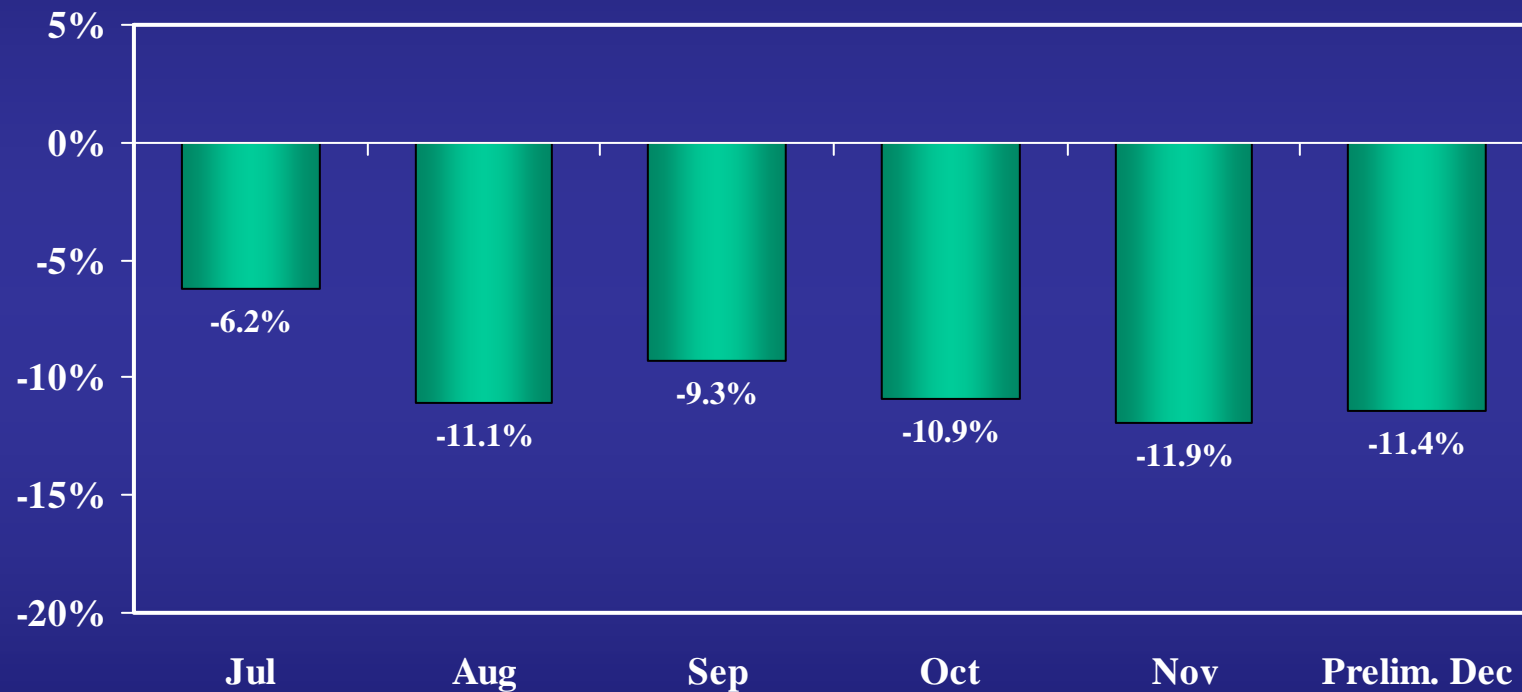
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FY '09 Revenues Will Need to Grow By 6.1% to Meet \$10.0 B Budgeted Level

- Original budgeted FY '09 growth compared to enacted '08 Budget 1.9%
- Growth adjusted for lower '08 Base 6.1%

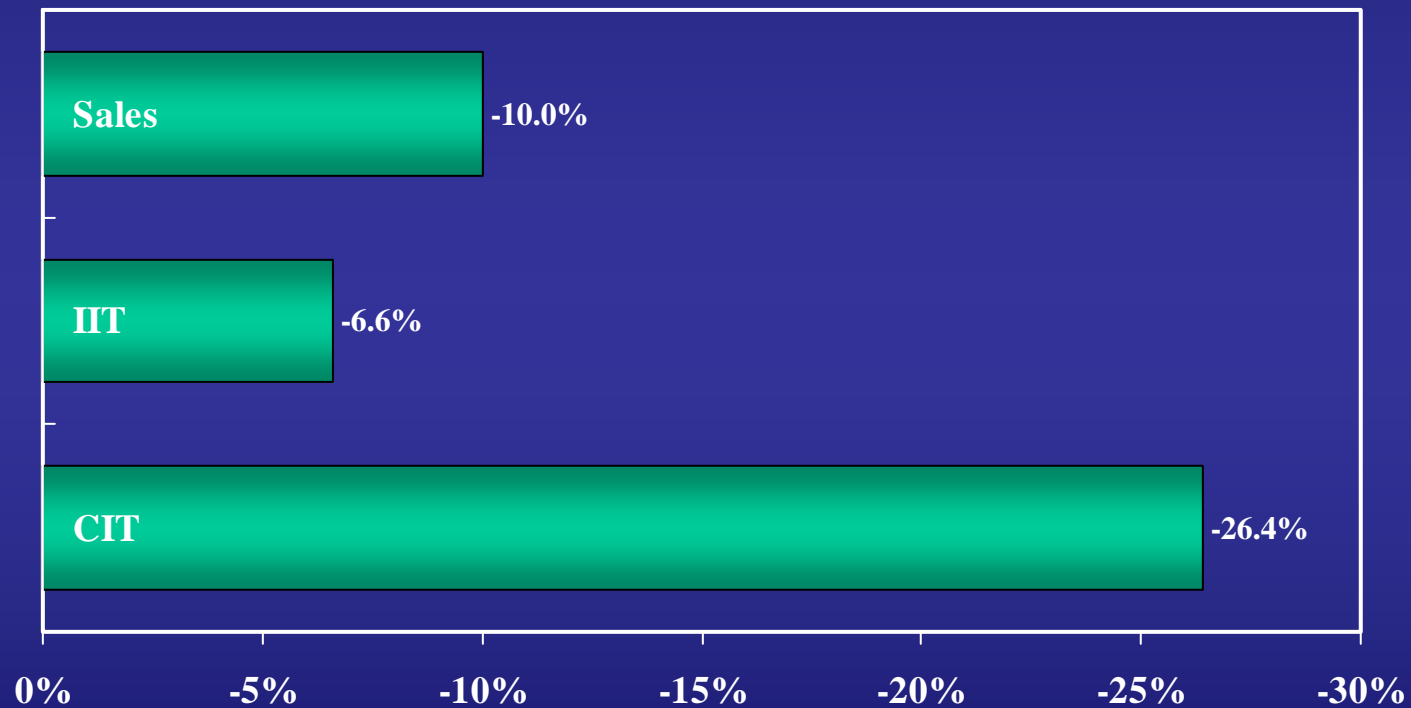
'09 Revenue Collections Continuing to Decline

- First Half-Year Decline = (10.1)%



Percent Change Below FY 2008

All Major Tax Categories Declined in the 1st Half of FY '09



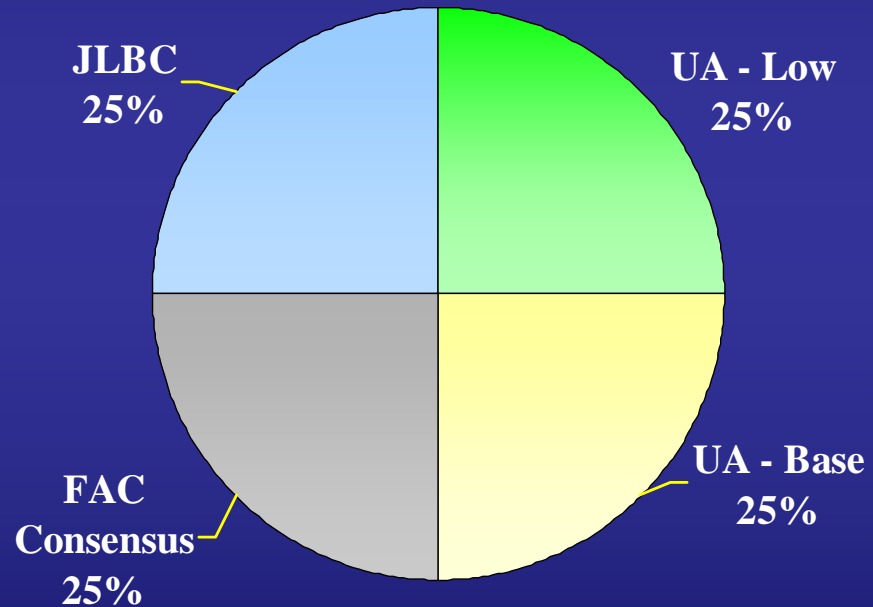
Excludes statutory and one-time changes.

Where Are We Headed Over the Next Few Years?

- Four-Sector Consensus Forecast Incorporates Different Economic Views, Including the FAC

4-sector forecast equally weights:

- FAC average
- UofA model - base
- UofA model - low
- JLBC Staff forecast
- Remaining revenues (9% of total) are staff forecast



* Includes Big 3 categories of sales tax, individual income and corporate income taxes.

Sales Tax

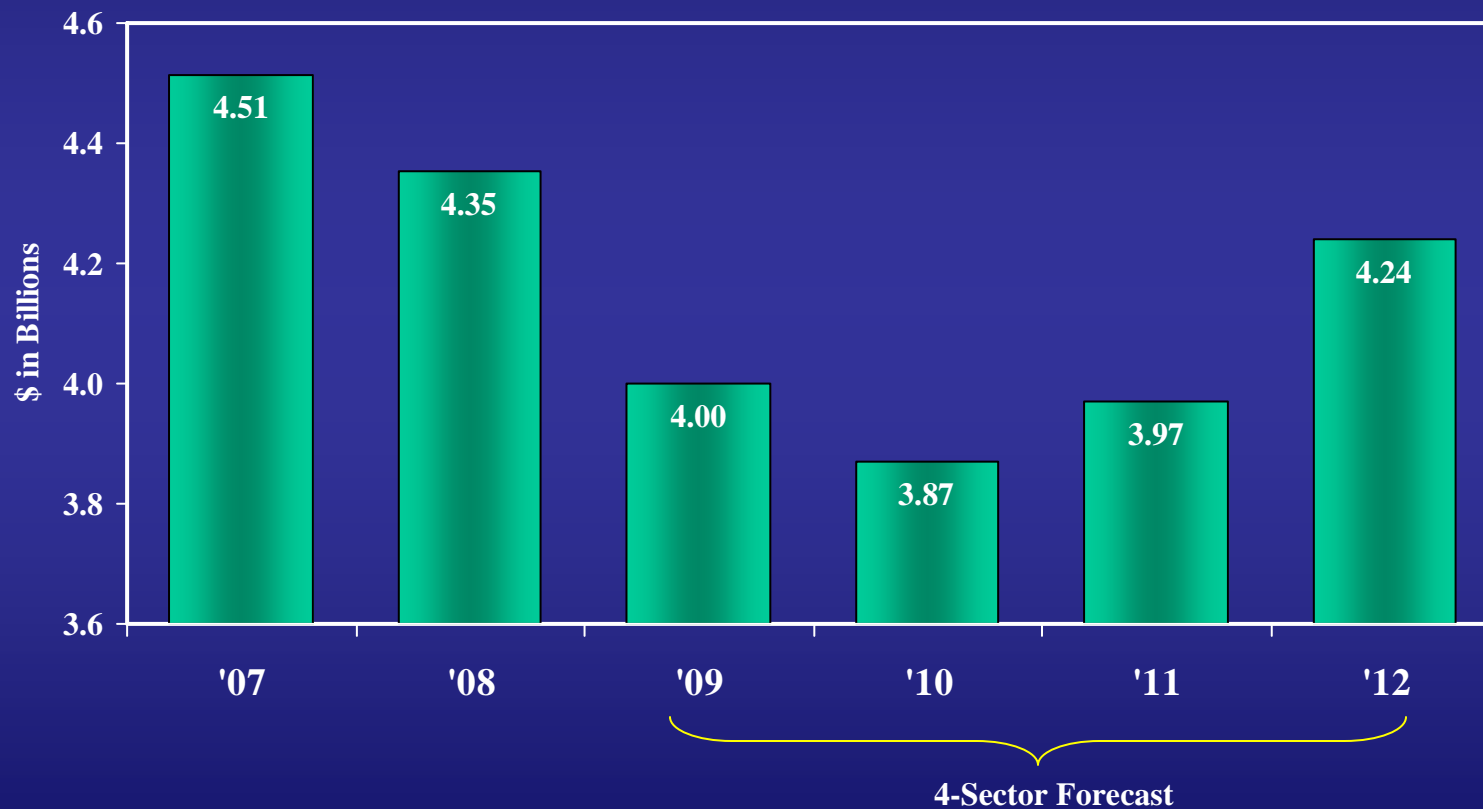
- The Consensus Forecasts Declines of (8.2)% in '09 and Another (3.2)% in '10



* 5.6% without the \$(55.2) million estimated payment threshold change.

Sales Tax

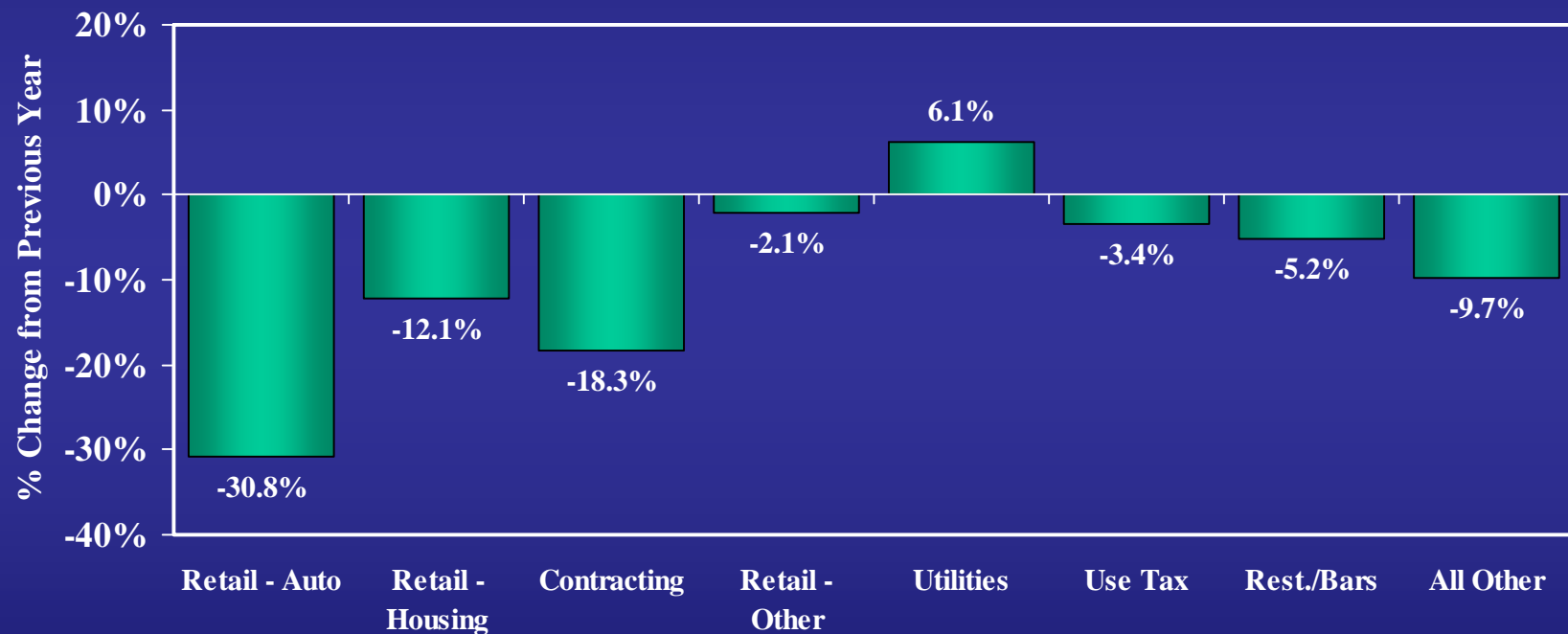
- Collections Below FY '07 Level Until FY '13



Includes enacted tax law changes.

Construction and Vehicle Spending Have Declined Significantly

- Represents 37% of Sales Tax Collections



FY 2009 Year to Date Sales Tax Revenues – (Through November)

Individual Income Tax

- The Consensus Forecasts Declines of (7.2)% in '09 and Another (2.8)% in '10



* Excluding the 10% phased-in rate reduction, growth would have been 6.3% in '07, and (4.1)% in '08.

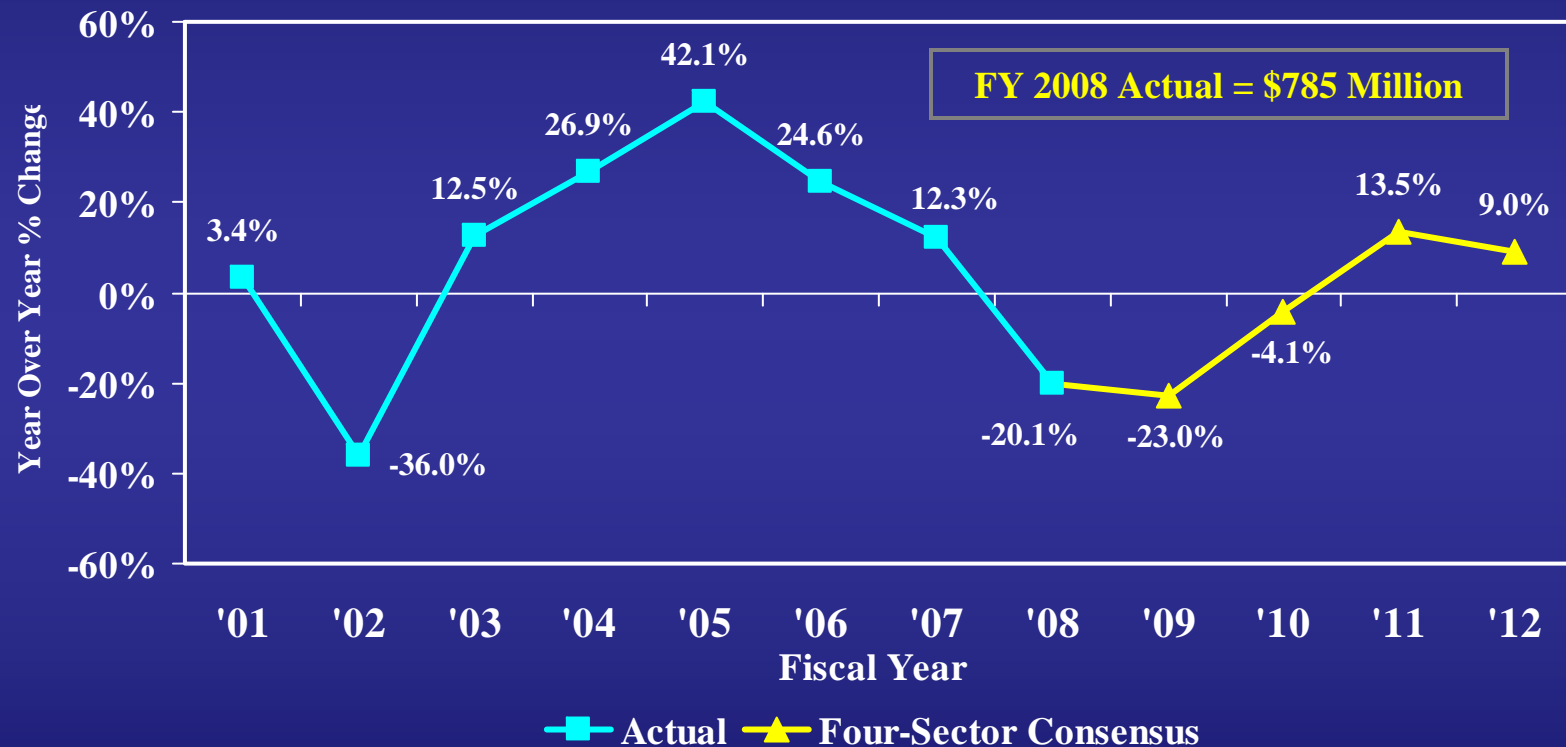
Individual Income Tax

- Weakness In Both Withholding and Payment Categories

- Ongoing job losses are adversely affecting withholding tax collections.
- Year to date, withholding is down by (1.8)% and is likely to decline further.
- Estimated payments have declined year-over-year in 14 of the last 18 months.
- Year to date, payments are down by (16.2)%.

Corporate Income Tax

- The Consensus Forecasts Declines of (23.0)% in '09 and Another (4.1)% in '10

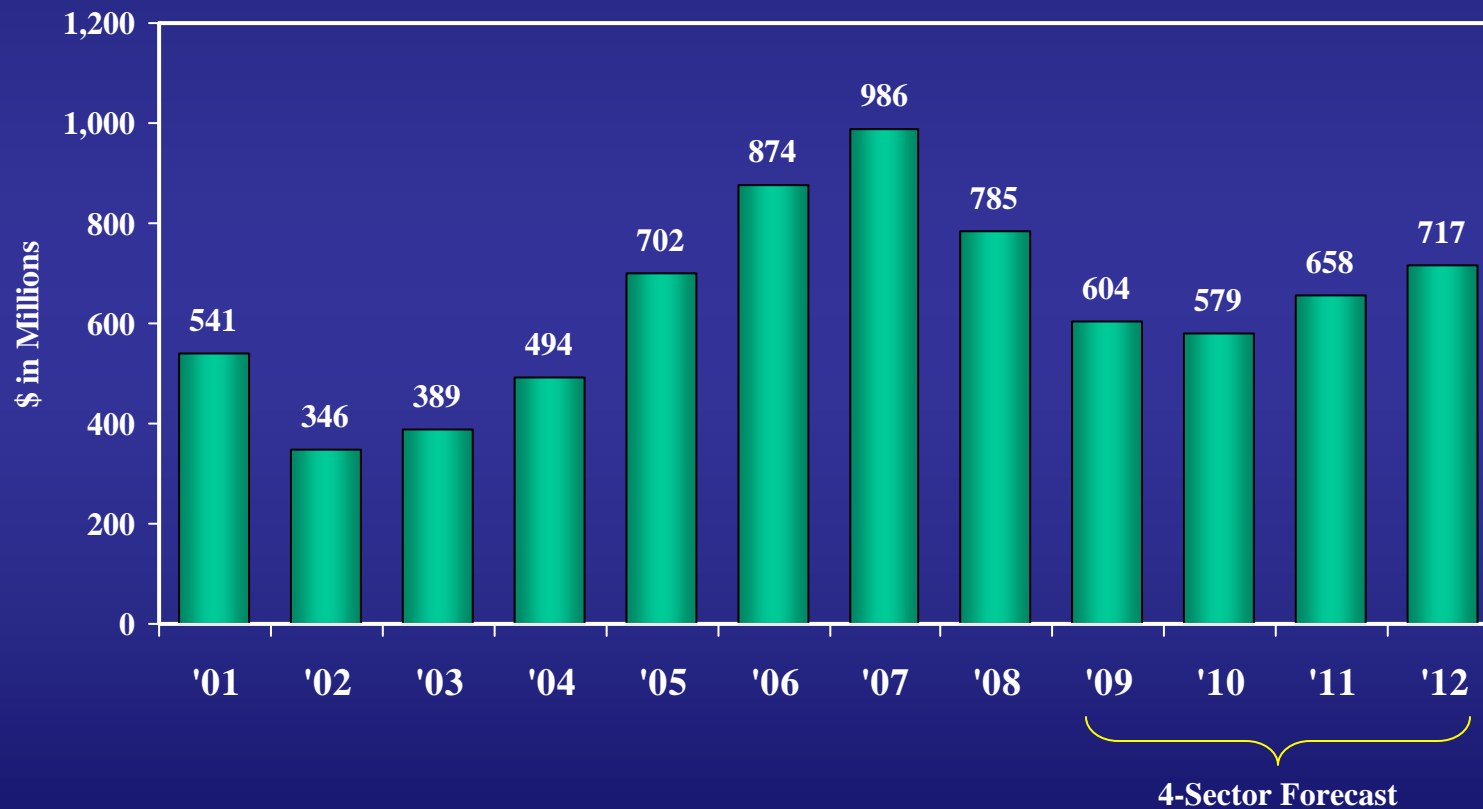


* Excluding tax law changes, growth would have been 12.8% in '07, and the '08 decrease would have been (14.7)%.

** In FY '09-11, there will be an additional incremental loss associated with the phase in of the corporate sales factor legislation.

Corporate Income Tax

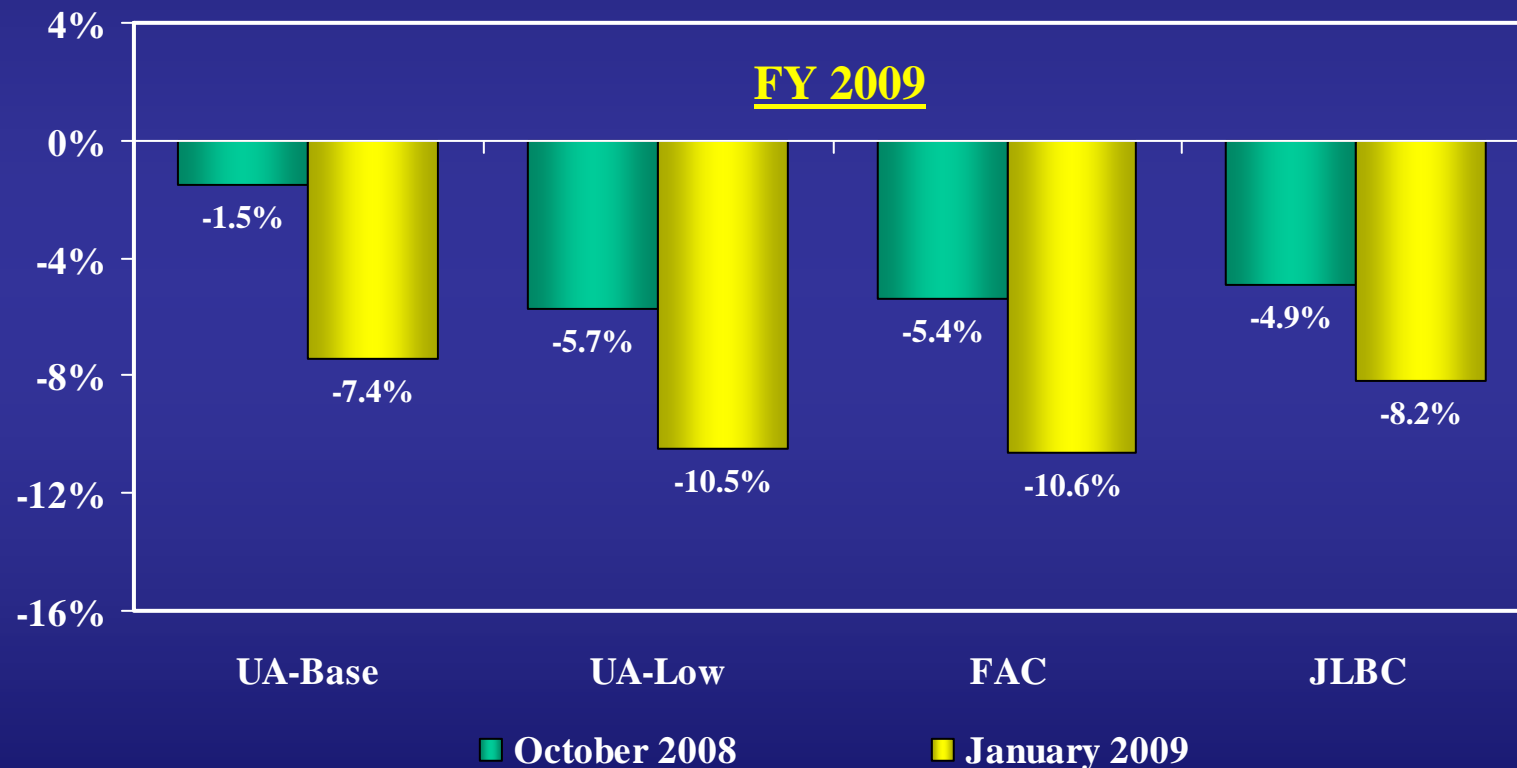
- Collections Return to FY '05 Level in FY '12



Includes enacted tax law changes.

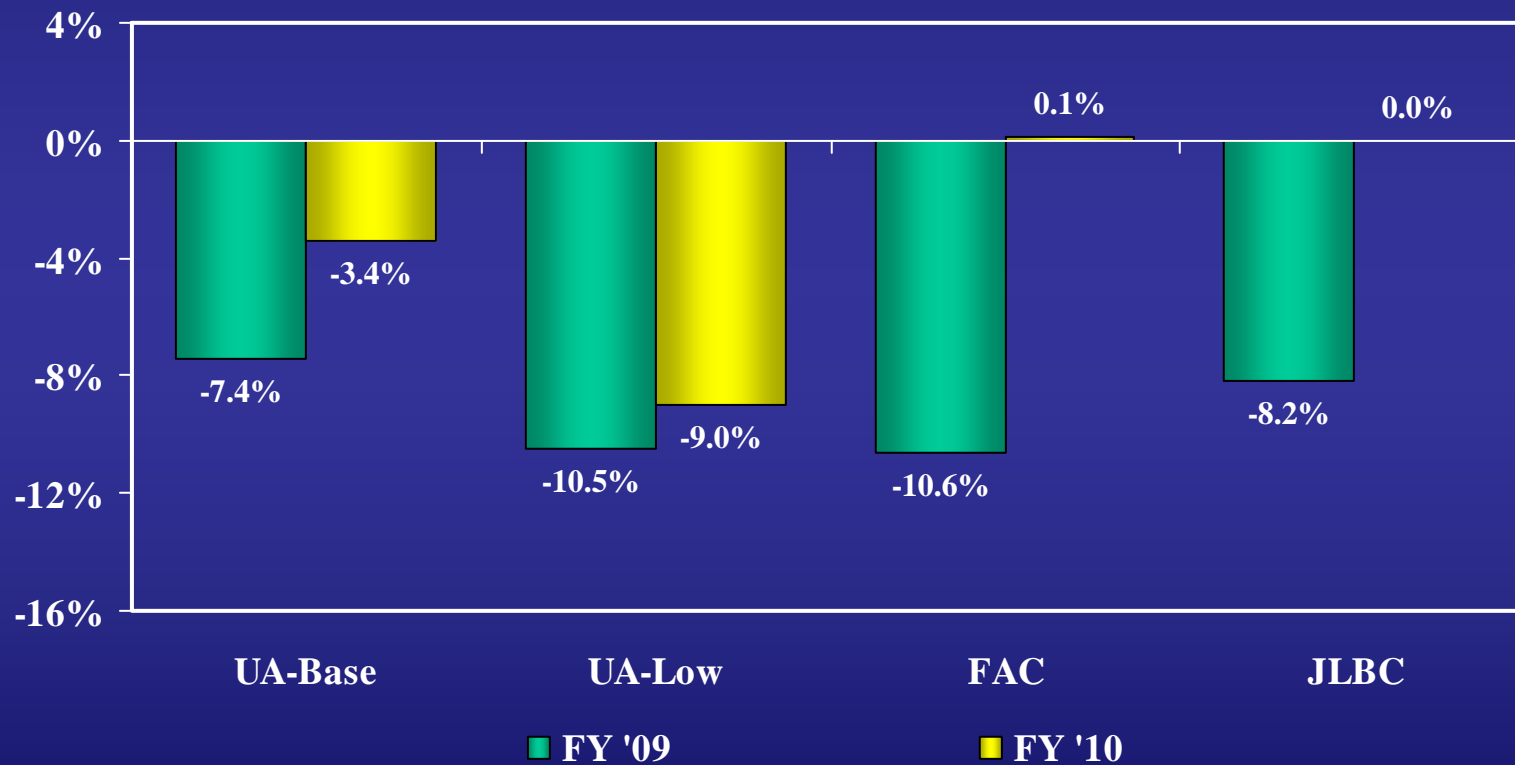
January 4-Sector Projecting Revenue Decline of (9.2)% in FY '09

- October 2008 Forecast for FY '09 was (4.4)% Decline



Weighted Big 3 Average and JLBC Forecast for Small
Categories Prior to Tax Law Changes

Each Sector Shows Improvement for FY '10, But Overall Forecast Still A (2.8)% Decline



Weighted Big 3 Average and JLBC Forecast for Small
Categories Prior to Tax Law Changes

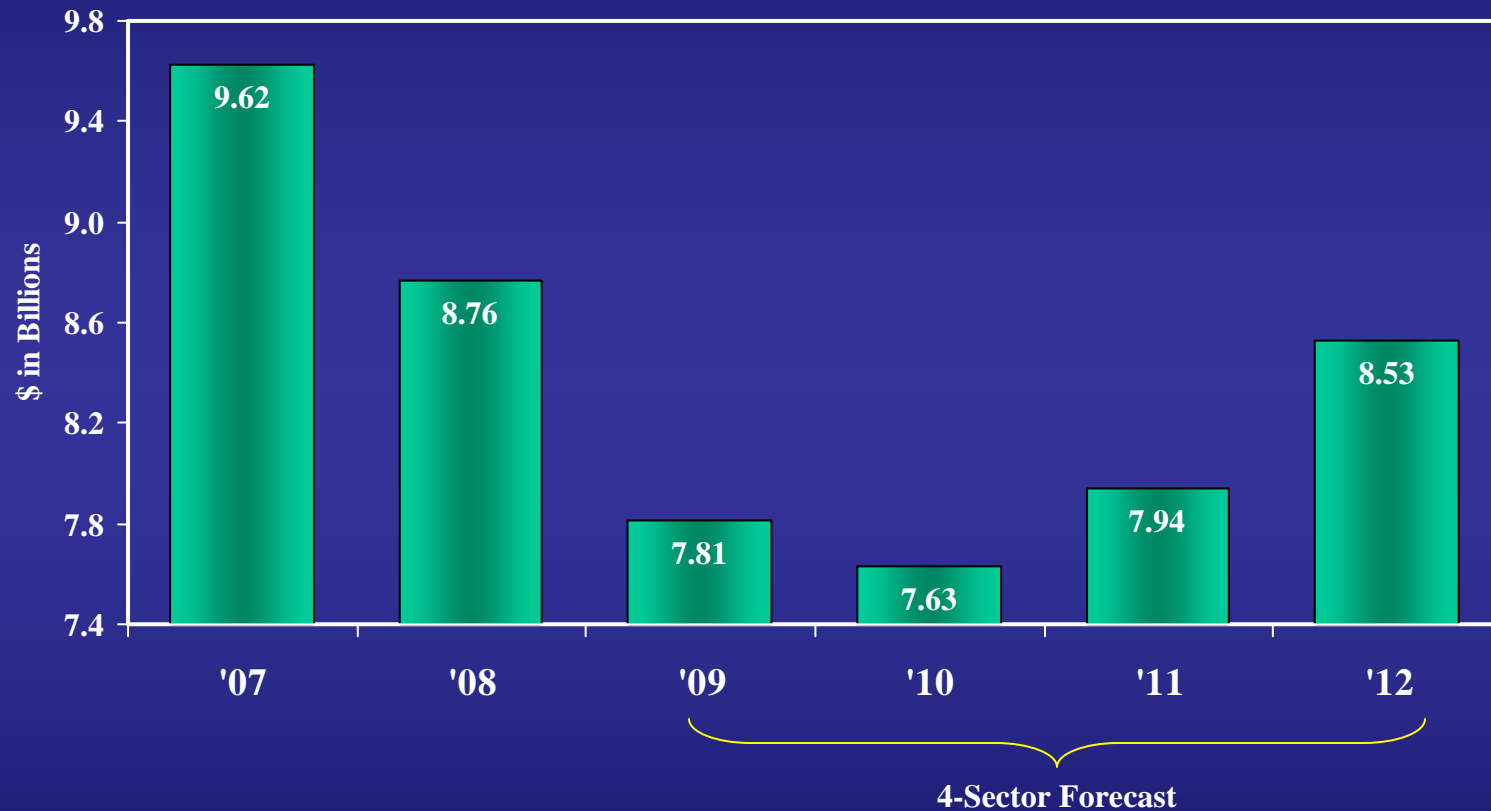
4-Sector Does Not Forecast Normal Growth Until FY 2012



* 4-sector forecast weighted average growth.

On-Going General Fund Revenue

- Collections Will Not Return to '07 Level Until After FY '12



Includes Urban Revenue Sharing and enacted tax law changes
- excludes balance forward and other one-time revenues.

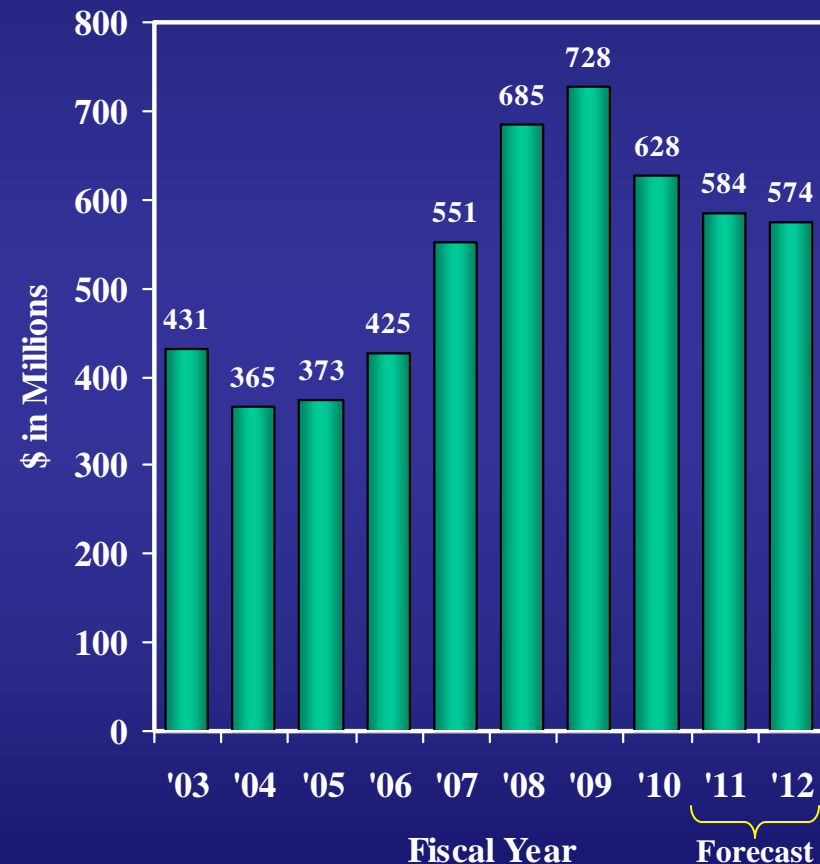
FY '10 Revenue Base Also Adjusted for Tax Laws and Urban Revenue Sharing

- Tax law changes of \$(34) M.
 - Corporate sales factor phase-in \$(29) M, and Phoenix Convention Center payment \$(5) M.
- Urban Revenue Sharing decreases by \$(100) M from \$728 M in '09 to \$628 M in '10.
 - Of \$(100) M, \$(18) M is due to elimination of one-time special adjustments.
 - Remaining \$(82) M due to decline in income tax collections.

Urban Revenue Sharing Volatility

- Due to Link to Income Tax Collections

- Cities receive 15% of individual and corporate income tax collections from 2 years prior.



FY2009-FY 2012 Quartile Forecast Worksheet

	FY 2009	FY 2010	FY 2011	FY 2012
<u>Sales Tax</u>				
JLBC Forecast	-6.3%	0.1%	4.3%	6.0%
UA - Low	-10.1%	-8.7%	-0.2%	6.6%
UA - Base	-8.8%	-4.2%	2.5%	7.9%
FAC Survey	-7.6%	0.1%	3.7%	6.9%
Average:	-8.2%	-3.2%	2.6%	6.9%
<u>Individual Income Tax</u>				
JLBC Forecast	-7.7%	-0.1%	6.5%	7.5%
UA - Low	-8.7%	-8.7%	-1.3%	5.2%
UA - Base	-3.1%	-2.2%	2.5%	6.2%
FAC Survey	-9.2%	-0.1%	4.7%	8.5%
Average:	-7.2%	-2.8%	3.1%	6.9%
<u>Corporate Income Tax</u>				
JLBC Forecast	-20.4%	0.0%	12.3%	4.1%
UA - Low	-20.2%	-12.6%	13.3%	11.4%
UA - Base	-18.2%	-4.9%	18.9%	5.9%
FAC Survey	-33.0%	1.3%	9.6%	14.5%
Average:	-23.0%	-4.1%	13.5%	9.0%
Consensus Weighted Average:	-9.1%	-3.1%	3.6%	7.0%
JLBC Weighted Average:	-8.2%	0.0%	5.8%	6.4%
UA Low Weighted Average:	-10.5%	-9.0%	0.4%	6.5%
UA Base Weighted Average:	-7.4%	-3.4%	3.8%	7.0%
FAC Consensus Weighted Average:	-10.6%	0.1%	4.5%	8.1%




National Outlook 2009

Presented by:
Elliott D. Pollack

Presented to:
Finance Advisory Committee
January 13th, 2009




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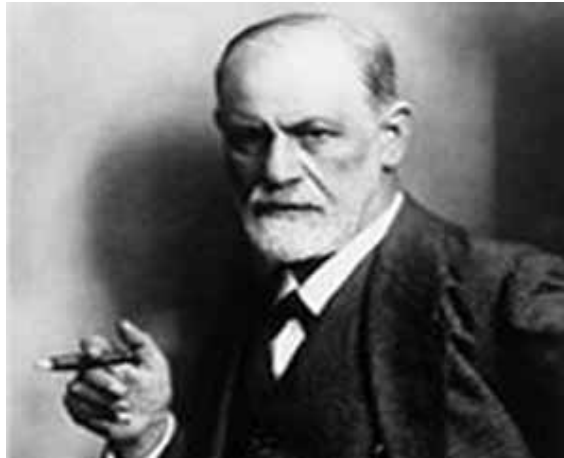
Bail Out or no Bail Out

= a **BAD** year
or
a **TERRIBLE** year.



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Credit Markets: Economics vs. Psychology



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Government Economic Measures

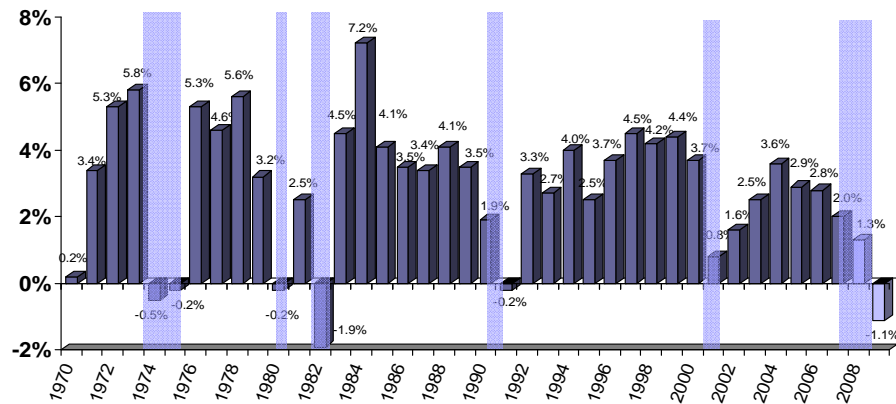
1. Monetary Policy (rate changes),
2. GSE Reforms (Fannie/Freddie),
3. Money Mkt. Mutual Fund (MMMF) Guarantee,
4. Asset Backed MMMF Comm. Paper Liq. Facility,
5. Commercial Paper Funding Facility,
6. Increase Supply of Term Funds to Banks,
7. Expansion of Swap Agreements,
8. FDIC Temp Liquidity Guarantee Program,
9. Emergency Economic Stabilization Act ("bail-out package"),
10. FHA Hope for Homeowners(\$300B for mortgage assistance).



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United States Real Gross Domestic Product* Annual Growth 1970 - 2009**

Source: U.S. Bureau of Economic Analysis & Blue Chip Economic Indicators



* Based on chained 2000 dollars.

** 2008 - 2009 are forecasts from the Blue Chip Economic Indicators, December 2008

Recession Periods



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Basic Story

Consumer

- Too much debt
- Not enough traditional savings
- Poor stock market and housing price performance
- Jobs and hours worked declining
- Prices on basics, such as oil + food, have been rising



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The Result

Consumer

- Consumer spending squeezed
- Big cuts in spending on durables
- Also cuts in non-durables and services

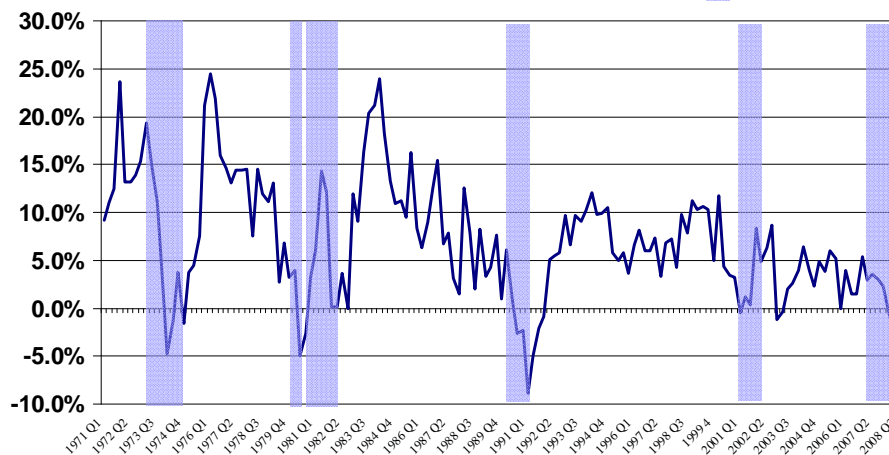


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Consumer Spending on Durable Goods Percent Change Year Ago 1971 – 2008*

Source: Bureau of Economic Analysis

Recession Periods



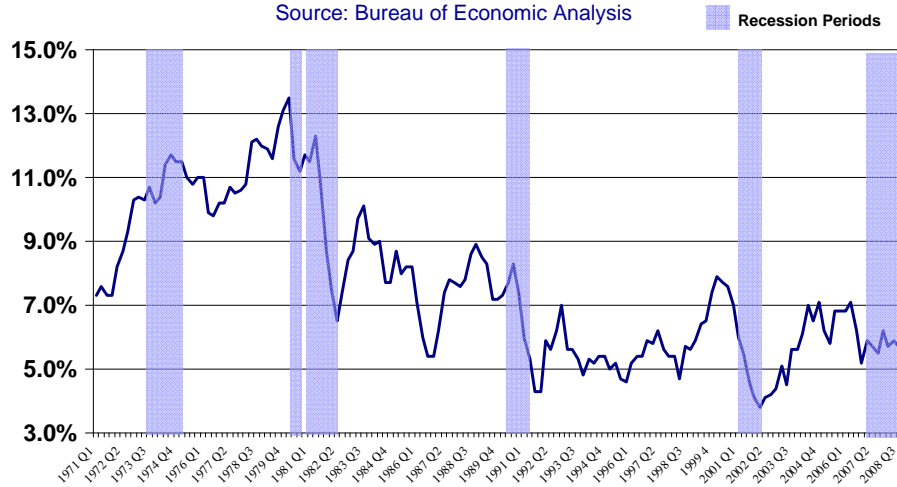
* Data through third quarter 2008



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Consumer Spending on Non-Durable Goods & Services Percent Change Year Ago 1971 – 2008*

Source: Bureau of Economic Analysis



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* Data through third quarter 2008

Basic Story

Business

- Has been strong due to weak dollar / strong exports
- Weakness in rest of world will hurt exports



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The Result

Business

- Business spending on plant & equipment will not be as strong as it has been
- Trade deficit will improve, but more slowly



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Basic Story

Housing

- Supply / demand imbalance continues
- No quick fix for credit markets
- Foreclosures to continue at high rates



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The Result

Housing

- Drag on economy from housing will end because comparisons so easy
- But drag on economy from commercial will get worse



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Weakening economies are more sensitive to shocks.



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How many more shoes can drop?



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There may
be a few
more shoes
left to
drop....



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The Consumer

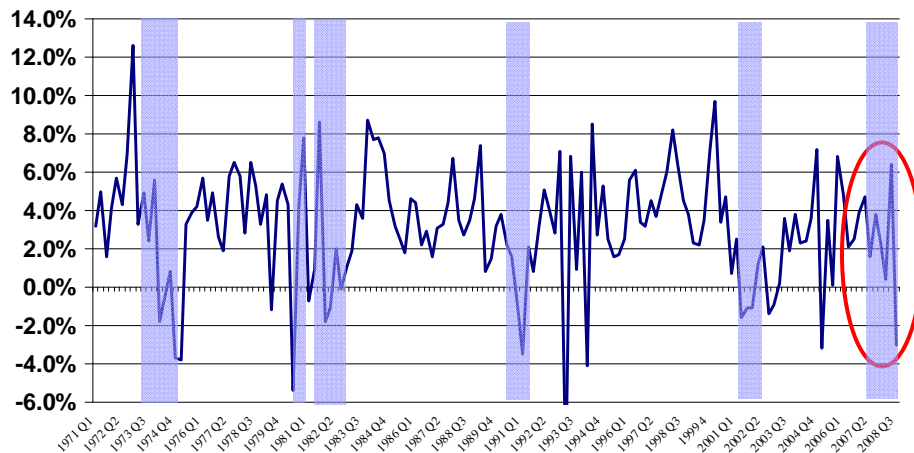


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Real Personal Income Net of Government Transfers Percent Change Quarter Ago, Annualized 1971 – 2008*

Source: Bureau of Economic Analysis

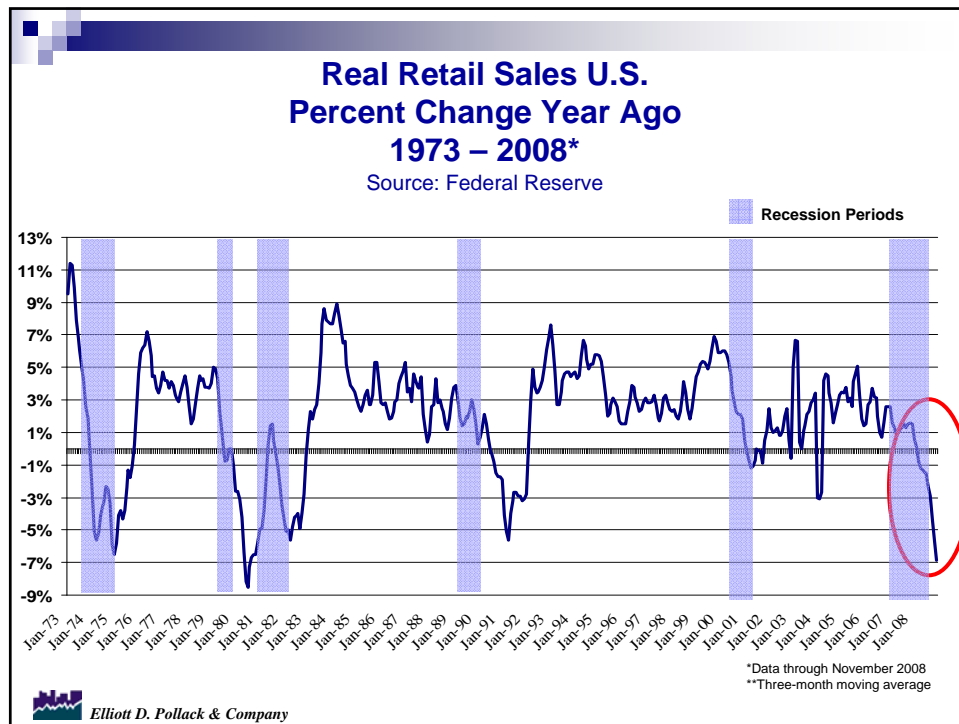
Recession Periods



* Data through third quarter 2008



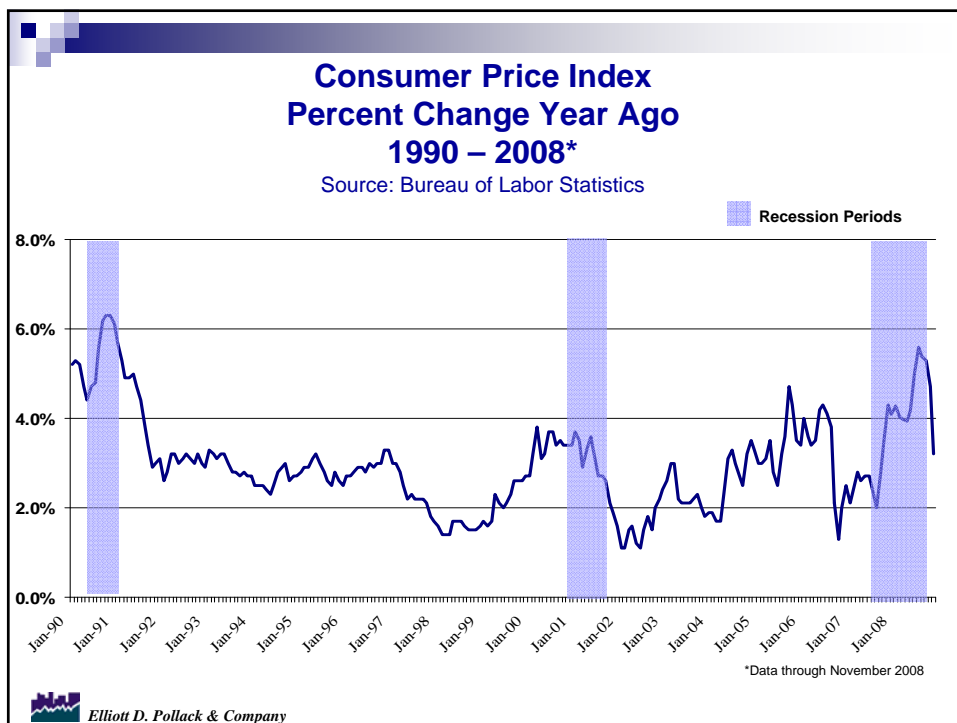
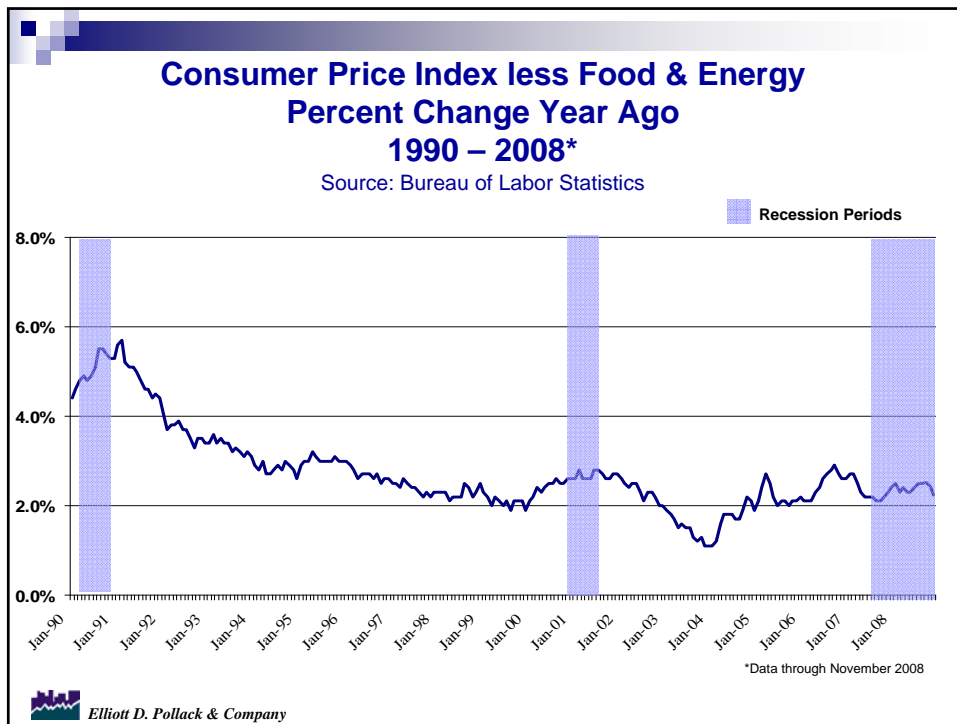
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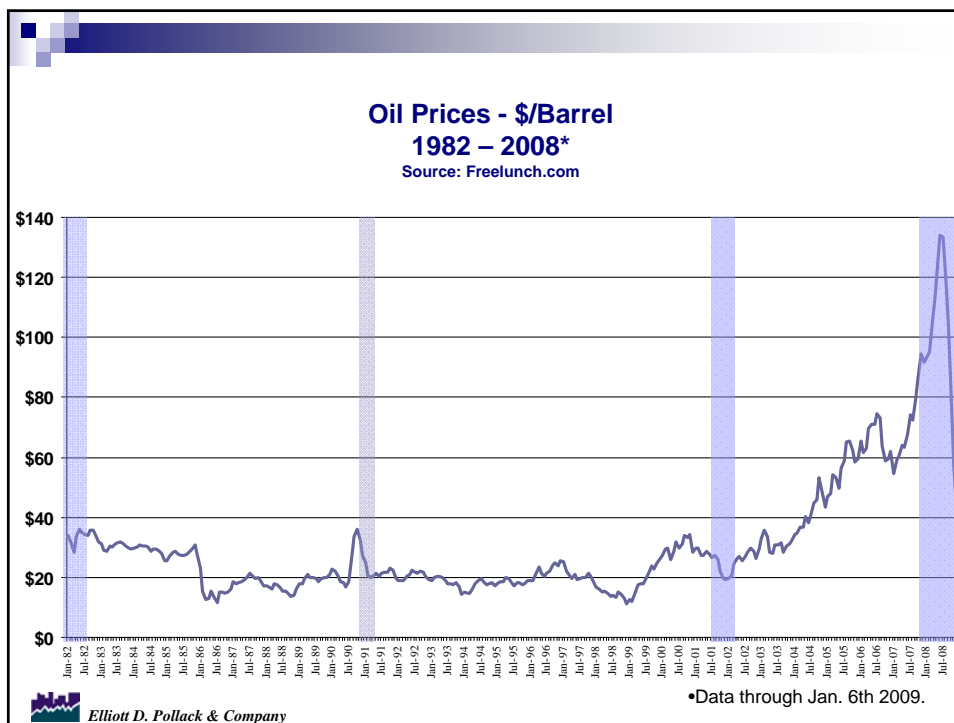
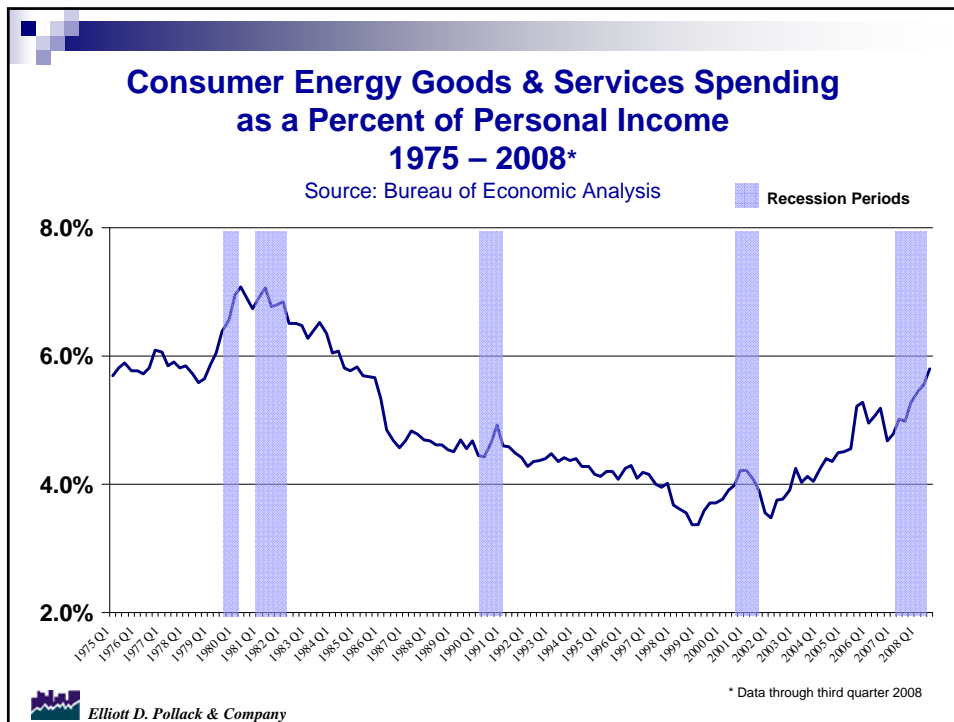


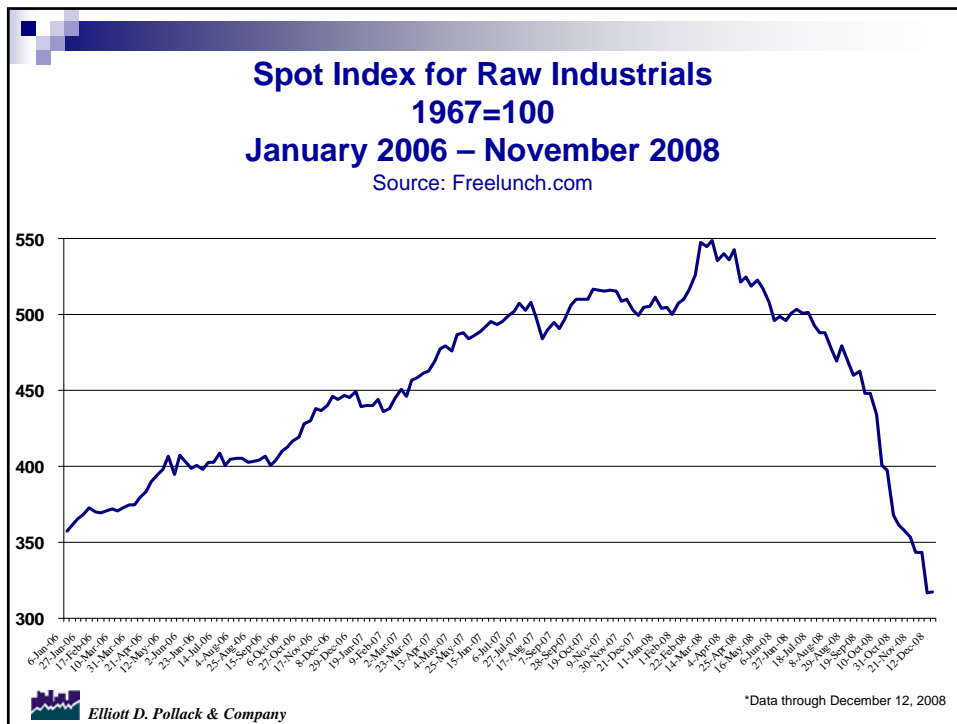
Short-term: deflation

Long-term: inflation

?







Wealth Effect



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What Will Happen to HH Net Worth?

In the 90s

Housing prices increased moderately,
but stock market boomed.

First half of 2000's

Stock market was doing poorly,
but housing prices boomed.

Now

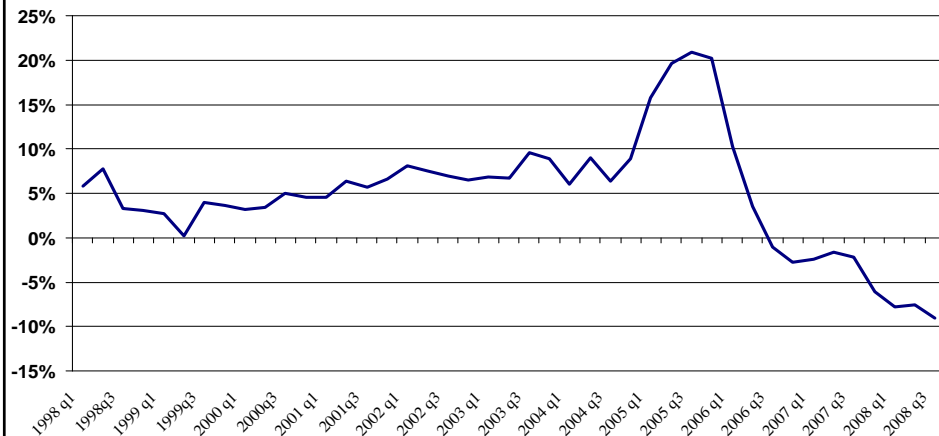
Declining housing prices AND
poor results in the stock market.



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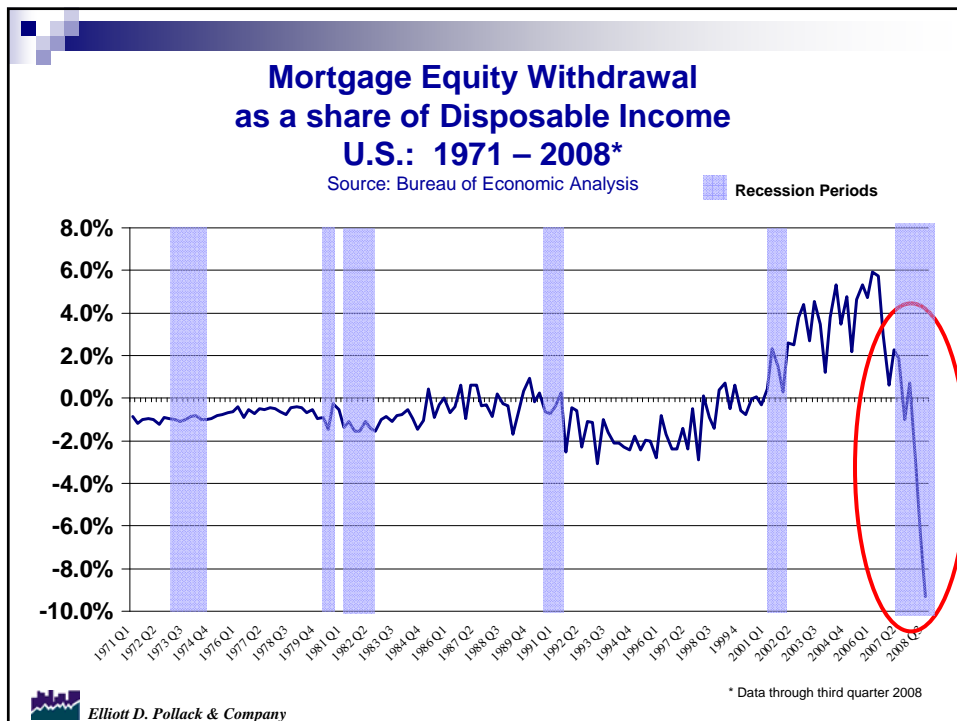
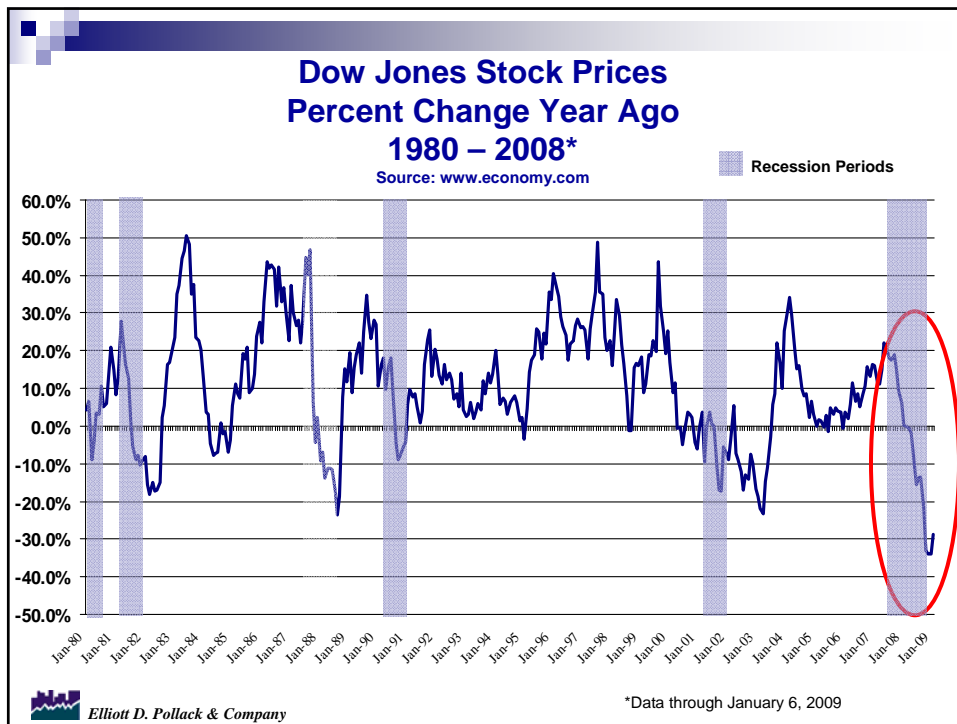
Median Price of Resale Homes – U.S. Percent Change Year Ago 2003 – 2008*

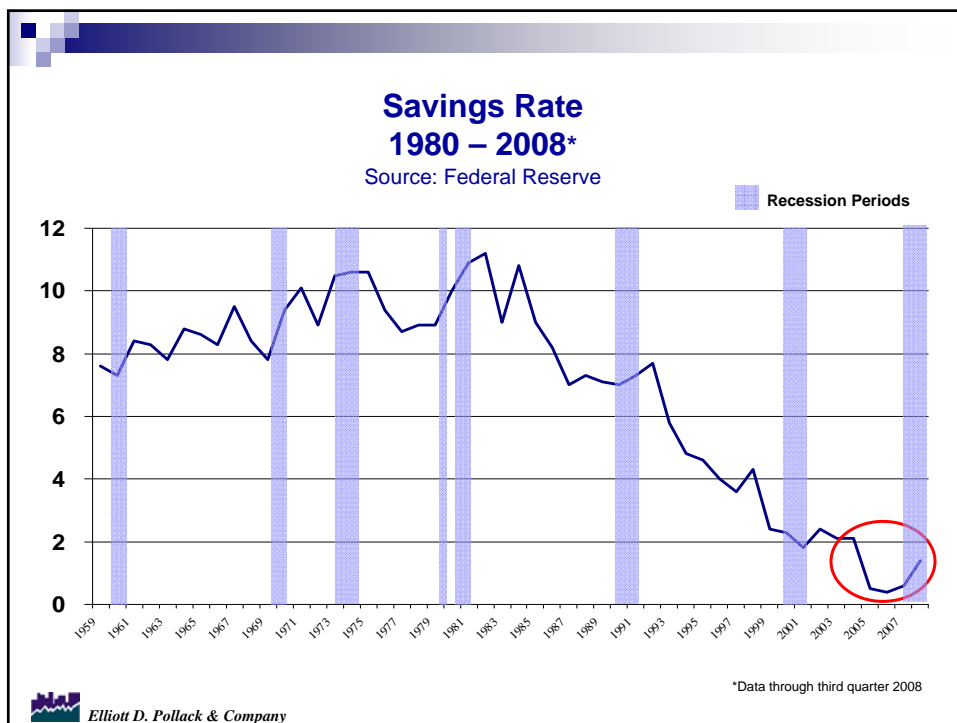
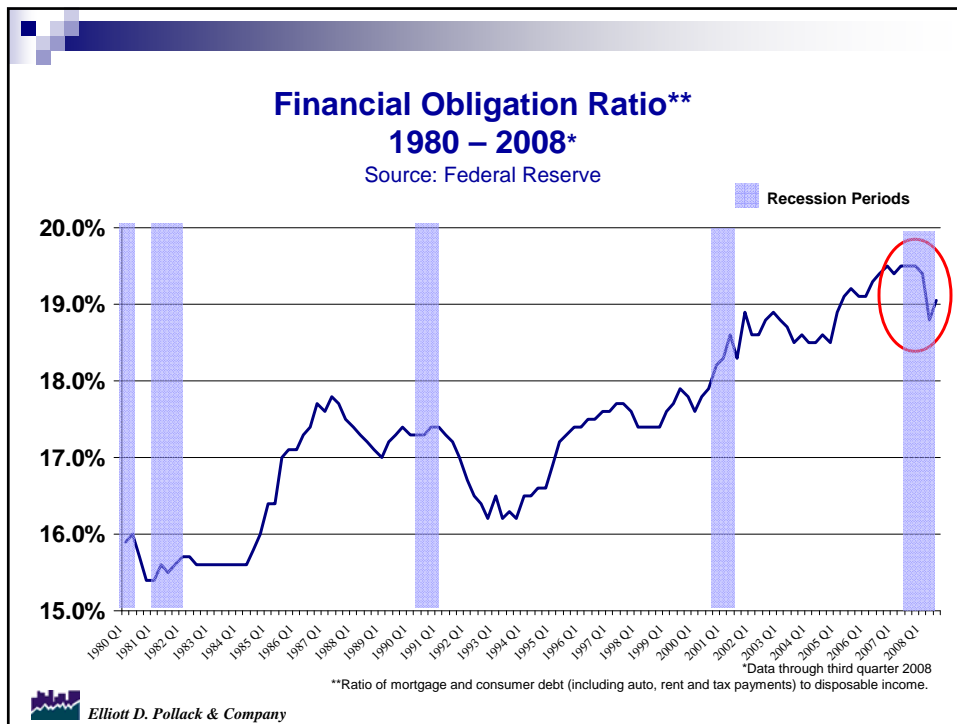
Source: National Association of Realtors



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*Data through third quarter 2008





Business: Finally taking it on the chin?



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The extent depends on the industry...




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Saving Graces



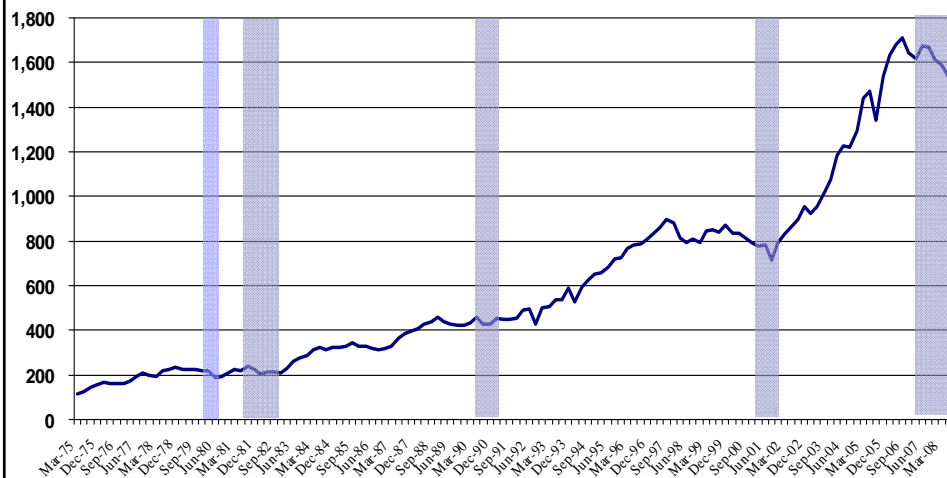
- Corporations were in good financial shape.
- Exports were booming.

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Corporate Profit (Billions of Dollars, SA) 1975-2008*

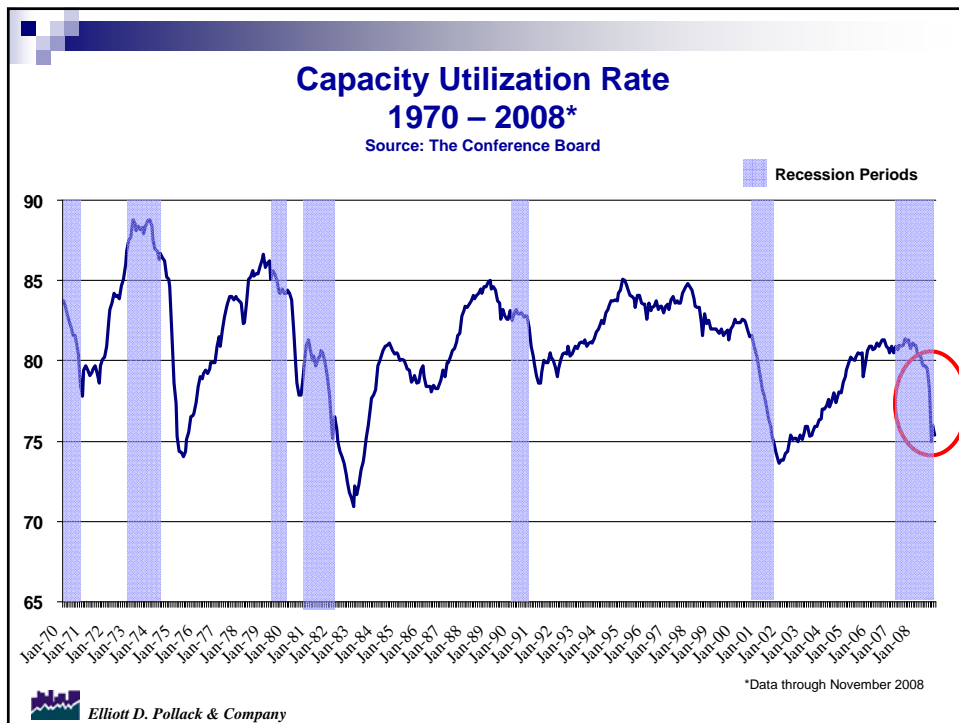
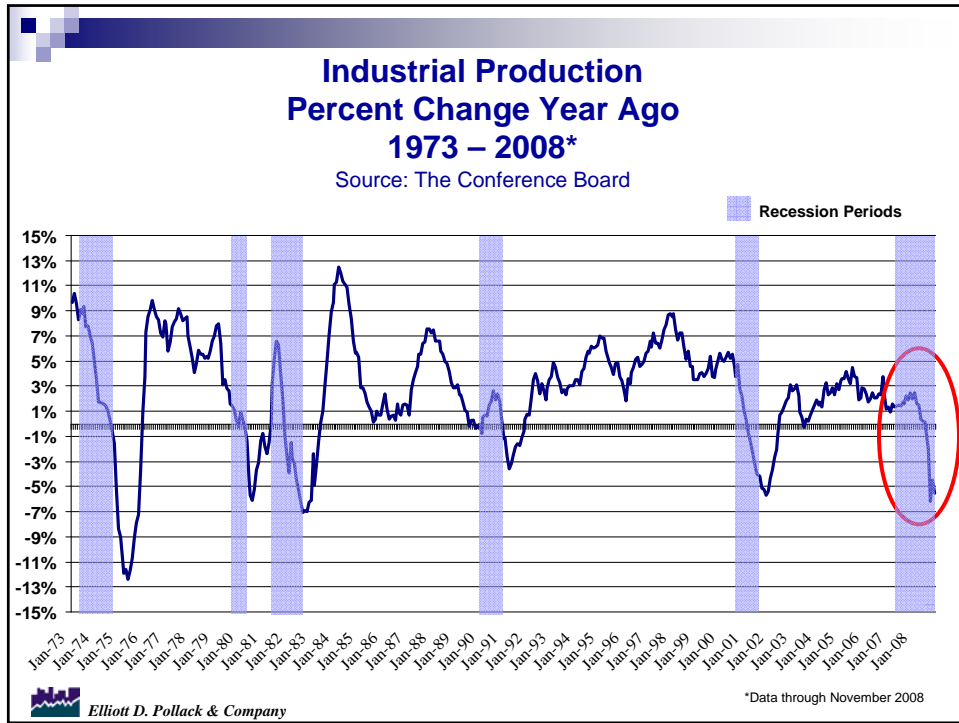
Source: Freelunch.com

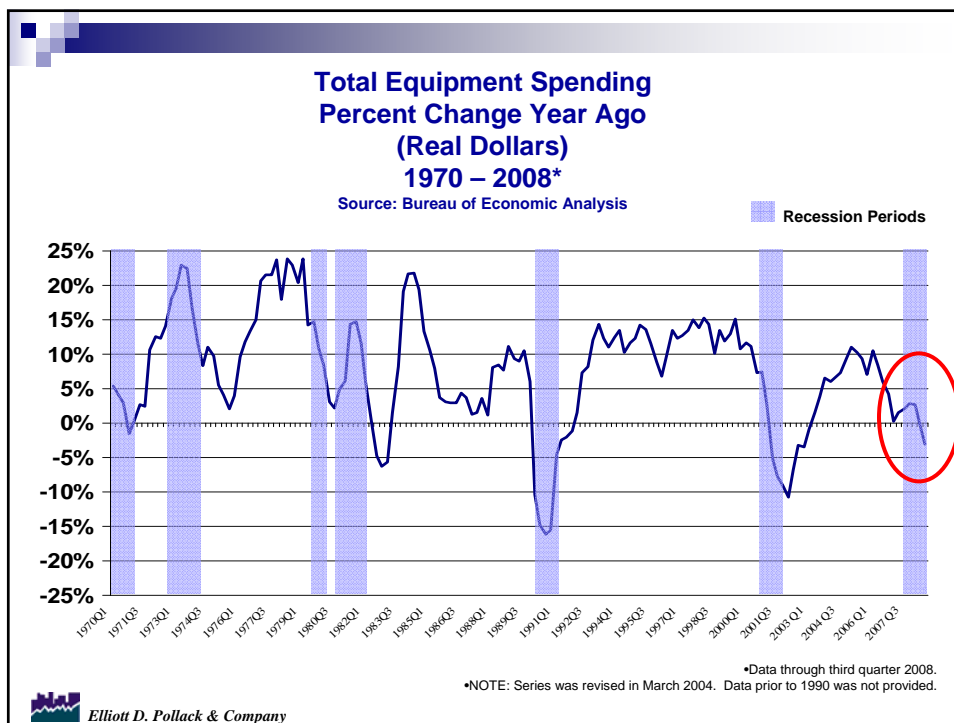
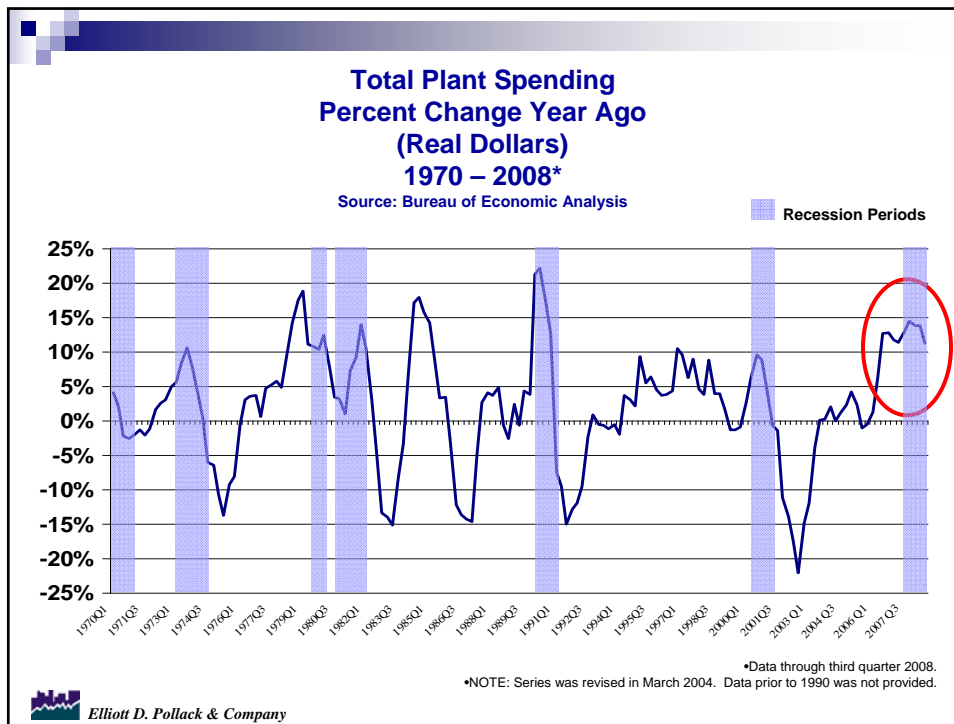
 Recession Periods

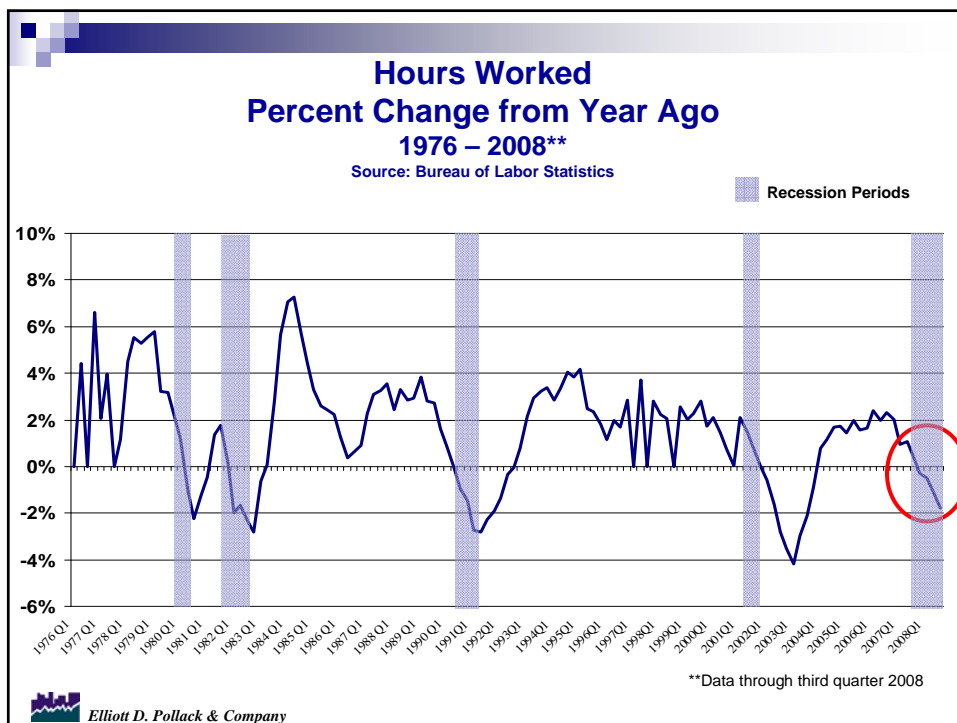
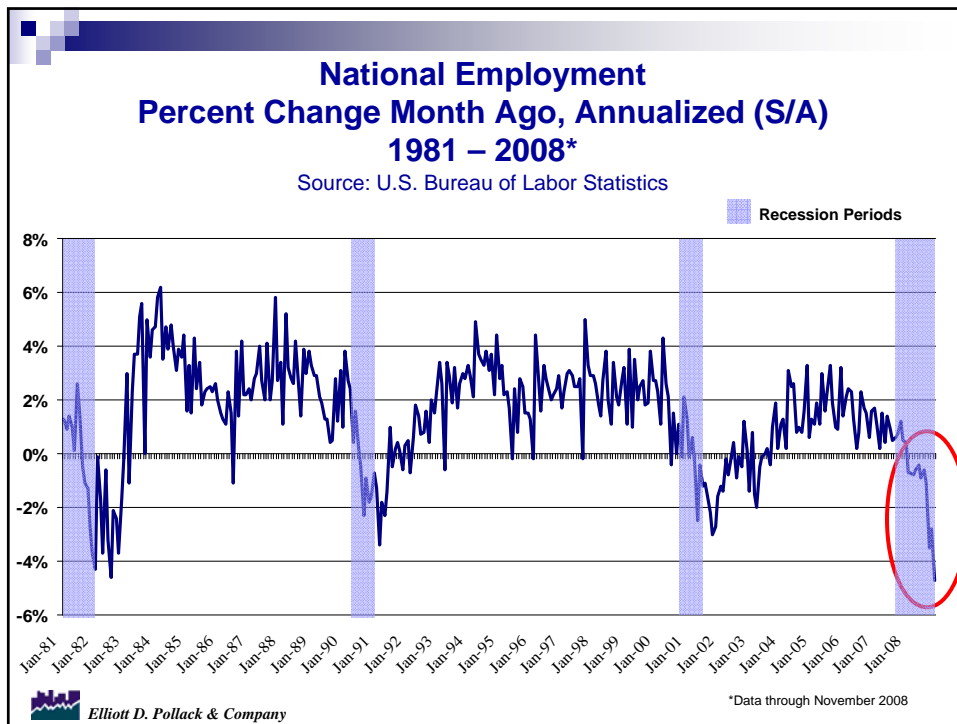


*Data through third quarter 2008

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Value of the dollar...

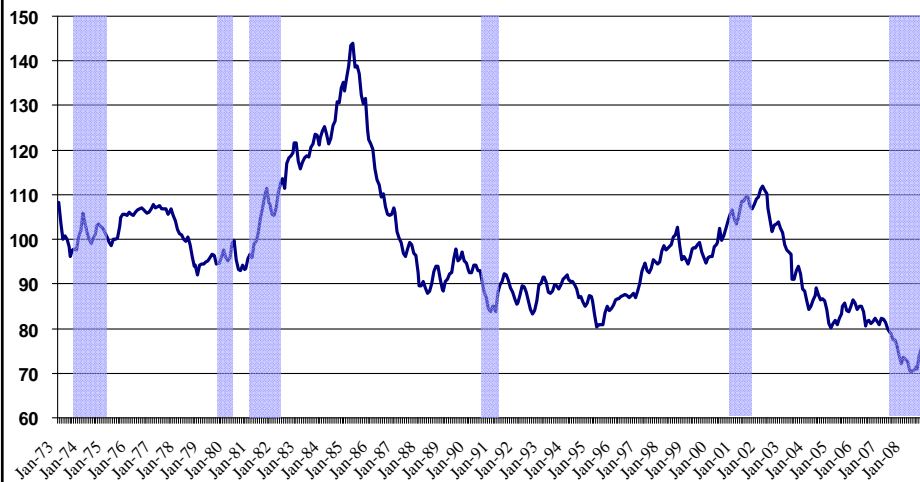


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US Dollar Trade Weighted Exchange v. Major Currencies (1973 = 100) 1973 – 2008*

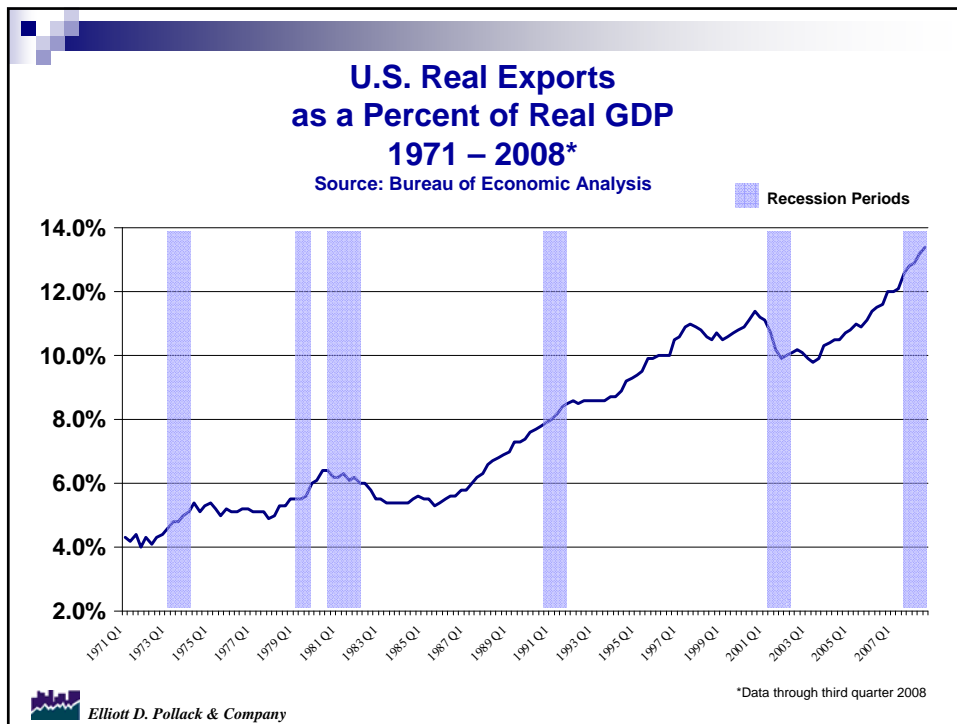
Source: The Federal Reserve

 Recession Periods



*Data through December 2008

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Tougher Mortgage Loan Standards

Source: Federal Reserve Survey, October 2008

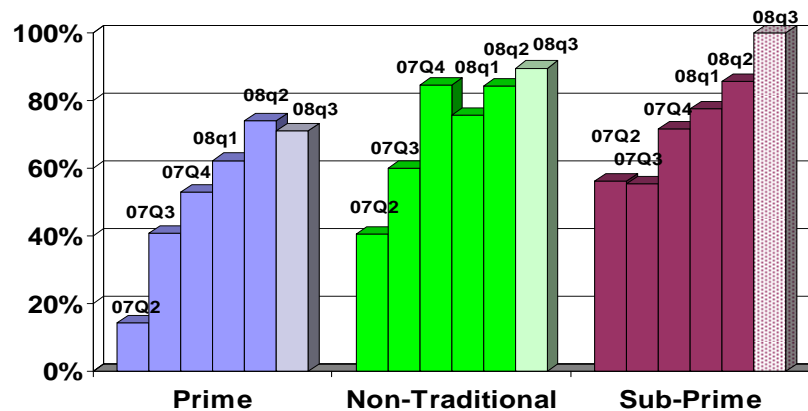
- 100% of banks tightened on sub-prime mortgages.
- 89.6% of banks tightened on “non-traditional” mortgages
(ARMs, Interest-only, or Limited Income Verification loans).
- 71.0% of banks tightened on prime mortgage loans.



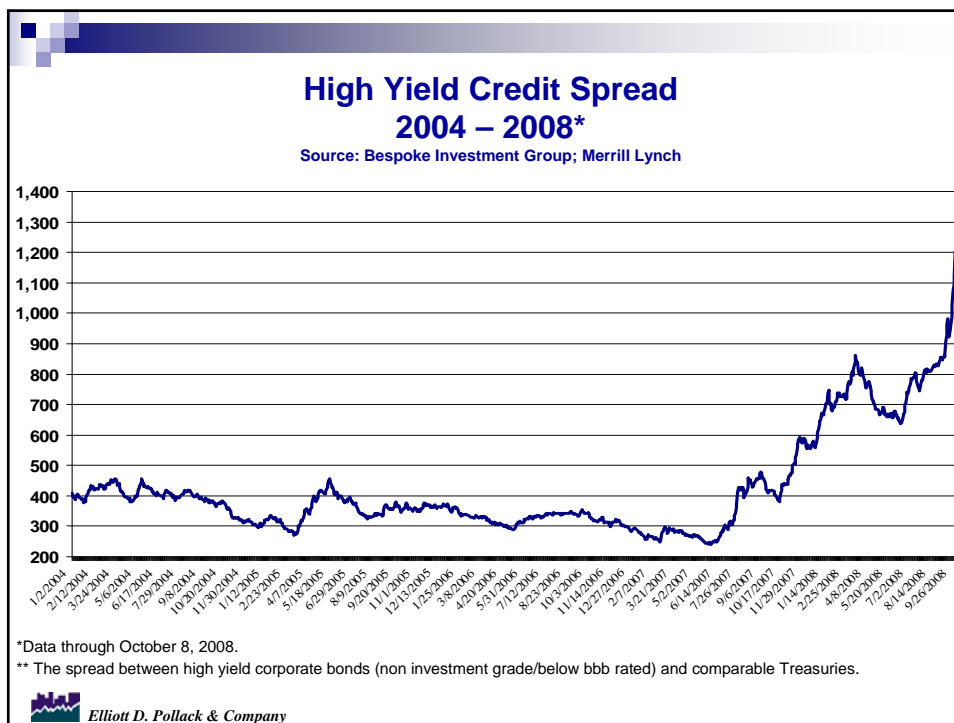
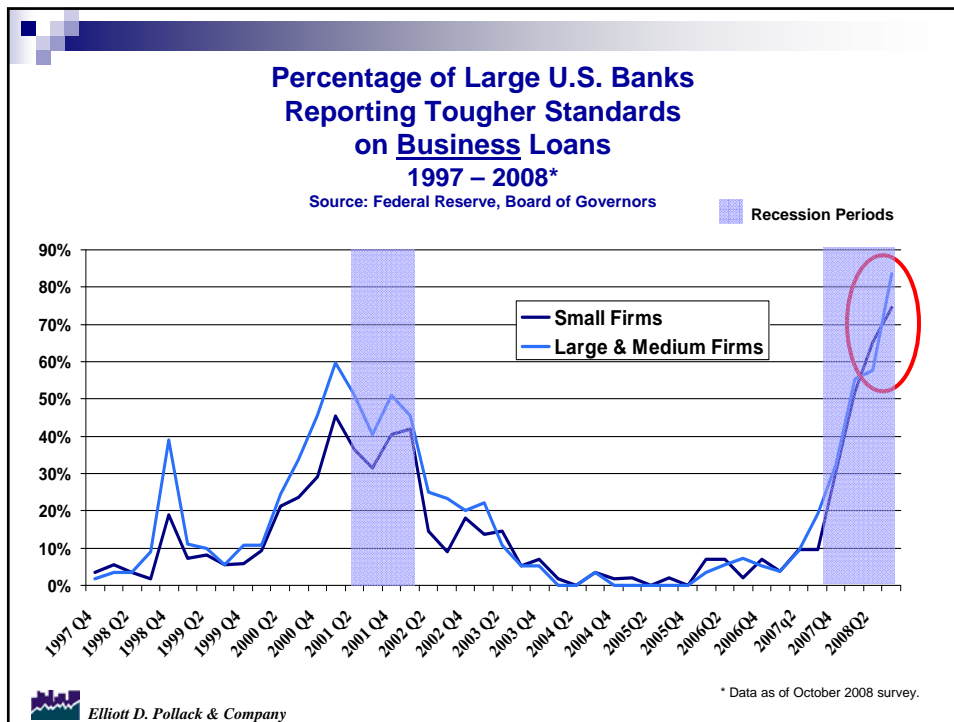
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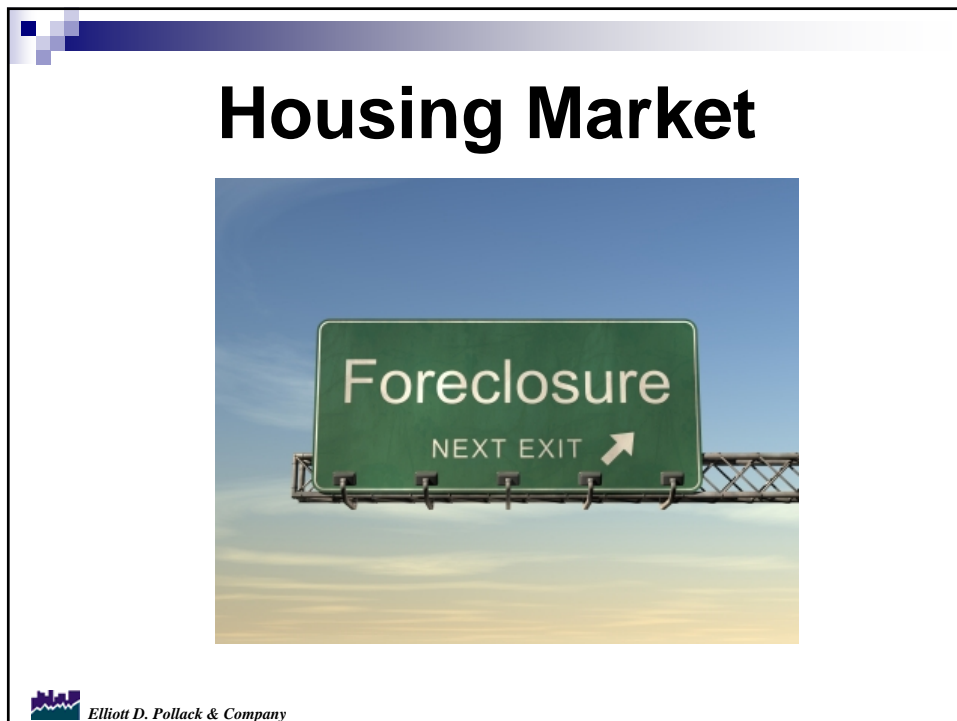
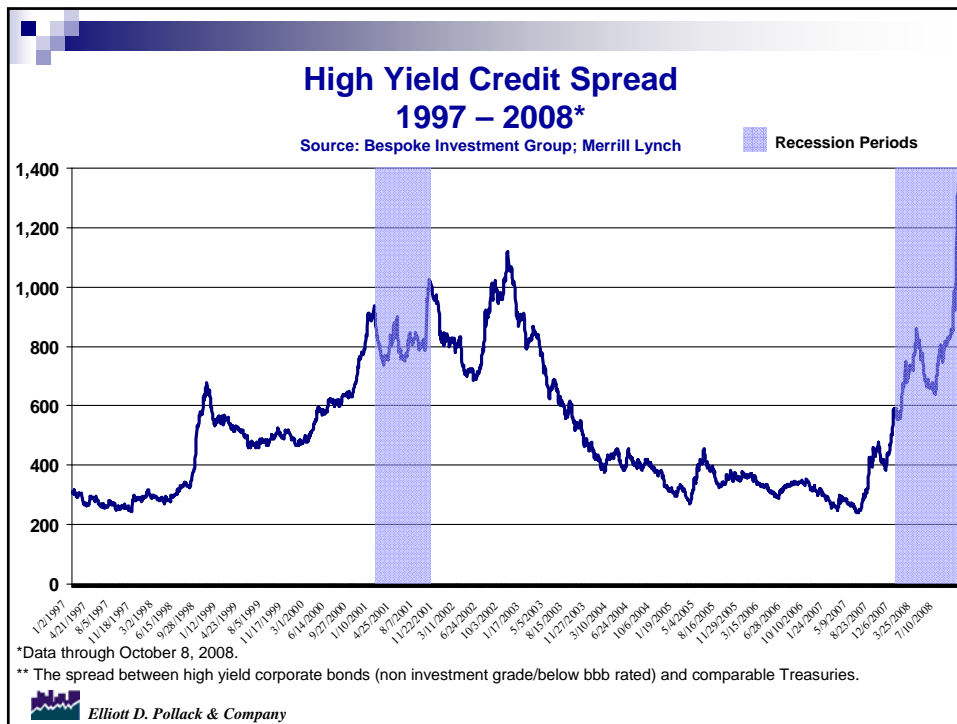
Net Percentage of Large U.S. Banks Reporting Tougher Standards versus Eased Standards on Residential Mortgage Loans 2007 – 2008q3

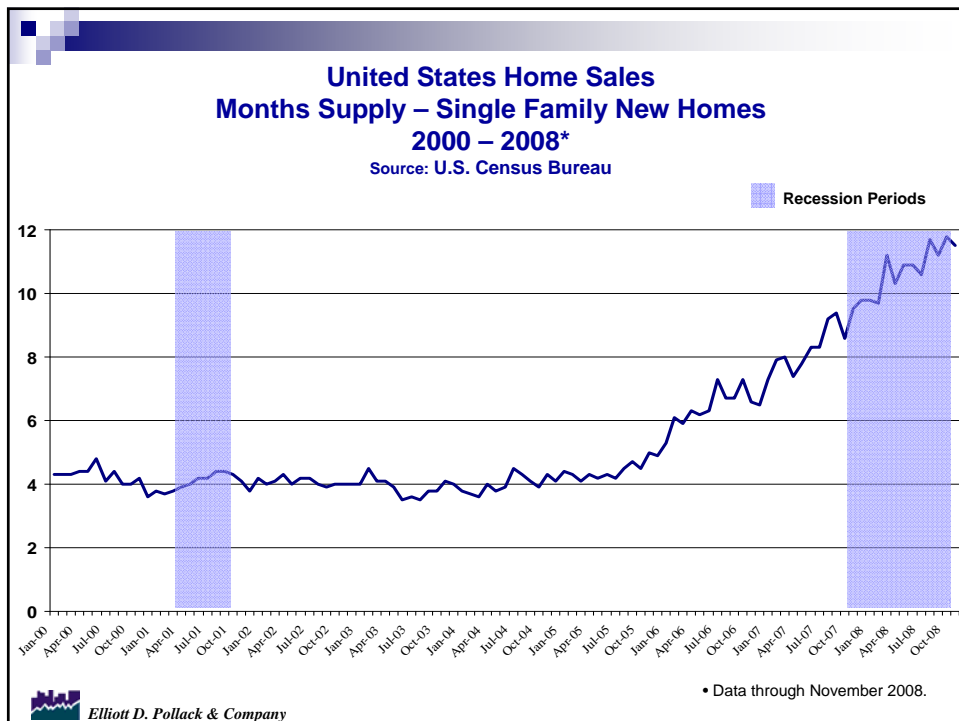
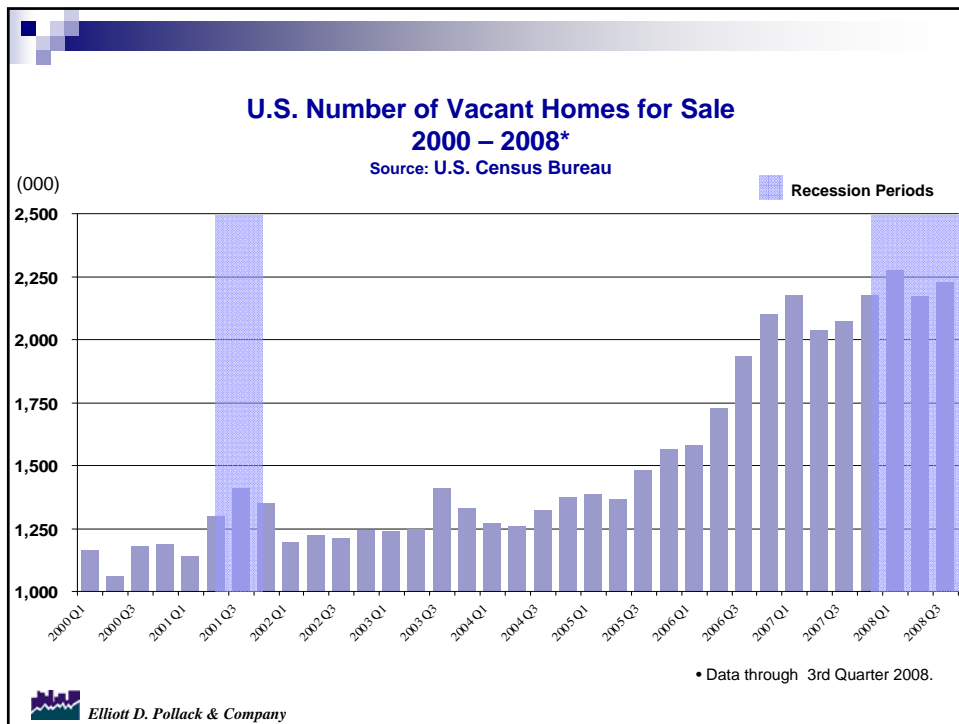
Source: Federal Reserve, Board of Governors

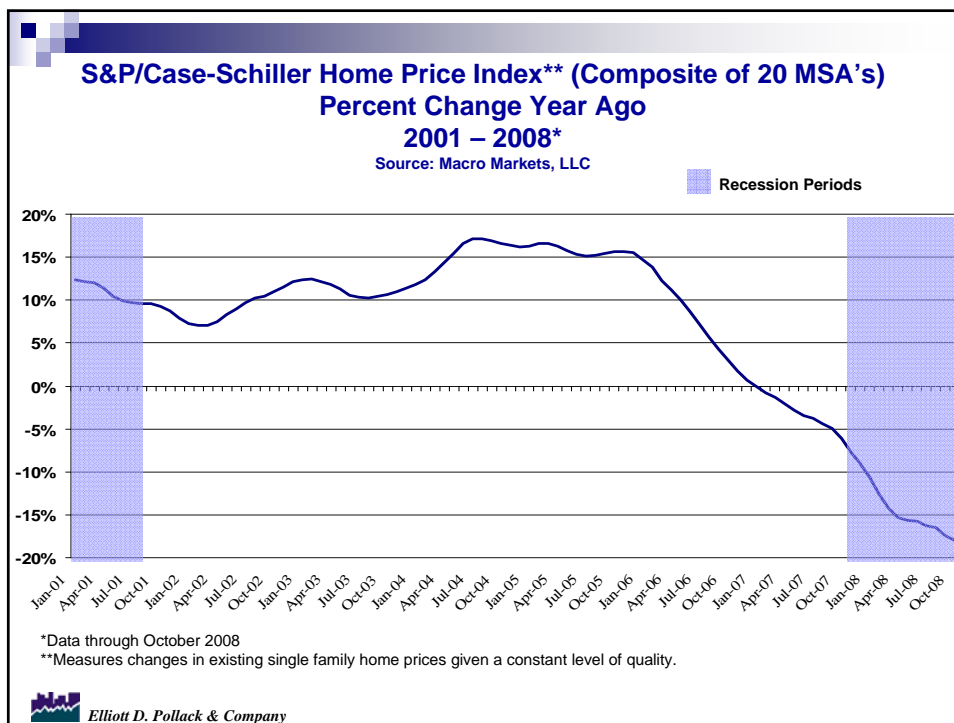
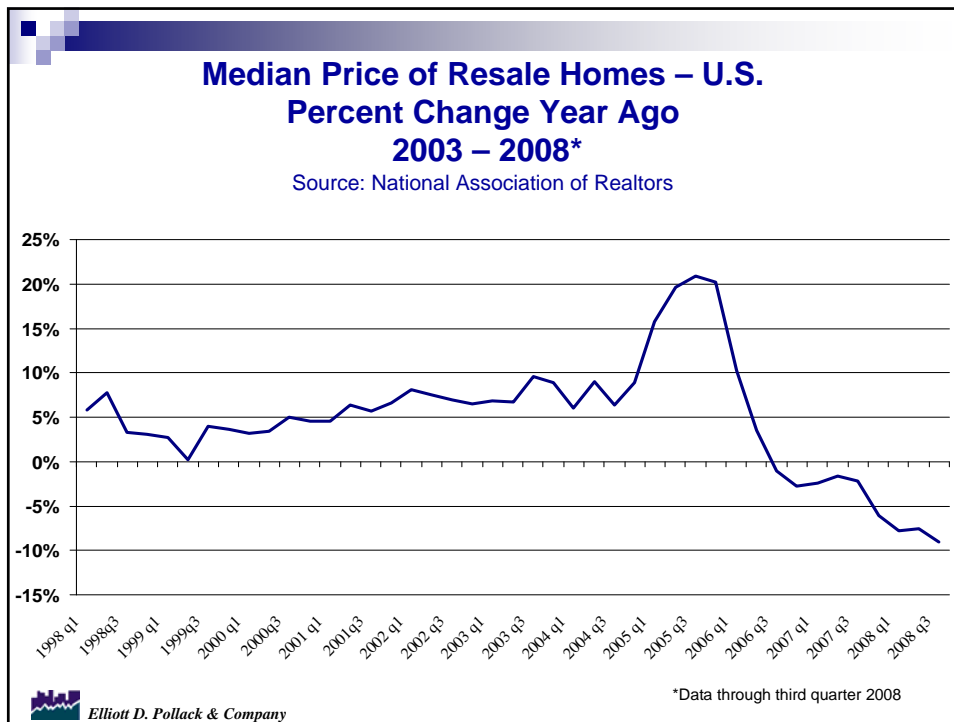


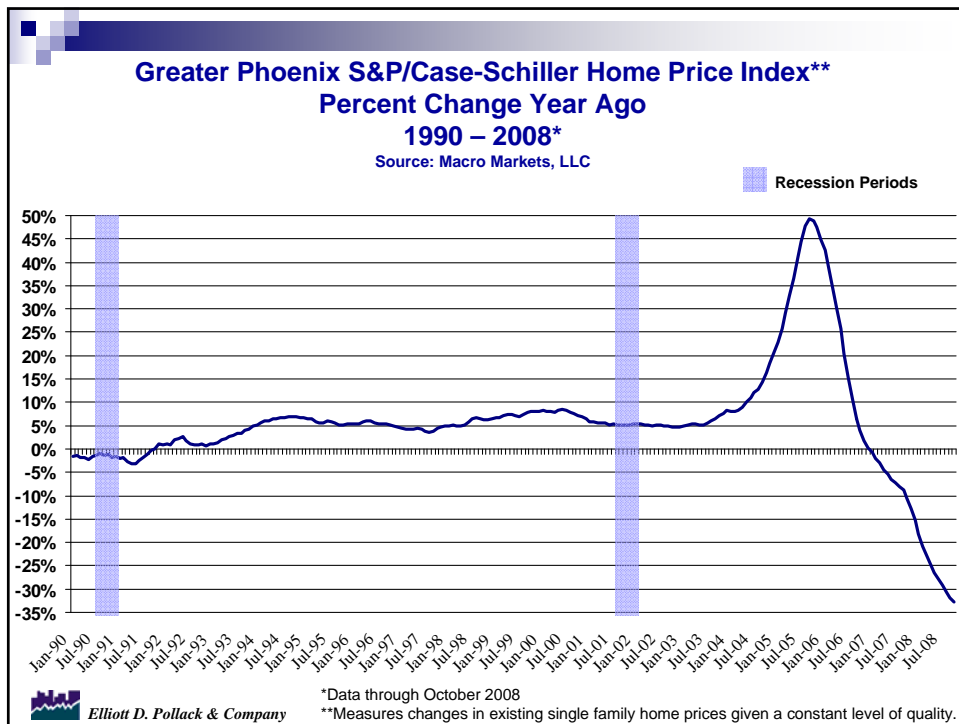
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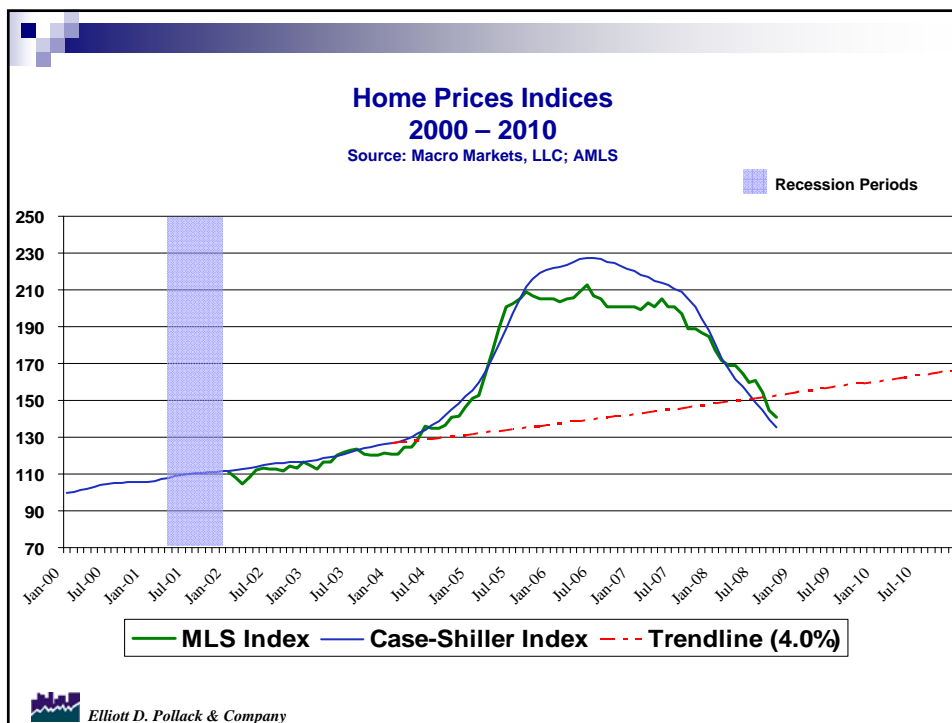
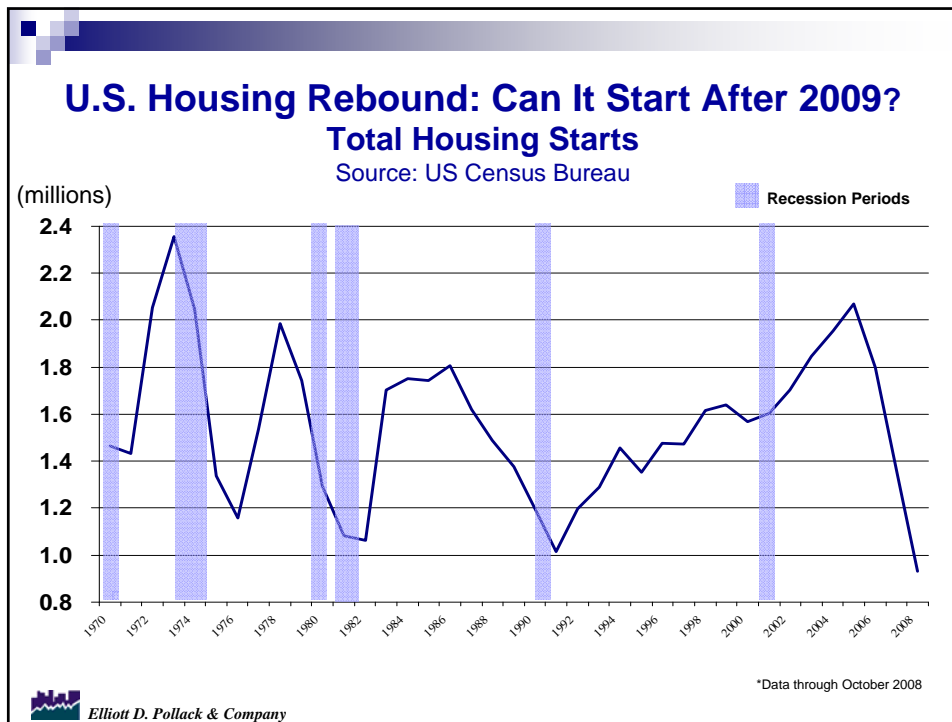















**Tighter lending standards
and a weak economy
have acted as a drag on the
housing market.**



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Over the past 12 months in the U.S.:

- 33.3% of homes sold were sold at a loss.
- 18.6% of home sales were foreclosures.

**Of the homes purchased over the past
5 years, an average of 31.1% have negative
equity.**

Source: Zillow



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Over the past 12 months in Greater Phoenix:

- 48.9% of homes sold were sold at a loss.
- 37.9% of home sales were foreclosures.

Of the homes purchased over the past 5 years, an average of 41.8% have negative equity.

Source: Zillow



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U.S. Summary 2009:

**The first half, continued
ugly.**

**The second half, no better than
homely.**



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Because....

**In the first half, comparisons
are **tough**.
In the second half, comparisons
get easier.**



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& Company**

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Economic Update and Outlook: **Arizona**

Marshall J. Vest
Eller College of Management
The University of Arizona

❖ JLBC FAC, January 13, 2009

Eller COLLEGE OF
MANAGEMENT
THE UNIVERSITY OF ARIZONA.

Overview

- The nation's economy is suffering a severe recession
 - Economy in free fall as 2008 came to an end
- Arizona is one of the hardest-hit states
 - No sign of the bottom as yet
- Recession should end in second half,
followed by slow recovery in 2010

❖ JLBC FAC, January 13, 2009

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MANAGEMENT
THE UNIVERSITY OF ARIZONA.

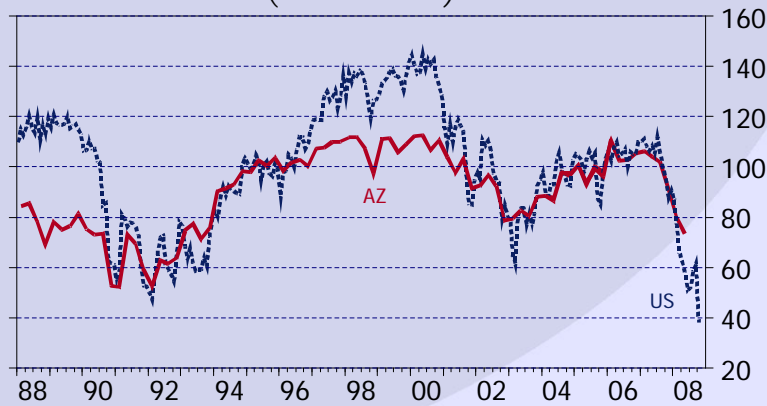
Consumer Are in Full Retreat

- High gasoline prices have “crowded out” other spending
- In 12 months ending August
 - Gasoline sales up 26%
 - Retail down 8.3%
 - Restaurant & bar sales down 2.1%
 - All three combined, 3.8% lower
- Forecast (all three)
 - 2008 = -2.5%
 - 2009 = -1.6%

JLBC FAC, January 13, 2009

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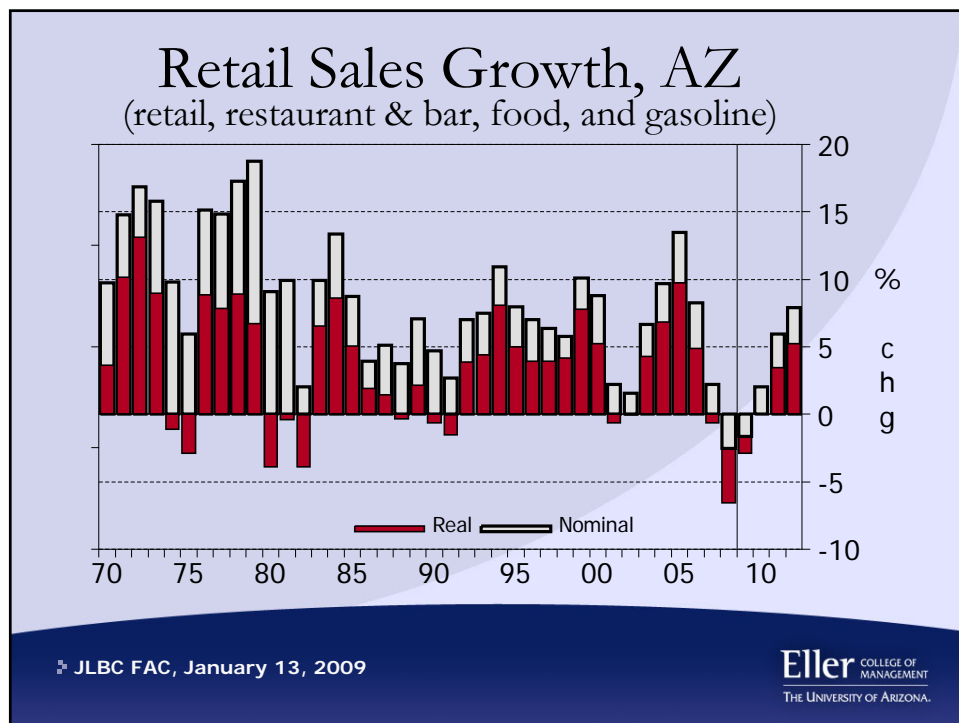
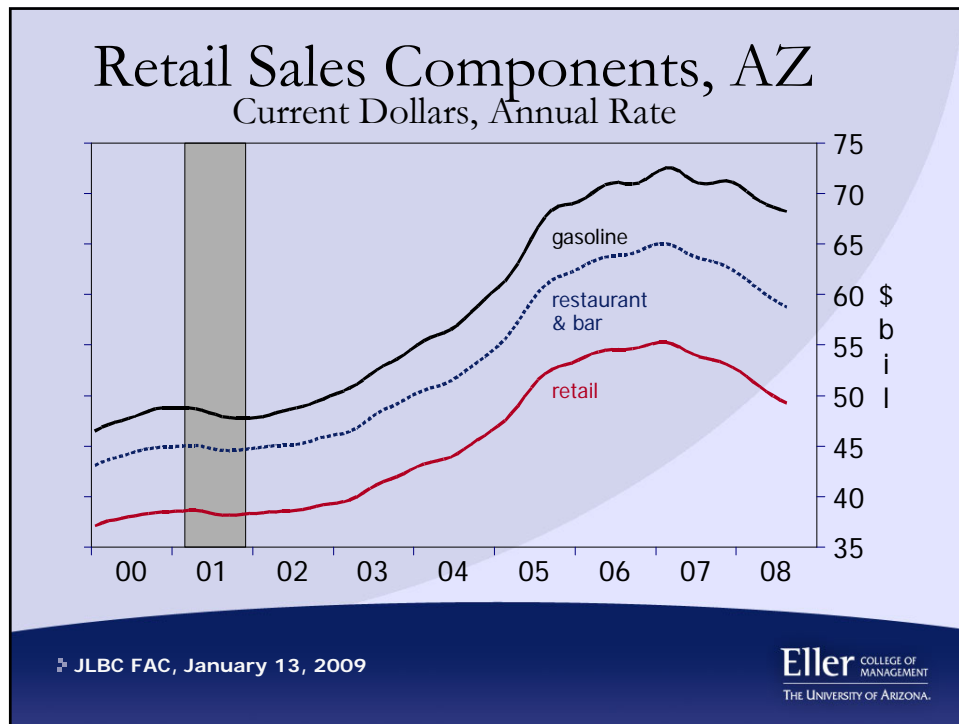
Consumer Confidence Index (1985=100)



Source: Conference Board and Behavior Research Center, Inc.

JLBC FAC, January 13, 2009

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Arizona Personal Income

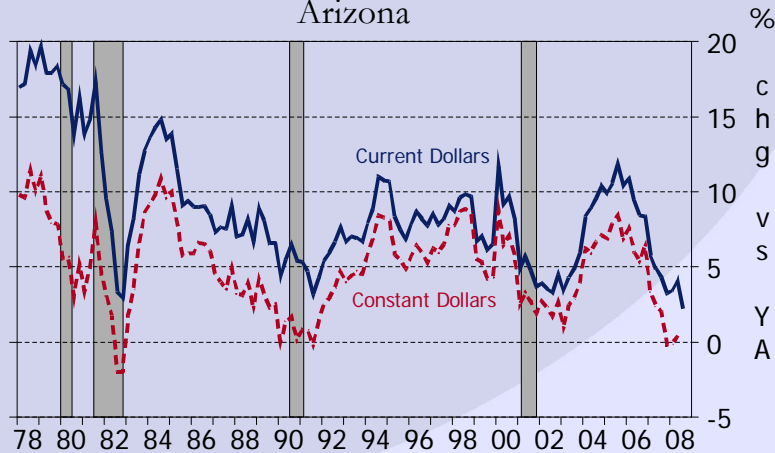
- Increased by 4.5% in 2007
 - 1Q 2008 = 3.4%
 - 2Q = 4.1%
 - 3Q = 2.3%
- Forecast for 2008 = 2.8%
 - 2009 = -0.4%
 - 2010 = 3.1%

JLBC FAC, January 13, 2009

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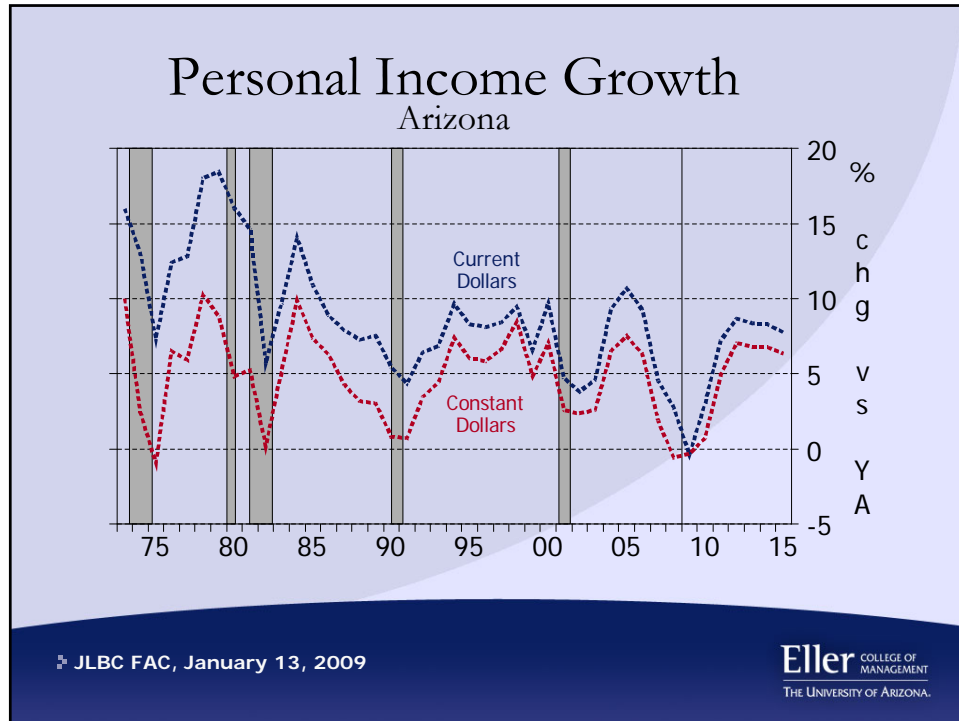
Personal Income Growth

Arizona



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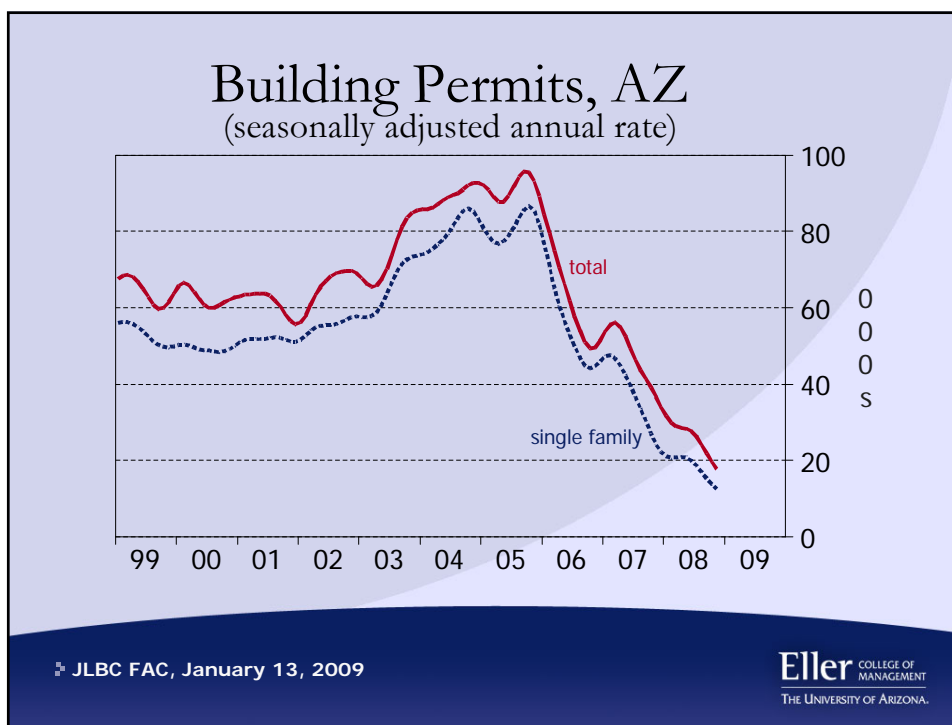
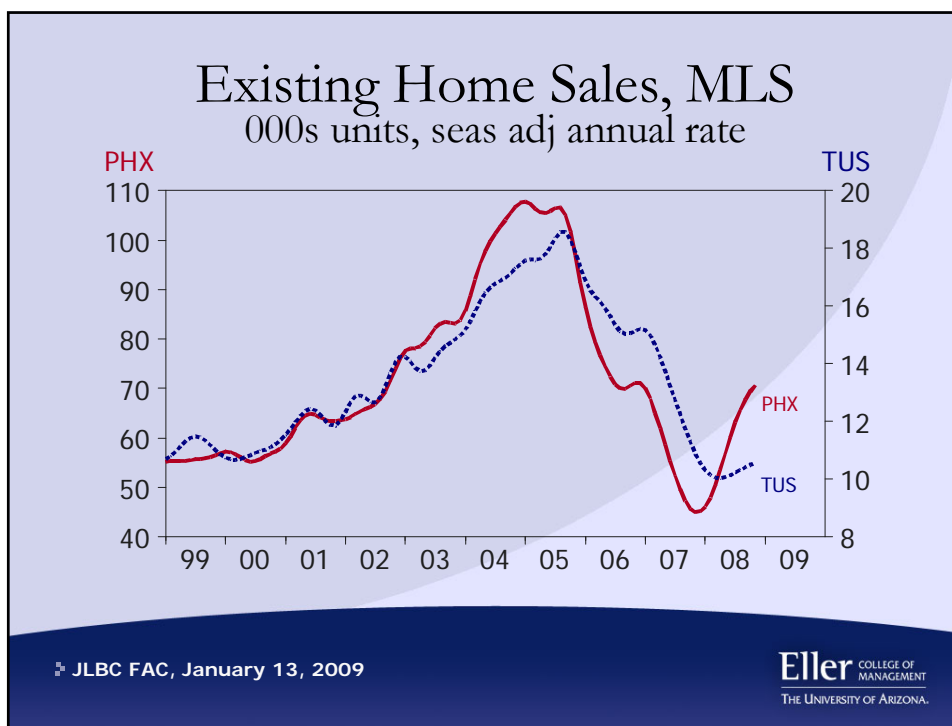


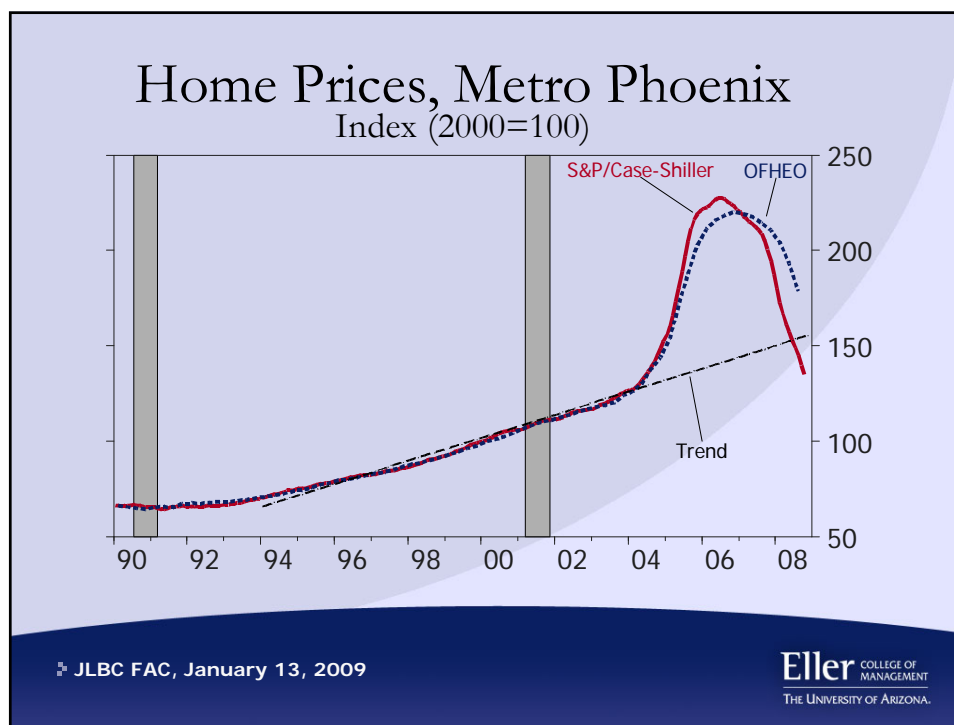
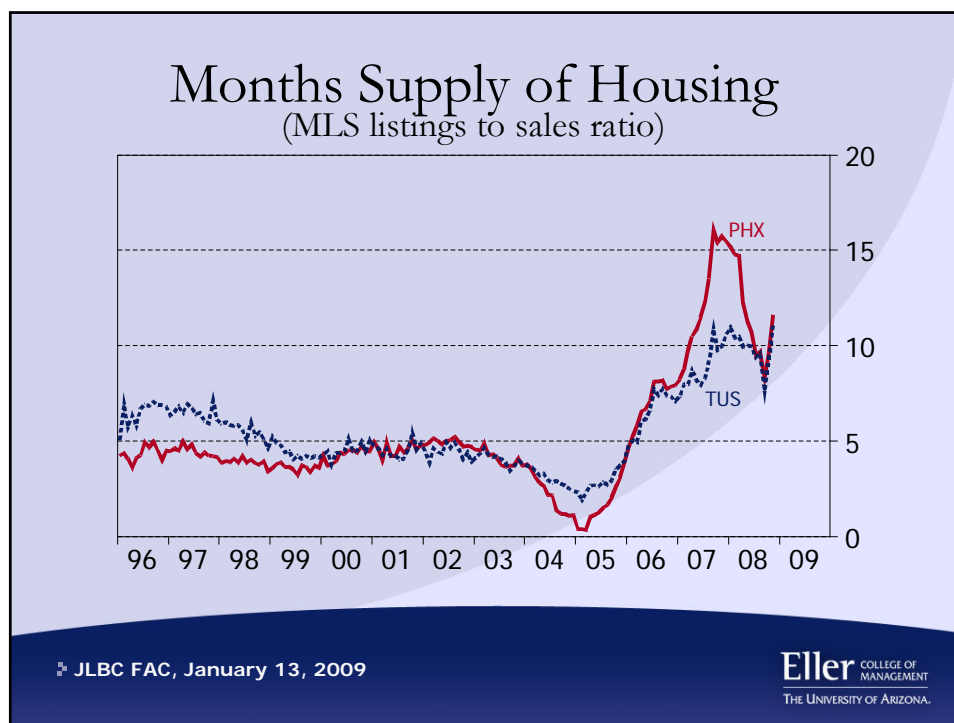
Housing Update

- Home resales moving higher
 - But foreclosures account for major portion
- Residential permits still declining
 - But nearing bottom
- Inventories still very high
- Housing prices are moving lower

Source: JLBC FAC, January 13, 2009

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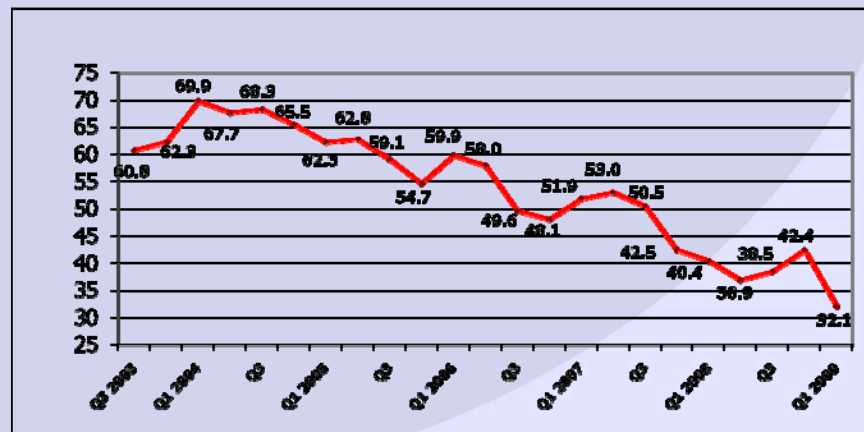
Labor Market Update

- Business Confidence at recessionary levels
- Nonfarm employment peaked August 2007
 - Lost 83,000 jobs, or 3.1%
- Losses are spread across sectors
- Unemployment rate headed above 8%
 - But will remain below levels in prior recessions
- Nonfarm jobs will decline 70,000 this year
 - Bottom in 4th quarter

JLBC FAC, January 13, 2009

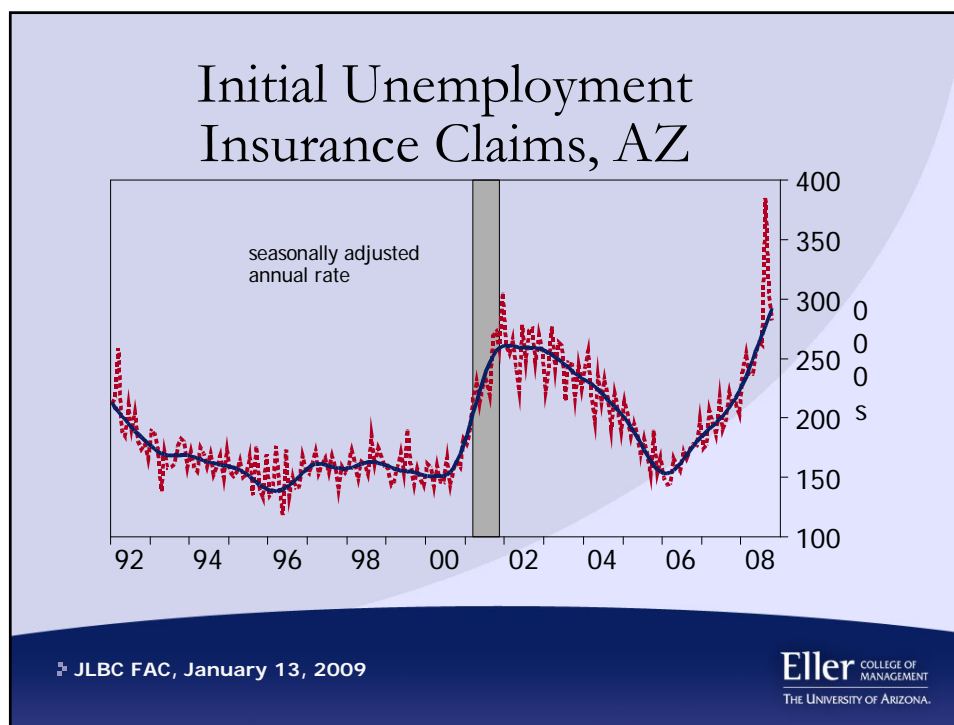
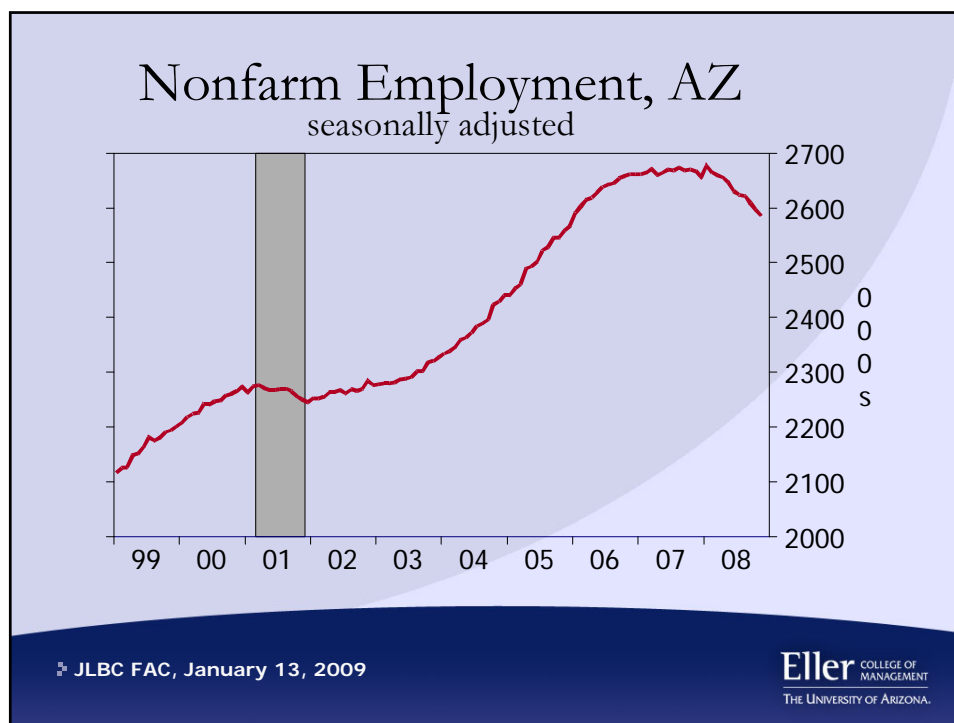
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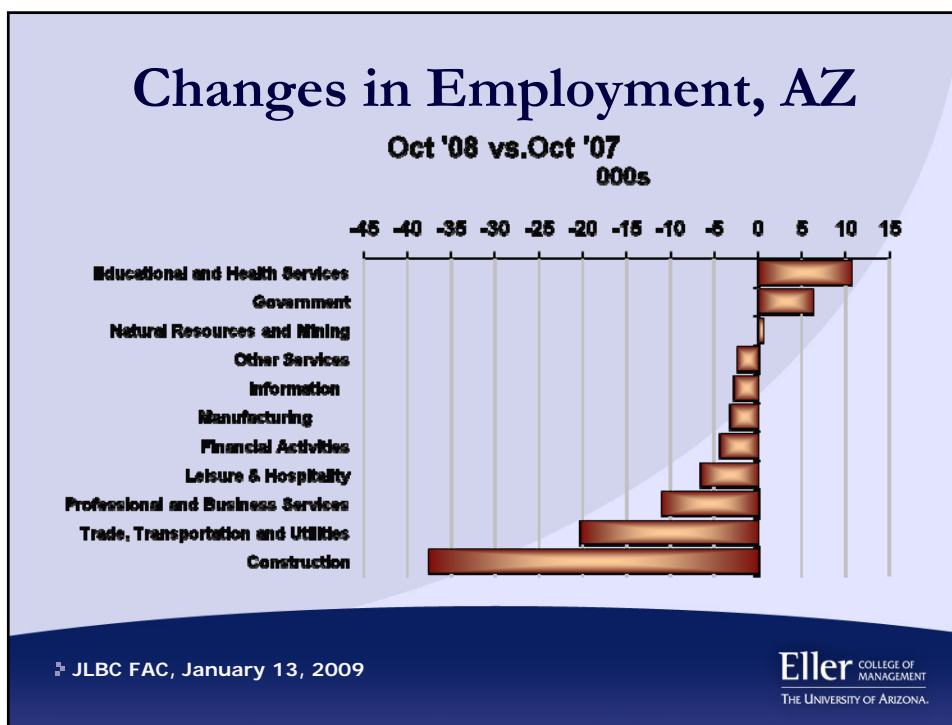
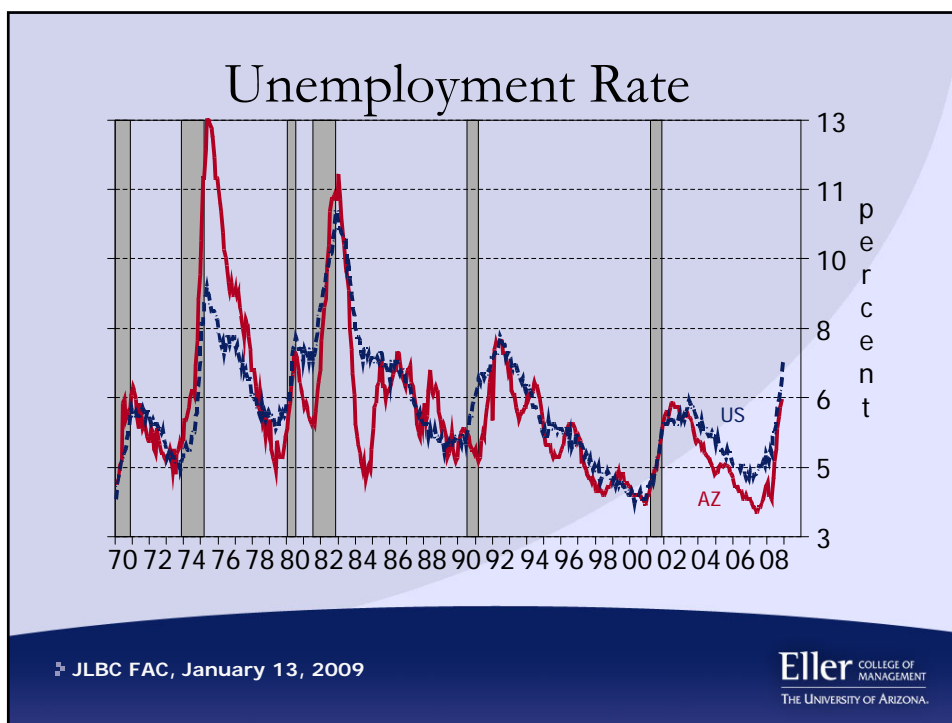
Business Leader Confidence Index Arizona

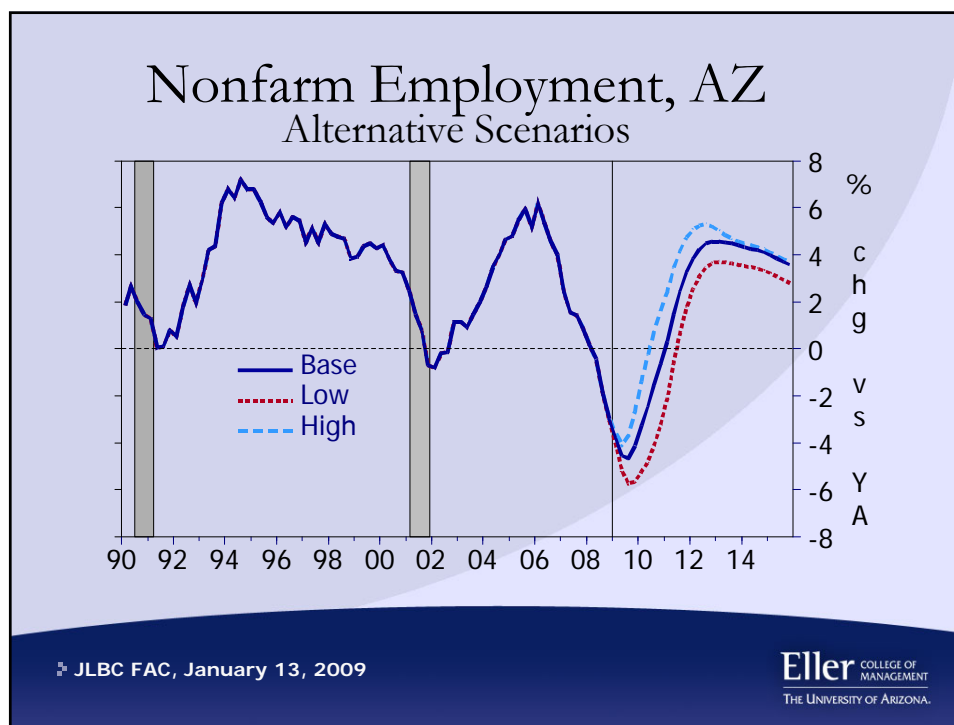
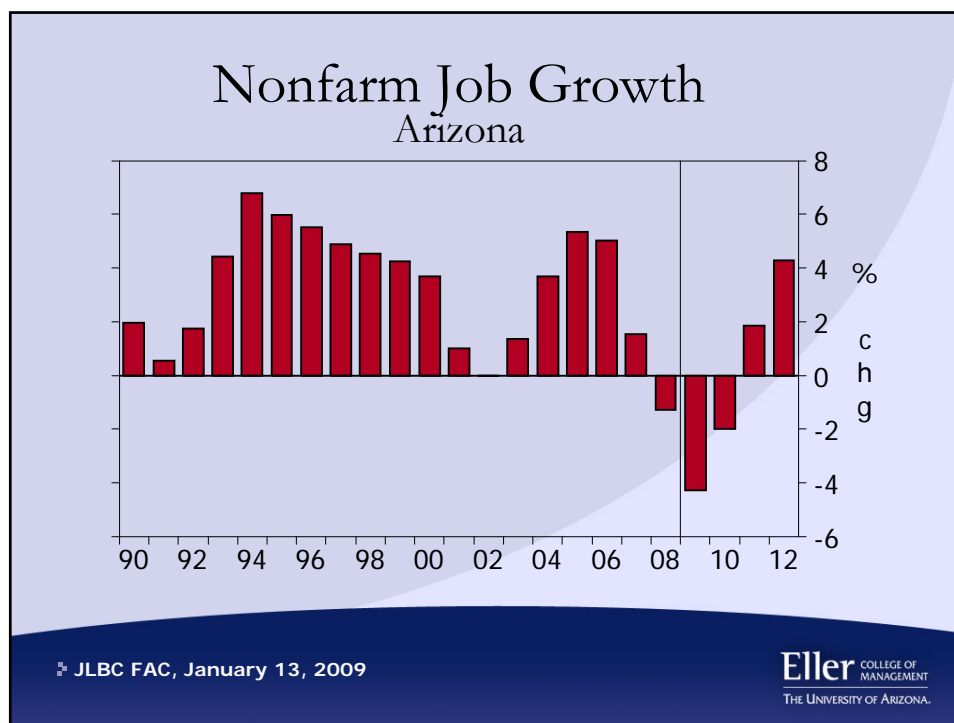


JLBC FAC, January 13, 2009

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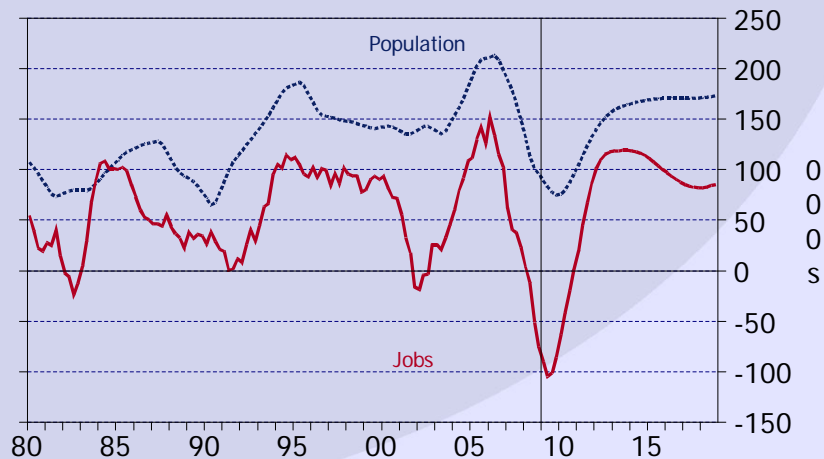
Population Growth Slowing

- U.S. Census Bureau estimates
 - Mid-year 2008 AZ pop = 6.5 million
 - Up 2.3%, or 147,000
- Currently, growth is probably nearer half that amount
 - 70,000 annual increase, or 1.2%

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Annual Change in Pop & Jobs Arizona



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Indicators To Watch

- Initial unemployment insurance claims
- Auto sales
- Nonfarm employment
- Consumer and business confidence
- Financial markets
 - Stock market indexes
 - Yield spreads
- Price levels

✦ JLBC FAC, January 13, 2009

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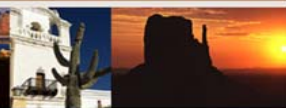
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State Budget & Cash Flow Crisis



January 13th 2009

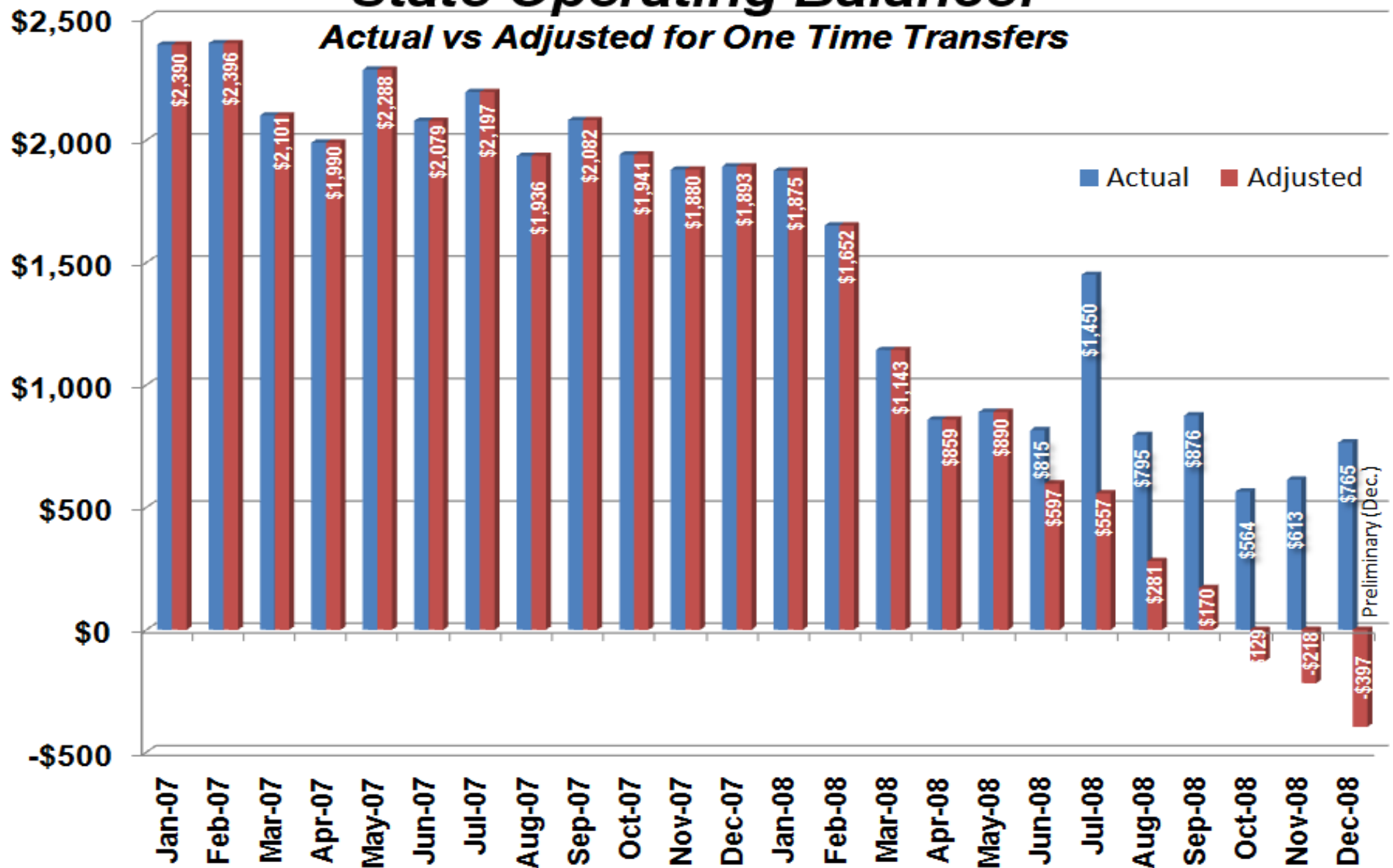


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State Operating Balance: Actual vs Adjusted for One Time Transfers

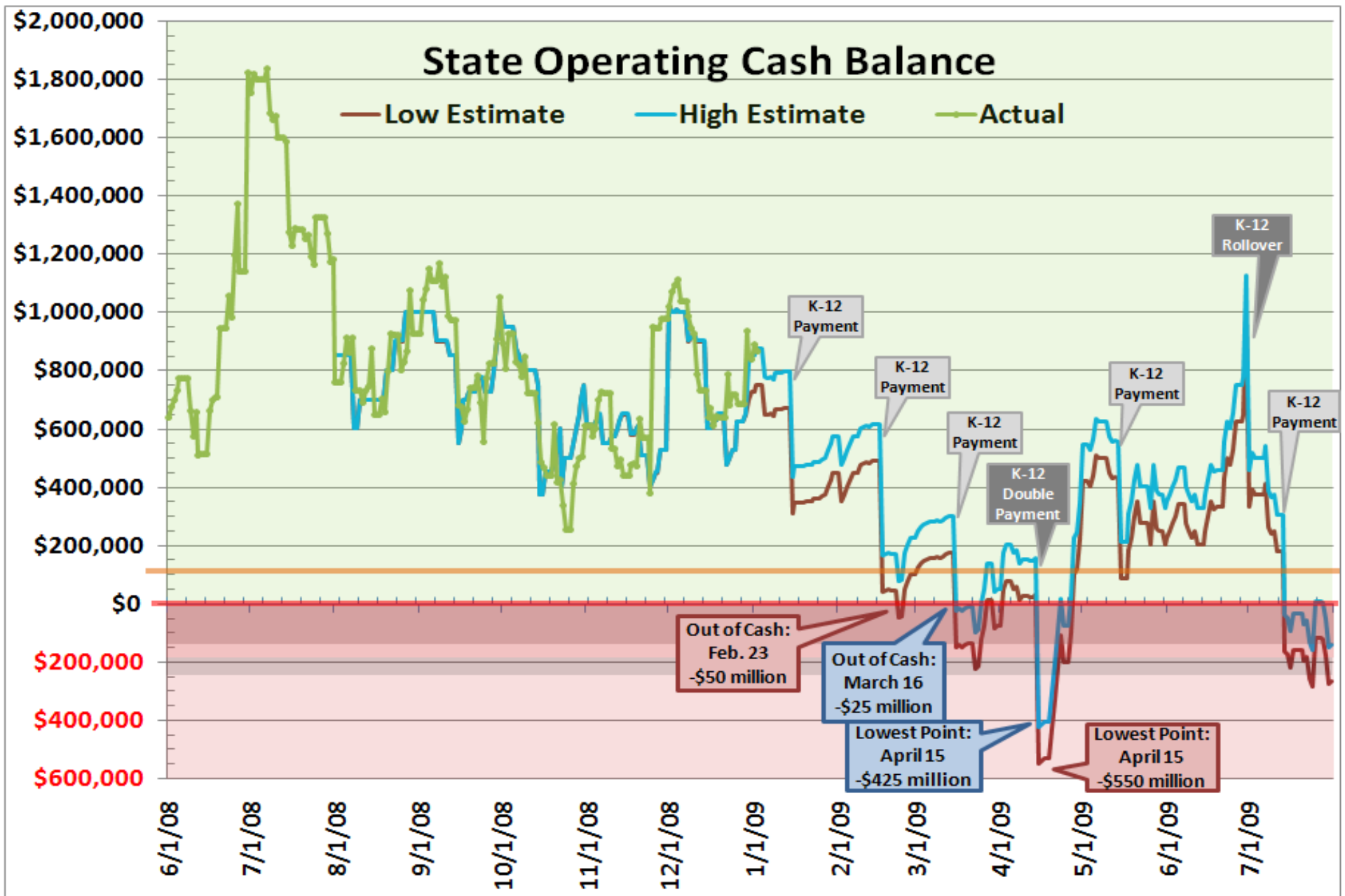


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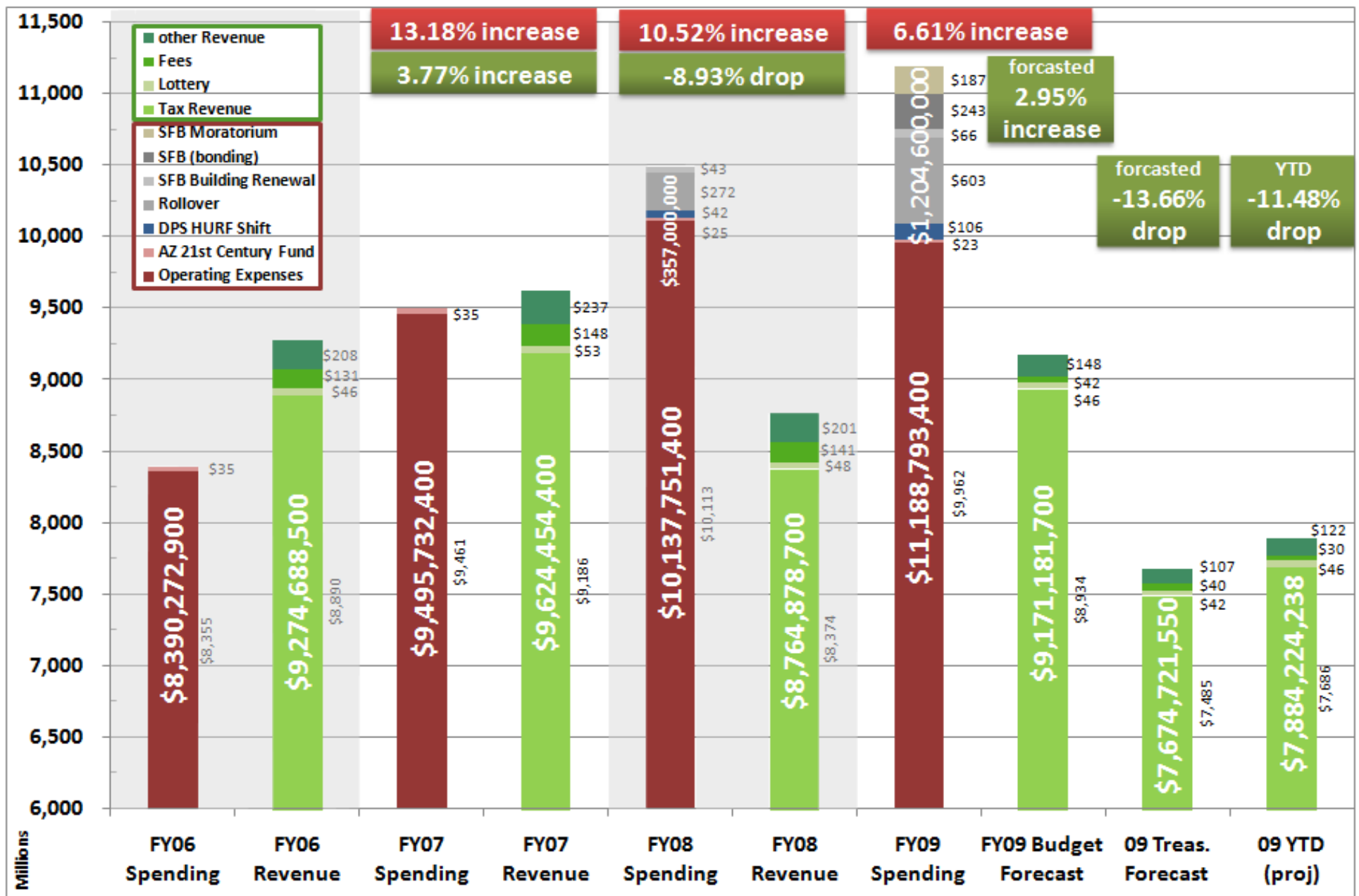


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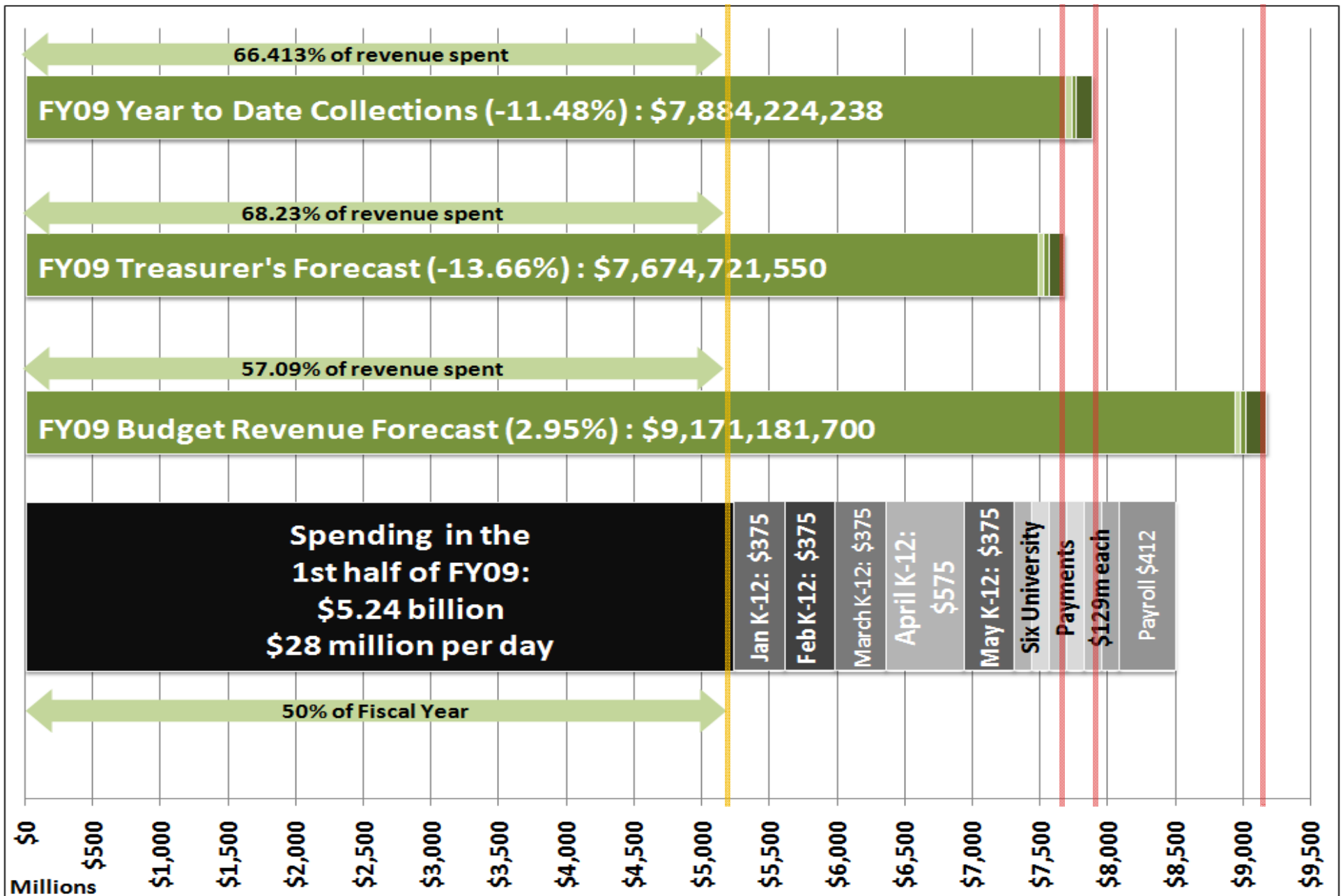
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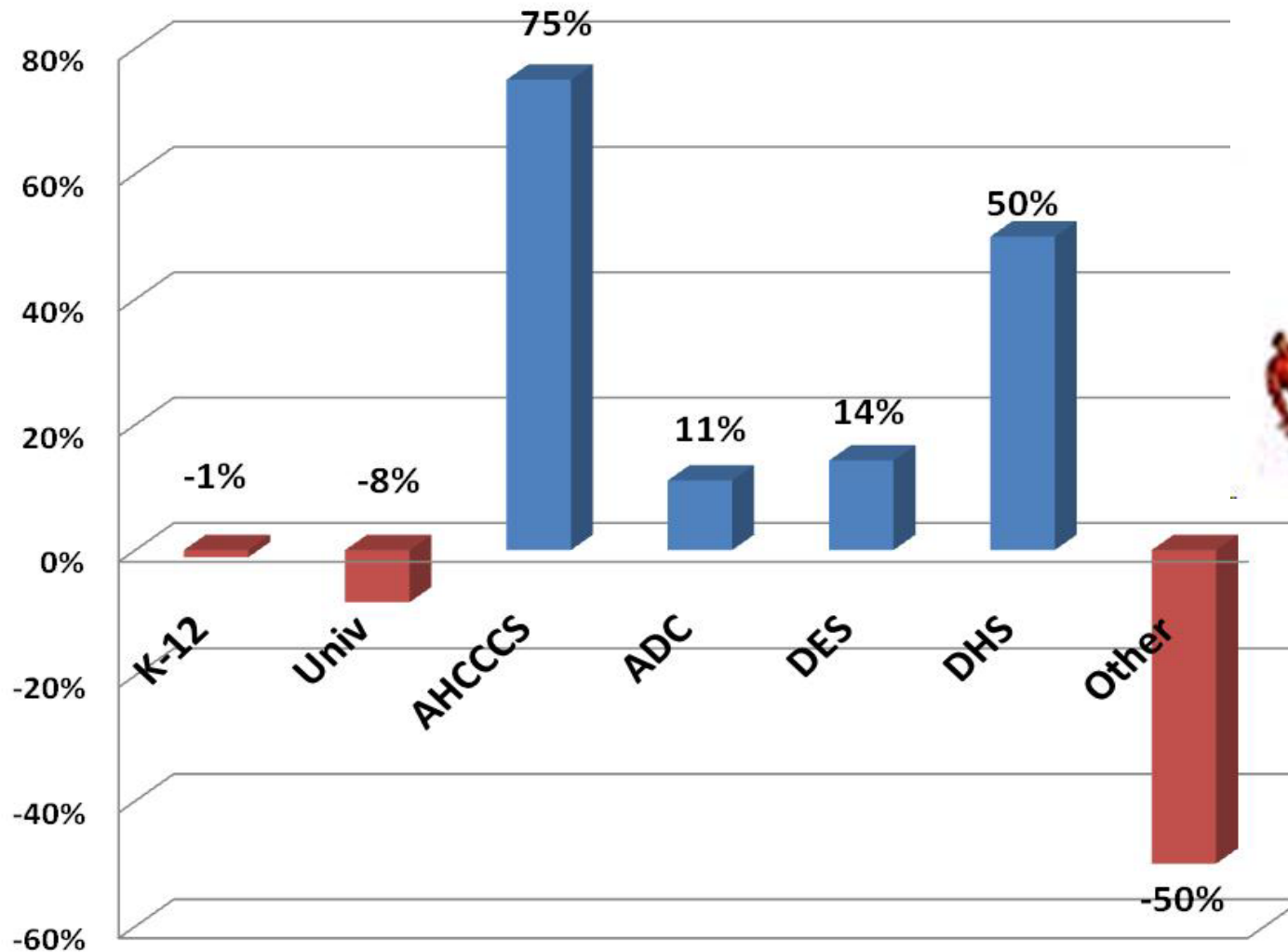
5

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Where is the money going?

% Change in “slice of the GF pie”



**Fiscal
Years
1999-
2009**



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Sales Tax

Arizona Sales Tax - Total General Fund Collections

		Collections (\$)	Year-to-Year % Change	Year-to-Date % Change
FY 2005	July 2004	297,753,472	9.8%	9.8%
	Aug 2004	286,991,921	9.7%	9.8%
	Sept 2004	291,524,219	9.2%	9.6%
	Oct 2004	294,146,223	10.7%	9.9%
	Nov 2004	289,546,242	8.3%	9.5%
	Dec 2004	287,618,657	9.9%	9.6%
	Jan 2005	356,818,639	13.6%	10.3%
	Feb 2005	282,930,176	9.7%	10.2%
	Mar 2005	291,854,753	10.4%	10.2%
	Apr 2005	332,806,103	10.7%	10.3%
	May 2005	315,664,510	13.8%	10.6%
	June 2005	333,513,707	16.6%	11.1%
FY 2006	July 2005	347,621,329	16.7%	16.7%
	Aug 2005	334,204,902	16.5%	16.6%
	Sept 2005	343,784,559	17.9%	17.0%
	Oct 2005	344,584,769	17.1%	17.1%
	Nov 2005	334,011,412	15.4%	16.7%
	Dec 2005	341,852,219	18.9%	17.1%
	Jan 2006	420,282,327	17.8%	17.2%
	Feb 2006	330,582,460	16.8%	17.2%
	Mar 2006	345,767,996	18.5%	17.3%
	Apr 2006	384,904,139	15.7%	17.1%
	May 2006	362,497,362	14.8%	16.9%
	June 2006	383,265,378	14.9%	16.7%
FY 2007	July 2006	390,460,231	12.3%	12.3%
	Aug 2006	353,466,457	5.8%	9.1%
	Sept 2006	379,889,665	10.5%	9.6%
	Oct 2006	376,890,480	9.4%	9.5%
	Nov 2006	365,372,337	9.4%	9.5%
	Dec 2006	362,236,390	6.0%	8.9%
	Jan 2007	439,996,411	4.7%	8.2%
	Feb 2007	359,643,938	8.8%	8.3%
	Mar 2007	353,088,173	2.1%	7.6%
	Apr 2007	398,196,373	3.5%	7.1%
	May 2007	357,610,064	-1.3%	6.3%
	June 2007	320,780,323	-16.3%	4.3%
FY 2008	July 2007	392,889,822	0.6%	0.6%
	Aug 2007	366,627,555	3.7%	2.1%
	Sept 2007	366,842,873	-3.4%	0.2%
	Oct 2007	373,831,498	-0.8%	0.0%
	Nov 2007	366,084,157	0.2%	0.0%
	Dec 2007	362,105,035	0.0%	0.0%
	Jan 2008	406,881,740	-7.5%	-1.2%
	Feb 2008	342,061,289	-4.9%	-1.7%
	Mar 2008	349,634,579	-1.0%	-1.6%
	Apr 2008	373,838,251	-6.1%	-2.1%
	May 2008	353,973,221	-1.0%	-2.0%
	June 2008	298,794,828	-6.9%	-2.3%
FY 2009	July 2008	356,253,718	-9.3%	-9.3%
	Aug 2008	345,178,741	-5.9%	-7.6%
	Sept 2008	342,275,305	-6.7%	-7.3%
	Oct 2008	337,313,340	-9.8%	-7.9%
	Nov 2008	317,474,089	-13.3%	-9.0%
	Dec 2008			
	Jan 2009			
	Feb 2009			
	Mar 2009			
	Apr 2009			
	May 2009			
	June 2009			

Arizona Sales Tax - Retail **General Fund Collections**

		Year-to-Year		Year-to-Date
		Collections (\$)	% Change	% Change
FY 2005	July 2004	135,655,865	6.3%	6.3%
	Aug 2004	129,780,078	9.5%	7.9%
	Sept 2004	129,817,746	4.2%	6.6%
	Oct 2004	133,734,938	11.1%	7.7%
	Nov 2004	131,620,393	9.1%	8.0%
	Dec 2004	138,559,574	8.9%	8.1%
	Jan 2005	186,350,807	10.4%	8.6%
	Feb 2005	130,567,977	7.2%	8.4%
	Mar 2005	136,300,442	10.3%	8.6%
	Apr 2005	158,048,274	9.3%	8.7%
	May 2005	148,086,810	12.4%	9.0%
	June 2005	149,656,276	10.6%	9.2%
FY 2006	July 2005	159,056,661	17.3%	17.3%
	Aug 2005	151,650,858	16.9%	17.1%
	Sept 2005	155,323,150	19.6%	17.9%
	Oct 2005	151,719,291	13.4%	16.8%
	Nov 2005	150,085,277	14.0%	16.2%
	Dec 2005	157,743,736	13.8%	15.8%
	Jan 2006	213,093,761	14.4%	15.5%
	Feb 2006	148,801,215	14.0%	15.4%
	Mar 2006	155,769,534	14.3%	15.2%
	Apr 2006	175,368,144	11.0%	14.8%
	May 2006	169,266,627	14.3%	14.7%
	June 2006	168,160,318	12.4%	14.5%
FY 2007	July 2006	169,723,491	6.7%	6.7%
	Aug 2006	155,842,572	2.8%	4.8%
	Sept 2006	163,988,894	5.6%	5.0%
	Oct 2006	158,869,642	4.7%	5.0%
	Nov 2006	153,908,793	2.5%	4.5%
	Dec 2006	167,464,043	6.2%	4.8%
	Jan 2007	215,189,656	1.0%	4.1%
	Feb 2007	157,706,055	6.0%	4.3%
	Mar 2007	158,858,656	2.0%	4.0%
	Apr 2007	181,559,289	3.5%	4.0%
	May 2007	177,671,344	5.0%	4.1%
	June 2007	166,994,609	-0.7%	3.7%
FY 2008	July 2007	168,701,610	-0.6%	-0.6%
	Aug 2007	155,843,067	0.0%	-0.3%
	Sept 2007	157,758,362	-3.8%	-1.5%
	Oct 2007	155,232,586	-2.3%	-1.7%
	Nov 2007	155,481,940	1.0%	-1.2%
	Dec 2007	161,715,960	-3.4%	-1.6%
	Jan 2008	206,954,506	-3.8%	-2.0%
	Feb 2008	141,687,651	-10.2%	-2.9%
	Mar 2008	151,347,983	-4.7%	-3.1%
	Apr 2008	171,895,140	-5.3%	-3.4%
	May 2008	154,399,548	-13.1%	-4.3%
	June 2008	158,533,239	-5.1%	-4.4%
FY 2009	July 2008	151,221,528	-10.4%	-10.4%
	Aug 2008	141,997,515	-8.9%	-9.7%
	Sept 2008	148,418,887	-5.9%	-8.4%
	Oct 2008	142,632,579	-8.1%	-8.4%
	Nov 2008	132,015,121	-15.1%	-9.7%
	Dec 2008			
	Jan 2009			
	Feb 2009			
	Mar 2009			
	Apr 2009			
	May 2009			
	June 2009			

Arizona Sales Tax - Contracting

General Fund Collections

		Collections (\$)	Year-to-Year % Change	Year-to-Date % Change
FY 2005	July 2004	56,625,508	17.6%	17.6%
	Aug 2004	53,051,419	15.5%	16.6%
	Sept 2004	56,478,418	20.0%	17.7%
	Oct 2004	56,912,069	18.0%	17.8%
	Nov 2004	54,698,652	10.9%	16.4%
	Dec 2004	55,495,541	26.2%	17.9%
	Jan 2005	64,083,984	23.1%	18.7%
	Feb 2005	48,999,303	17.1%	18.5%
	Mar 2005	53,376,960	21.3%	18.8%
	Apr 2005	64,008,264	25.4%	19.5%
	May 2005	61,389,981	22.5%	19.8%
	June 2005	66,300,608	33.0%	21.0%
FY 2006	July 2005	73,449,566	29.7%	29.7%
	Aug 2005	65,280,791	23.1%	26.5%
	Sept 2005	69,736,836	23.5%	25.5%
	Oct 2005	71,875,989	26.3%	25.7%
	Nov 2005	65,866,408	20.4%	24.6%
	Dec 2005	73,197,845	31.9%	25.8%
	Jan 2006	83,495,930	30.3%	26.6%
	Feb 2006	65,409,736	33.5%	27.3%
	Mar 2006	70,980,348	33.0%	27.9%
	Apr 2006	82,734,326	29.3%	28.1%
	May 2006	76,269,575	24.2%	27.7%
	June 2006	82,977,855	25.2%	27.5%
FY 2007	July 2006	89,602,967	22.0%	22.0%
	Aug 2006	75,238,759	15.3%	18.8%
	Sept 2006	80,938,291	16.1%	17.9%
	Oct 2006	87,594,136	21.9%	18.9%
	Nov 2006	80,499,919	22.2%	19.5%
	Dec 2006	76,849,517	5.0%	17.0%
	Jan 2007	95,496,438	14.4%	16.6%
	Feb 2007	73,418,261	12.2%	16.1%
	Mar 2007	70,403,512	-0.8%	14.2%
	Apr 2007	81,956,142	-0.9%	12.5%
	May 2007	76,125,717	-0.2%	11.3%
	June 2007	80,475,472	-3.0%	9.9%
FY 2008	July 2007	84,908,206	-5.2%	-5.2%
	Aug 2007	78,149,544	3.9%	-1.1%
	Sept 2007	75,884,177	-6.2%	-2.8%
	Oct 2007	77,120,496	-12.0%	-5.2%
	Nov 2007	76,543,383	-4.9%	-5.1%
	Dec 2007	76,723,853	-0.2%	-4.4%
	Jan 2008	72,469,751	-24.1%	-7.6%
	Feb 2008	64,593,368	-12.0%	-8.1%
	Mar 2008	59,879,686	-14.9%	-8.7%
	Apr 2008	66,449,725	-18.9%	-9.8%
	May 2008	66,990,187	-12.0%	-10.0%
	June 2008	69,569,046	-13.6%	-10.3%
FY 2009	July 2008	68,881,661	-18.9%	-18.9%
	Aug 2008	65,910,704	-15.7%	-17.3%
	Sept 2008	61,476,833	-19.0%	-17.9%
	Oct 2008	63,339,249	-17.9%	-17.9%
	Nov 2008	61,291,312	-19.9%	-18.3%
	Dec 2008			
	Jan 2009			
	Feb 2009			
	Mar 2009			
	Apr 2009			
	May 2009			
	June 2009			

Arizona Sales Tax - Utilities

General Fund Collections

		Collections (\$)	Year-to-Year % Change	Year-to-Date % Change
FY 2005	July 2004	27,013,184	3.2%	3.2%
	Aug 2004	30,325,703	6.4%	4.8%
	Sept 2004	31,741,960	8.2%	6.0%
	Oct 2004	30,740,200	4.9%	5.7%
	Nov 2004	25,266,623	2.2%	5.1%
	Dec 2004	20,437,208	9.9%	5.7%
	Jan 2005	22,887,268	15.4%	6.8%
	Feb 2005	23,568,912	8.4%	6.9%
	Mar 2005	21,093,834	0.0%	6.3%
	Apr 2005	20,088,226	3.4%	6.0%
	May 2005	19,934,242	5.1%	6.0%
	June 2005	23,163,752	6.9%	6.0%
FY 2006	July 2005	30,123,635	11.5%	11.5%
	Aug 2005	33,750,711	11.3%	11.4%
	Sept 2005	35,125,817	10.7%	11.1%
	Oct 2005	33,780,817	9.9%	10.8%
	Nov 2005	29,135,783	15.3%	11.6%
	Dec 2005	22,091,021	8.1%	11.2%
	Jan 2006	27,326,797	19.4%	12.2%
	Feb 2006	25,560,400	8.4%	11.8%
	Mar 2006	22,568,311	7.0%	11.3%
	Apr 2006	24,117,190	20.1%	12.0%
	May 2006	22,105,984	10.9%	11.9%
	June 2006	27,844,657	20.2%	12.6%
FY 2007	July 2006	34,298,139	13.9%	13.9%
	Aug 2006	35,017,585	3.8%	8.5%
	Sept 2006	43,094,371	22.7%	13.5%
	Oct 2006	37,109,678	9.9%	12.6%
	Nov 2006	31,261,217	7.3%	11.7%
	Dec 2006	24,939,936	12.9%	11.8%
	Jan 2007	27,586,109	0.9%	10.4%
	Feb 2007	32,562,551	27.4%	12.2%
	Mar 2007	29,526,457	30.8%	13.8%
	Apr 2007	25,414,142	5.4%	13.1%
	May 2007	24,034,224	8.7%	12.8%
	June 2007	29,476,016	5.9%	12.2%
FY 2008	July 2007	38,942,178	13.5%	13.5%
	Aug 2007	37,039,168	5.8%	9.6%
	Sept 2007	38,939,736	-9.6%	2.2%
	Oct 2007	43,658,875	17.6%	6.1%
	Nov 2007	34,702,176	11.0%	6.9%
	Dec 2007	28,029,896	12.4%	7.6%
	Jan 2008	27,510,799	-0.3%	6.7%
	Feb 2008	35,515,285	9.1%	6.9%
	Mar 2008	34,338,536	16.3%	7.9%
	Apr 2008	24,546,221	-3.4%	7.0%
	May 2008	27,297,353	13.6%	7.4%
	June 2008	30,641,891	4.0%	7.2%
FY 2009	July 2008	37,561,735	-3.5%	-3.5%
	Aug 2008	46,879,131	26.6%	11.1%
	Sept 2008	45,036,032	15.7%	12.7%
	Oct 2008	40,502,312	-7.2%	7.2%
	Nov 2008	35,158,491	1.3%	6.1%
	Dec 2008			
	Jan 2009			
	Feb 2009			
	Mar 2009			
	Apr 2009			
	May 2009			
	June 2009			

Arizona Sales Tax - Restaurants and Bars

General Fund Collections

		Collections (\$)	Year-to-Year % Change	Year-to-Date % Change
FY 2005	July 2004	22,708,857	9.2%	9.2%
	Aug 2004	21,278,820	10.3%	9.7%
	Sept 2004	21,320,496	8.5%	9.3%
	Oct 2004	21,984,775	6.6%	8.6%
	Nov 2004	23,818,505	14.2%	9.8%
	Dec 2004	22,326,535	1.9%	8.4%
	Jan 2005	26,300,293	16.2%	9.6%
	Feb 2005	24,490,839	7.4%	9.3%
	Mar 2005	26,750,839	11.6%	9.6%
	Apr 2005	27,538,659	5.2%	9.1%
	May 2005	27,671,032	16.8%	9.8%
	June 2005	26,359,625	12.9%	10.1%
FY 2006	July 2005	25,760,478	13.4%	13.4%
	Aug 2005	23,621,671	11.0%	12.3%
	Sept 2005	24,552,209	15.2%	13.2%
	Oct 2005	25,332,188	15.2%	13.7%
	Nov 2005	26,717,800	12.2%	13.4%
	Dec 2005	26,402,748	18.3%	14.2%
	Jan 2006	28,524,262	8.5%	13.3%
	Feb 2006	27,902,255	13.9%	13.3%
	Mar 2006	29,389,750	9.9%	12.9%
	Apr 2006	31,522,229	14.5%	13.1%
	May 2006	30,057,423	8.6%	12.6%
	June 2006	29,045,199	10.2%	12.4%
FY 2007	July 2006	28,025,509	8.8%	8.8%
	Aug 2006	25,406,213	7.6%	8.2%
	Sept 2006	25,474,093	3.8%	6.7%
	Oct 2006	27,567,943	8.8%	7.3%
	Nov 2006	32,249,878	20.7%	10.1%
	Dec 2006	28,295,767	7.2%	9.6%
	Jan 2007	30,950,667	8.5%	9.4%
	Feb 2007	30,649,098	9.8%	9.5%
	Mar 2007	29,694,899	1.0%	8.4%
	Apr 2007	34,392,336	9.1%	8.5%
	May 2007	31,957,682	6.3%	8.3%
	June 2007	29,936,887	3.1%	7.8%
FY 2008	July 2007	29,101,596	3.8%	3.8%
	Aug 2007	26,935,024	6.0%	4.9%
	Sept 2007	26,786,010	5.2%	5.0%
	Oct 2007	28,689,796	4.1%	4.7%
	Nov 2007	29,377,274	-8.9%	1.6%
	Dec 2007	30,275,107	7.0%	2.5%
	Jan 2008	27,452,580	-11.3%	0.3%
	Feb 2008	29,995,413	-2.1%	0.0%
	Mar 2008	30,895,077	4.0%	0.5%
	Apr 2008	34,037,313	-1.0%	0.3%
	May 2008	30,786,989	-3.7%	-0.1%
	June 2008	31,854,667	6.4%	0.4%
FY 2009	July 2008	26,987,359	-7.3%	-7.3%
	Aug 2008	25,927,019	-3.7%	-5.6%
	Sept 2008	26,558,833	-0.8%	-4.0%
	Oct 2008	26,485,387	-7.7%	-5.0%
	Nov 2008	27,624,767	-6.0%	-5.2%
	Dec 2008			
	Jan 2009			
	Feb 2009			
	Mar 2009			
	Apr 2009			
	May 2009			
	June 2009			

Arizona Use Tax General Fund Collections

		Collections (\$)	Year-to-Year % Change	Year-to-Date % Change
FY 2005	July 2004	22,547,132	26.2%	26.2%
	Aug 2004	22,557,101	13.4%	19.5%
	Sept 2004	22,229,731	14.1%	17.7%
	Oct 2004	20,607,802	10.0%	15.8%
	Nov 2004	21,355,148	4.2%	13.3%
	Dec 2004	19,586,986	5.0%	12.0%
	Jan 2005	24,134,289	21.2%	13.3%
	Feb 2005	21,758,390	23.4%	14.5%
	Mar 2005	18,691,567	5.6%	13.6%
	Apr 2005	22,354,083	5.4%	12.7%
	May 2005	21,652,224	13.6%	12.7%
	June 2005	22,141,203	2.6%	11.8%
FY 2006	July 2005	23,872,256	5.9%	5.9%
	Aug 2005	26,621,874	18.0%	11.9%
	Sept 2005	25,990,396	16.9%	13.6%
	Oct 2005	28,124,088	36.5%	19.0%
	Nov 2005	25,350,591	18.7%	18.9%
	Dec 2005	25,520,731	30.3%	20.6%
	Jan 2006	31,316,999	29.8%	22.1%
	Feb 2006	26,149,998	20.2%	21.8%
	Mar 2006	26,624,546	42.4%	23.8%
	Apr 2006	26,326,619	17.8%	23.2%
	May 2006	21,682,845	0.1%	21.1%
	June 2006	18,617,865	-15.9%	17.9%
FY 2007	July 2006	28,987,773	21.4%	21.4%
	Aug 2006	25,431,547	-4.5%	7.8%
	Sept 2006	28,561,796	9.9%	8.5%
	Oct 2006	28,527,152	1.4%	6.6%
	Nov 2006	27,484,263	8.4%	7.0%
	Dec 2006	23,756,958	-6.9%	4.7%
	Jan 2007	31,899,499	1.9%	4.2%
	Feb 2007	23,123,752	-11.6%	2.3%
	Mar 2007	22,628,801	-15.0%	0.3%
	Apr 2007	27,021,534	2.6%	0.6%
	May 2007	6,153,618	-71.6%	-4.9%
	June 2007	29,434,170	58.1%	-1.0%
FY 2008	July 2007	31,300,389	8.0%	8.0%
	Aug 2007	29,103,528	14.4%	11.0%
	Sept 2007	29,437,063	3.1%	8.3%
	Oct 2007	30,750,858	7.8%	8.1%
	Nov 2007	30,042,343	9.3%	8.4%
	Dec 2007	26,487,663	11.5%	8.8%
	Jan 2008	33,730,459	5.7%	8.3%
	Feb 2008	27,581,711	19.3%	9.5%
	Mar 2008	26,927,528	19.0%	10.4%
	Apr 2008	28,924,084	7.0%	10.0%
	May 2008	27,402,823	345.3%	17.6%
	June 2008	19,220,885	-34.7%	12.5%
FY 2009	July 2008	31,696,678	1.3%	1.3%
	Aug 2008	30,505,018	4.8%	3.0%
	Sept 2008	28,148,827	-4.4%	0.6%
	Oct 2008	29,703,678	-3.4%	-0.4%
	Nov 2008	25,398,587	-15.5%	-3.4%
	Dec 2008			
	Jan 2009			
	Feb 2009			
	Mar 2009			
	Apr 2009			
	May 2009			
	June 2009			

Individual Income Tax

INDIVIDUAL INCOME TAX

% Change From Prior Year

		FYTD				% Change From FYTD		FYTD		Est. & Final		Y/Y		FYTD		FYTD	
		Total PIT	Y/Y Chg.	Chg.	Withholdings	Y/Y Chg.	Chg.	Payments	Chg.	Chg.	Refunds	Y/Y Chg.	Chg.				
FY 2005	Jul-04	180,258,486	8.7%	8.7%	185,359,849	10.2%	10.2%	7,982,042	-18.7%	-18.7%	(13,083,405)	7.8%	7.8%				
	Aug	208,007,549	14.4%	11.6%	206,338,811	14.7%	12.5%	17,256,736	31.3%	9.9%	(15,587,998)	40.5%	23.4%				
	Sep	258,308,001	11.8%	11.7%	184,456,860	2.7%	9.2%	85,967,739	20.7%	18.0%	(12,116,599)	-39.0%	-5.3%				
	Oct	203,622,310	9.6%	11.2%	187,072,940	-0.3%	6.7%	27,192,307	27.3%	19.8%	(10,642,937)	-54.1%	-22.4%				
	Nov	218,542,604	19.9%	12.9%	222,360,341	14.3%	8.3%	11,359,321	35.3%	20.8%	(15,177,058)	-26.6%	-23.4%				
	Dec	296,768,719	14.1%	13.1%	233,620,890	9.2%	8.5%	81,181,241	42.6%	27.7%	(18,033,413)	67.5%	-13.4%				
	Jan	357,209,039	33.8%	16.9%	249,542,466	21.8%	10.5%	119,604,915	51.0%	34.8%	(11,938,341)	-29.8%	-15.8%				
	Feb	95,639,793	46.0%	18.1%	239,830,618	16.4%	11.3%	12,489,817	3.1%	33.4%	(156,680,643)	2.7%	-5.3%				
	Mar	108,697,181	21.4%	18.3%	245,076,317	11.1%	11.3%	39,089,384	8.5%	30.5%	(175,468,521)	5.0%	-1.3%				
	Apr	534,861,186	76.9%	27.5%	209,608,264	12.6%	11.4%	512,208,256	57.4%	44.3%	(186,955,334)	-10.6%	-4.4%				
	May	229,122,033	69.4%	30.2%	244,198,666	24.9%	12.7%	84,231,869	80.3%	46.8%	(99,308,501)	-7.1%	-4.7%				
	Jun	282,679,372	18.0%	28.9%	215,867,519	10.2%	12.4%	106,817,719	38.4%	45.9%	(40,005,867)	19.0%	-3.7%				
FY 2006	Jul-05	223,953,189	24.2%	24.2%	221,317,607	19.4%	19.4%	15,395,021	92.9%	92.9%	(12,759,440)	-2.5%	-2.5%				
	Aug	263,700,000	26.8%	25.6%	253,061,649	22.6%	21.1%	25,713,368	49.0%	62.9%	(15,075,017)	-3.3%	-2.9%				
	Sep	322,958,721	25.0%	25.4%	217,514,066	17.9%	20.1%	118,564,270	37.9%	43.6%	(13,119,615)	8.3%	0.4%				
	Oct	244,717,144	20.2%	24.1%	233,132,229	24.6%	21.2%	27,206,826	0.1%	35.0%	(15,621,911)	46.8%	10.0%				
	Nov	246,397,916	12.7%	21.8%	251,199,672	13.0%	19.3%	16,055,089	41.3%	35.5%	(20,856,845)	37.4%	16.3%				
	Dec	366,228,870	23.4%	22.1%	275,574,553	18.0%	19.1%	111,812,195	37.7%	36.3%	(21,157,877)	17.3%	16.5%				
	Jan	461,569,947	29.2%	23.6%	289,016,657	15.8%	18.5%	182,419,323	52.5%	41.8%	(9,866,032)	-17.4%	12.3%				
	Feb	104,975,664	9.8%	22.9%	269,407,378	12.3%	17.7%	18,041,261	44.4%	41.9%	(182,472,975)	16.5%	14.9%				
	Mar	75,235,164	-30.8%	19.9%	271,172,800	10.6%	16.8%	43,912,674	12.3%	39.0%	(239,850,310)	36.7%	23.8%				
	Apr	621,374,286	16.2%	19.1%	221,762,700	5.8%	15.7%	618,672,832	20.8%	28.8%	(219,061,246)	17.2%	21.8%				
	May	423,818,481	85.0%	24.7%	276,966,197	13.4%	15.5%	259,114,481	207.6%	43.9%	(112,262,197)	13.0%	20.6%				
	Jun	334,443,992	18.3%	24.1%	256,634,913	18.9%	15.8%	145,568,069	36.3%	43.2%	(67,758,989)	69.4%	23.2%				
FY 2007	Jul-06	232,882,593	4.0%	4.0%	233,180,431	5.4%	5.4%	17,937,645	16.5%	16.5%	(18,235,483)	42.9%	42.9%				
	Aug	283,590,385	7.5%	5.9%	277,224,789	9.5%	7.6%	23,419,716	-8.9%	0.6%	(17,054,119)	13.1%	26.8%				
	Sep	355,502,460	10.1%	7.6%	216,332,499	-0.5%	5.0%	157,891,628	33.2%	24.8%	(18,721,667)	42.7%	31.9%				
	Oct	305,103,998	24.7%	11.5%	263,987,122	13.2%	7.1%	65,184,764	139.6%	41.5%	(24,067,889)	54.1%	38.0%				
	Nov	249,526,954	1.3%	9.6%	259,238,972	3.2%	6.3%	31,853,112	98.4%	46.0%	(41,565,130)	99.3%	54.5%				
	Dec	360,467,690	-1.6%	7.1%	308,908,979	12.1%	7.4%	90,557,275	-19.0%	22.9%	(38,998,564)	84.3%	60.9%				
	Jan	544,268,647	17.9%	9.5%	339,575,980	17.5%	9.1%	239,701,160	31.4%	26.0%	(35,008,493)	254.8%	78.6%				
	Feb	83,536,034	-20.4%	8.1%	292,673,483	8.6%	9.0%	18,072,039	0.2%	25.1%	(227,209,488)	24.5%	44.7%				
	Mar	106,837,038	42.0%	9.2%	291,407,424	7.5%	8.8%	45,377,904	3.3%	23.4%	(229,948,290)	-4.1%	22.6%				
	Apr	603,667,191	-2.8%	6.6%	253,149,529	14.2%	9.3%	642,965,695	3.9%	13.2%	(292,448,033)	33.5%	25.8%				
	May	310,268,127	-26.8%	2.4%	289,463,997	4.5%	8.8%	172,843,132	-33.3%	4.8%	(152,039,001)	35.4%	27.0%				
	Jun	311,735,821	-6.8%	1.6%	249,174,420	-2.9%	7.8%	138,268,468	-5.0%	3.9%	(75,707,066)	11.7%	25.9%				
FY 2008	Jul-07	266,413,536	14.4%	14.4%	267,840,071	14.9%	14.9%	17,879,385	-0.3%	-0.3%	(19,305,920)	5.9%	5.9%				
	Aug	267,438,218	-5.7%	3.4%	274,123,223	-1.1%	6.2%	25,938,503	10.8%	5.9%	(32,623,508)	91.3%	47.2%				
	Sep	362,253,396	1.9%	2.8%	232,690,269	7.6%	6.6%	150,661,494	-4.6%	-2.4%	(21,098,367)	12.7%	35.2%				
	Oct	275,463,139	-9.7%	-0.5%	279,036,817	5.7%	6.4%	68,191,868	4.6%	-0.7%	(71,765,546)	198.2%	85.4%				
	Nov	235,208,302	-5.7%	-1.4%	267,231,175	3.1%	5.7%	17,879,843	-43.9%	-5.3%	(49,902,715)	20.1%	62.7%				
	Dec	363,991,640	1.0%	-0.9%	302,000,571	-2.2%	4.1%	62,901,960	-30.5%	-11.2%	(910,892)	-97.7%	23.3%				
	Jan	479,616,749	-11.9%	-3.5%	323,018,735	-4.9%	2.5%	195,882,391	-18.3%	-13.9%	(39,284,377)	12.2%	21.3%				
	Feb	39,043,896	-53.3%	-5.2%	294,334,015	0.6%	2.2%	17,557,877	-2.8%	-13.6%	(272,847,997)	20.1%	20.6%				
	Mar	61,928,889	-42.0%	-6.8%	297,732,417	2.2%	2.2%	48,363,442	6.6%	-12.3%	(284,166,970)	23.6%	21.7%				
	Apr	605,994,371	0.4%	-5.4%	251,826,796	-0.5%	2.0%	675,341,552	5.0%	-3.9%	(321,173,977)	9.8%	18.0%				
	May	146,065,658	-52.9%	-9.7%	282,129,773	-2.5%	1.5%	32,424,806	-81.2%	-12.8%	(168,488,921)	10.8%	17.0%				
	Jun	303,035,518	-2.8%	-9.1%	250,638,790	0.6%	1.5%	119,010,089	-13.9%	-12.9%	(66,613,361)	-12.0%	15.1%				
FY 2009	Jul-08	265,360,890	-0.4%	-0.4%	270,267,357	0.9%	0.9%	20,362,785	13.9%	13.9%	(25,269,252)	30.9%	30.9%				
	Aug	231,680,201	-13.4%	-6.9%	245,741,515	-10.4%	-4.8%	14,090,255	-45.7%	-21.4%	(28,151,568)	-13.7%	2.9%				
	Sep	355,393,041	-1.9%	-4.9%	255,433,501	9.8%	-0.4%	124,307,996	-17.5%	-18.4%	(24,348,455)	15.4%	6.5%				
	Oct	260,640,864	-5.4%	-5.0%	274,469,795	-1.6%	-0.7%	53,444,533	-21.6%	-19.2%	(67,273,464)	-6.3%	0.2%				
	Nov	200,335,179	-14.8%	-6.6%	250,315,933	-6.3%	-1.9%	13,115,668	-26.6%	-19.7%	(63,096,422)	26.4%	6.9%				
	Dec	341,281,282	-6.2%	-6.6%	297,480,818	-1.5%	-1.8%	62,643,686	-0.4%	-16.2%	(18,843,222)	1968.7%	16.0%				
	Jan	-	-	-	-	-	-	-	-	-	-	-	-				
	Feb	-	-	-	-	-	-	-	-	-	-	-	-				
	Mar	-	-	-	-	-	-	-	-	-	-	-	-				
	Apr	-	-	-	-	-	-	-	-	-	-	-	-				
	May	-	-	-	-	-	-	-	-	-	-	-	-				
	Jun	-	-	-	-	-	-	-	-	-	-	-	-				

**Individual Income Tax
Estimated/Final Payments Worksheet
(by Month)**

	FY2005			FY2006			FY2007			FY2008			FY2009		
	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final
Jul	7,982,042	3,053,848	4,928,193	15,395,021	4,885,194	10,509,827	17,937,645	6,371,696	11,565,948	17,879,385	6,507,747	11,371,639	20,362,785	6,533,304	13,829,481
Aug	17,256,736	4,162,399	13,094,337	25,713,368	7,683,379	18,029,988	23,419,716	7,456,858	15,962,858	25,938,503	5,666,480	20,272,023	14,090,255	5,827,130	8,263,125
Sep	85,967,739	78,273,024	7,694,715	118,564,270	110,531,138	8,033,132	157,891,628	145,469,802	12,421,826	150,661,494	135,849,436	14,812,058	124,307,996	112,945,236	11,362,760
Oct	27,192,307	5,023,144	22,169,162	27,206,826	7,685,799	19,521,027	65,184,764	11,339,308	53,845,457	68,191,868	10,396,440	57,795,428	53,444,533	7,821,163	45,623,371
Nov	11,359,321	3,013,046	8,346,275	16,055,089	5,885,793	10,169,296	31,853,112	5,472,606	26,380,506	17,879,843	4,759,688	13,120,155	13,115,668	4,170,266	8,945,402
Dec	81,181,241	73,782,471	7,398,770	111,812,195	104,933,642	6,878,553	90,557,275	80,299,660	10,257,616	62,901,960	55,908,594	6,993,366	62,643,686	53,127,242	9,516,444
Jan	119,604,915	113,808,450	5,796,464	182,419,323	176,696,056	5,723,266	239,701,160	224,055,775	15,645,386	195,882,391	186,098,584	9,783,807	-	-	-
Feb	12,489,817	2,222,960	10,266,858	18,041,261	3,446,602	14,594,659	18,072,039	3,192,180	14,879,859	17,557,877	2,689,455	14,868,423	-	-	-
Mar	39,089,384	4,321,854	34,767,531	43,912,674	3,710,949	40,201,725	45,377,904	5,005,202	40,372,702	48,363,442	4,708,386	43,655,056	-	-	-
Apr	512,208,256	60,279,400	451,928,857	618,672,832	76,814,795	541,858,037	642,965,695	56,965,976	585,999,719	675,341,552	68,112,029	607,229,523	-	-	-
May	84,231,869	4,464,003	79,767,865	259,114,481	9,724,645	249,389,836	172,843,132	27,485,026	145,358,105	32,424,806	4,895,158	27,529,649	-	-	-
Jun	106,817,719	93,912,110	12,905,609	145,568,069	127,531,819	18,036,250	138,268,468	125,906,046	12,362,422	119,010,089	108,562,477	10,447,612	-	-	-
Total	1,105,381,346	446,316,710	659,064,637	1,582,475,408	639,529,812	942,945,597	1,644,072,537	699,020,134	945,052,403	1,432,033,211	594,154,473	837,878,738			
Percent Change															
	FY2005			FY2006			FY2007			FY2008			FY2009		
	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final
Jul	-18.7%	10.1%	-30.0%	92.9%	60.0%	113.3%	16.5%	30.4%	10.0%	-0.3%	2.1%	-1.7%	13.9%	0.4%	21.6%
Aug	31.3%	52.3%	25.8%	49.0%	84.6%	37.7%	-8.9%	-2.9%	-11.5%	10.8%	-24.0%	27.0%	-45.7%	2.8%	-59.2%
Sep	20.7%	20.3%	24.7%	37.9%	41.2%	4.4%	33.2%	31.6%	54.6%	-4.6%	-6.6%	19.2%	-17.5%	-16.9%	-23.3%
Oct	27.3%	33.2%	26.0%	0.1%	53.0%	-11.9%	139.6%	47.5%	175.8%	4.6%	-8.3%	7.3%	-21.6%	-24.8%	-21.1%
Nov	35.3%	18.7%	42.4%	41.3%	95.3%	21.8%	98.4%	-7.0%	159.4%	-43.9%	-13.0%	-50.3%	-26.6%	-12.4%	-31.8%
Dec	42.6%	43.7%	32.7%	37.7%	42.2%	-7.0%	-19.0%	-23.5%	49.1%	-30.5%	-30.4%	-31.8%	-0.4%	-5.0%	36.1%
Jan	51.0%	54.4%	6.0%	52.5%	55.3%	-1.3%	31.4%	26.8%	173.4%	-18.3%	-16.9%	-37.5%			
Feb	3.1%	84.7%	-5.9%	44.4%	42.2%	50.0%	0.2%	-7.4%	2.0%	-2.8%	-15.7%	-0.1%			
Mar	8.5%	42.0%	5.4%	12.3%	-14.1%	15.6%	3.3%	34.9%	0.4%	6.6%	-5.9%	8.1%			
Apr	57.4%	36.8%	60.6%	20.8%	27.4%	19.9%	3.9%	-25.8%	8.1%	5.0%	19.6%	3.6%			
May	80.3%	22.4%	85.2%	207.6%	117.8%	212.6%	-33.3%	182.6%	-41.7%	-81.2%	-82.2%	-81.1%			
Jun	38.4%	39.3%	32.5%	36.3%	35.8%	39.8%	-5.0%	-1.3%	-31.5%	-13.9%	-13.8%	-15.5%			
Total	45.9%	38.9%	51.1%	43.2%	43.3%	43.1%	3.9%	9.3%	0.2%	-12.9%	-15.0%	-11.3%			
Percent to Total															
	FY2005			FY2006			FY2007			FY2008			FY2009		
	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final	Total	Estimated	Final
Jul	0.7%	0.7%	0.7%	1.0%	0.8%	1.1%	1.1%	0.9%	1.2%	1.2%	1.1%	1.4%	N/A	N/A	N/A
Aug	1.6%	0.9%	2.0%	1.6%	1.2%	1.9%	1.4%	1.1%	1.7%	1.8%	1.0%	2.4%	N/A	N/A	N/A
Sep	7.8%	17.5%	1.2%	7.5%	17.3%	0.9%	9.6%	20.8%	1.3%	10.5%	22.9%	1.8%	N/A	N/A	N/A
Oct	2.5%	1.1%	3.4%	1.7%	1.2%	2.1%	4.0%	1.6%	5.7%	4.8%	1.7%	6.9%	N/A	N/A	N/A
Nov	1.0%	0.7%	1.3%	1.0%	0.9%	1.1%	1.9%	0.8%	2.8%	1.2%	0.8%	1.6%	N/A	N/A	N/A
Dec	7.3%	16.5%	1.1%	7.1%	16.4%	0.7%	5.5%	11.5%	1.1%	4.4%	9.4%	0.8%	N/A	N/A	N/A
Jan	10.8%	25.5%	0.9%	11.5%	27.6%	0.6%	14.6%	32.1%	1.7%	13.7%	31.3%	1.2%	N/A	N/A	N/A
Feb	1.1%	0.5%	1.6%	1.1%	0.6%	1.5%	1.1%	0.5%	1.6%	1.2%	0.5%	1.8%	N/A	N/A	N/A
Mar	3.5%	1.0%	5.3%	2.8%	0.6%	4.3%	2.8%	0.7%	4.3%	3.4%	0.8%	5.2%	N/A	N/A	N/A
Apr	46.3%	13.5%	68.6%	39.1%	12.0%	57.5%	39.1%	8.1%	62.0%	47.2%	11.5%	72.5%	N/A	N/A	N/A
May	7.6%	1.0%	12.1%	16.4%	1.5%	26.4%	10.5%	3.9%	15.4%	2.3%	0.8%	3.3%	N/A	N/A	N/A
Jun	9.7%	21.0%	2.0%	9.2%	19.9%	1.9%	8.4%	18.0%	1.3%	8.3%	18.3%	1.2%	N/A	N/A	N/A
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%			

Corporate Income Tax

Arizona Corporate Income Tax General Fund Collections

		Gross Revenue (\$)	Year-to-Year % Change	Year-to-Date % Change	Refunds (\$)	Year-to-Year % Change	Year-to-Date % Change	Net Revenue (\$)	Year-to-Year % Change	Year-to-Date % Change
FY 2005	July 2004	25,278,574	8.5%	8.5%	(4,286,201)	-32.3%	-32.3%	20,992,373	23.7%	23.7%
	Aug 2004	23,683,196	110.1%	41.6%	(2,429,217)	-39.5%	-35.1%	21,253,979	192.9%	74.4%
	Sept 2004	128,929,320	36.4%	37.8%	(6,570,919)	-0.1%	-21.5%	122,358,400	39.2%	46.8%
	Oct 2004	41,115,100	10.6%	31.7%	(6,005,157)	-69.5%	-47.3%	35,109,943	100.6%	54.0%
	Nov 2004	17,598,692	-38.1%	21.6%	(11,805,464)	-34.6%	-43.1%	5,793,228	-44.1%	46.8%
	Dec 2004	148,651,887	36.4%	26.9%	(11,419,097)	-52.0%	-45.8%	137,232,790	61.1%	52.2%
	Jan 2005	26,481,318	31.1%	27.1%	(4,271,547)	98.0%	-41.9%	22,209,771	23.1%	50.0%
	Feb 2005	18,432,601	87.4%	28.9%	(11,908,414)	-4.1%	-36.9%	6,524,188	-352.2%	54.3%
	Mar 2005	67,086,220	57.9%	32.2%	(3,257,603)	-78.4%	-42.7%	63,828,617	132.7%	62.4%
	Apr 2005	108,261,223	8.1%	27.1%	(7,157,472)	158.8%	-37.6%	101,103,751	3.8%	46.8%
	May 2005	70,241,233	79.7%	31.1%	(2,192,513)	102.2%	-36.3%	68,048,720	79.1%	49.8%
	June 2005	110,861,193	17.8%	29.1%	(13,192,824)	273.9%	-26.8%	97,668,369	7.8%	42.1%
FY 2006	July 2005	39,403,420	55.9%	55.9%	(4,125,396)	-3.8%	-3.8%	35,278,025	68.1%	68.1%
	Aug 2005	25,696,715	8.5%	33.0%	(2,266,943)	-6.7%	-4.8%	23,429,772	10.2%	39.0%
	Sept 2005	176,288,184	36.7%	35.7%	(5,907,796)	-10.1%	-7.4%	170,380,388	39.2%	39.2%
	Oct 2005	32,084,843	-22.0%	24.9%	(3,496,533)	-41.8%	-18.1%	28,588,309	-18.6%	29.0%
	Nov 2005	17,504,745	-0.5%	23.0%	(11,649,227)	-1.3%	-11.7%	5,855,519	1.1%	28.2%
	Dec 2005	148,830,193	0.1%	14.2%	(13,593,465)	19.0%	-3.5%	135,236,728	-1.5%	16.3%
	Jan 2006	40,013,321	51.1%	16.5%	(6,007,037)	40.6%	0.6%	34,006,284	53.1%	18.6%
	Feb 2006	29,206,362	58.4%	18.3%	(26,798,202)	125.0%	25.8%	2,408,160	-63.1%	17.2%
	Mar 2006	81,512,645	21.5%	18.8%	(6,684,270)	105.2%	30.0%	74,828,375	17.2%	17.2%
	Apr 2006	164,532,013	52.0%	24.7%	(2,648,528)	-63.0%	20.4%	161,883,485	60.1%	25.3%
	May 2006	56,587,649	-19.4%	20.1%	(3,743,958)	70.8%	21.9%	52,843,691	-22.3%	19.9%
	June 2006	152,469,682	37.5%	22.6%	(2,988,945)	-77.3%	6.4%	149,480,737	53.0%	24.5%
FY 2007	July 2006	43,353,146	10.0%	10.0%	(4,319,904)	4.7%	4.7%	39,033,242	10.6%	10.6%
	Aug 2006	36,550,203	42.2%	22.7%	(4,532,437)	99.9%	38.5%	32,017,766	36.7%	21.0%
	Sept 2006	191,640,170	8.7%	12.5%	(478,252)	-91.9%	-24.1%	191,161,918	12.2%	14.5%
	Oct 2006	59,655,446	85.9%	21.1%	(5,716,861)	63.5%	-4.7%	53,938,585	88.7%	22.7%
	Nov 2006	18,008,043	2.9%	20.0%	(12,842,981)	10.2%	1.6%	5,165,061	-11.8%	21.9%
	Dec 2006	199,892,212	34.3%	24.8%	(30,301,417)	122.9%	41.8%	169,590,795	25.4%	23.1%
	Jan 2007	40,561,661	1.4%	22.9%	(3,294,750)	-45.2%	30.7%	37,266,911	9.6%	22.0%
	Feb 2007	22,671,285	-22.4%	20.3%	(1,544,406)	-94.2%	-14.6%	21,126,878	777.3%	26.2%
	Mar 2007	81,308,195	-0.3%	17.5%	(2,647,466)	-60.4%	-18.4%	78,660,729	5.1%	23.1%
	Apr 2007	181,878,155	10.5%	16.0%	(4,248,464)	60.4%	-15.9%	177,629,692	9.7%	19.9%
	May 2007	53,261,647	-5.9%	14.4%	(5,508,206)	47.1%	-13.2%	47,753,442	-9.6%	17.7%
	June 2007	138,851,344	-8.9%	10.7%	(6,026,798)	101.6%	-9.4%	132,824,546	-11.1%	12.8%
FY 2008	July 2007	36,629,629	-15.5%	-15.5%	(2,826,419)	-34.6%	-34.6%	33,803,210	-13.4%	-13.4%
	Aug 2007	31,231,530	-14.6%	-15.1%	(2,130,868)	-53.0%	-44.0%	29,100,662	-9.1%	-11.5%
	Sept 2007	190,463,884	-0.6%	-4.9%	(12,876,823)	2592.5%	91.1%	177,587,061	-7.1%	-8.3%
	Oct 2007	66,882,299	12.1%	-1.8%	(10,751,410)	88.1%	90.0%	56,130,889	4.1%	-6.2%
	Nov 2007	20,550,859	14.1%	-1.0%	(23,194,074)	80.6%	85.7%	(2,643,215)	-151.2%	-8.5%
	Dec 2007	159,569,186	-20.2%	-8.0%	(39,476,416)	30.3%	56.8%	120,092,770	-29.2%	-15.7%
	Jan 2008	30,393,356	-25.1%	-9.1%	(44,896,658)	1262.7%	121.4%	(14,503,302)	-138.9%	-24.3%
	Feb 2008	30,326,605	33.8%	-7.6%	(8,934,899)	478.5%	130.2%	21,391,706	1.3%	-23.4%
	Mar 2008	77,714,008	-4.4%	-7.2%	(16,372,625)	518.4%	145.8%	61,341,383	-22.0%	-23.2%
	Apr 2008	132,091,079	-27.4%	-11.4%	(6,877,514)	61.9%	140.7%	125,213,565	-29.5%	-24.6%
	May 2008	49,477,589	-7.1%	-11.1%	(22,932,737)	316.3%	153.6%	26,544,852	-44.4%	-25.7%
	June 2008	156,770,836	12.9%	-8.0%	(6,319,532)	4.9%	142.6%	150,451,304	13.3%	-20.4%
FY 2009	July 2008	30,855,446	-15.8%	-15.8%	(7,560,667)	167.5%	167.5%	23,294,779	-31.1%	-31.1%
	Aug 2008	27,451,899	-12.1%	-14.1%	(8,301,008)	289.6%	220.0%	19,150,891	-34.2%	-32.5%
	Sept 2008	141,909,038	-25.5%	-22.5%	(9,825,536)	-23.7%	44.0%	132,083,502	-25.6%	-27.4%
	Oct 2008	38,739,976	-42.1%	-26.5%	(17,578,552)	63.5%	51.4%	21,161,424	-62.3%	-34.0%
	Nov 2008	19,717,616	-4.1%	-25.2%	(22,250,262)	-4.1%	26.5%	(2,532,646)	-4.2%	-34.3%
	Dec 2008	142,148,266	-10.9%	-20.7%	(30,686,844)	-22.3%	5.4%	111,461,422	-7.2%	-26.4%
	Jan 2009									
	Feb 2009									
	Mar 2009									
	Apr 2009									
	May 2009									
	June 2009									

Economic Indicators

Economic Indicators

NATIONAL

The final estimate of 3rd quarter **Gross Domestic Product** growth was (0.5)%, the same as the preliminary estimate released last month. The advance estimate of 4th quarter GDP growth will be released at the end of January and is expected to show a sizeable contraction of the U.S. economy. The consensus forecast among the 50 panelists of the National Blue Chip publication is a 4th quarter decline of (4.1)%.

The Conference Board's **U.S. Consumer Confidence Index** for December fell to the lowest level since the survey began in 1967. At a reading of 38.0, the index was (15.0)% below the level reported for the prior month and (58.1)% less than a year ago. Consumer confidence has deteriorated rapidly since the onset of the financial crises in September.

The Conference Board's **U.S. Index of Leading Economic Indicators** declined by (0.4)% in November. Year-over-year, the index is down (3.7)%. Six of the 10 components that make up the composite index declined during the month. Most of the negative pressure on the index came from rising jobless claims and falling stock prices and building permits. The only significant positive contributors to the index were money supply and the interest rate spread. These 2 components have shown large increases in each of the last 3 months due to recent efforts by the Federal Reserve Board to restore liquidity to financial markets.

The **U.S. Consumer Price Index** fell by (1.7)% in November, the largest decline in the 61-year history of the index. The record large decline last month was mainly attributable to a (17.0)% reduction in energy prices. Gasoline prices alone fell by (29.5)% in November. The core CPI, which excludes food and energy prices, was unchanged.

ARIZONA

The state of the Arizona economy has worsened considerably over the last 6 months. The deterioration of economic conditions is no longer limited to the real

estate and construction sectors. Signs of economic malaise can be found in most areas of the state's economy as evidenced by both new employment and personal income statistics.

The Arizona Department of Commerce reported that the state lost (83,100) or (3.1)% of **nonfarm jobs** in November compared to the same month last year. In only 4 months out of the last 48 years did the state record a larger job loss (in percentage terms) than in November. Those job losses occurred between April and July of 1975.

This month's release of **construction sector** employment shows that the year-over-year loss improved from (17.3)% in October to (16.5)% in November. The year-over-year losses appear to be bottoming out as these figures have stayed largely unchanged over the last 4 months.

While the **manufacturing sector** is also being affected by the deteriorating economy, the job losses are nowhere near the levels recorded during the last recession in 2001. Year-over-year job losses since the start of the current recession (December 2007) have never exceeded (4,400) compared to (21,300) during the 2001/2002 recession. The industry shed 500 jobs from October to November. Its work force is now (1.9)% smaller than this time last year.

Unlike the 1990/1991 and 2001 recessions, the service-providing sectors of the Arizona economy have been far more negatively impacted this time. The state did not experience any year-over-year job losses in its service-providing industries during the 1990/1991 recession and the losses never exceeded (5,900) during the 2001 recession. By way of comparison, the job loss in November totaled (44,200) and appears to be accelerating.

November was the 7th consecutive month with rising unemployment. The state's **unemployment rate** increased to 6.3% from 6.1% in the prior month. The last time the state experienced such a high unemployment rate was in August 1994. The nation's

Economic Indicators (Continued)

unemployment rate in October was 6.5%.

The Department of Commerce reported that 30,663 **initial claims for unemployment insurance** were recorded in November, an increase of 104.2% over last year. This was the largest year-over-year increase in initial jobless claims (in percentage terms) since the fall of 1974.

The federal Bureau of Economic Analysis (BEA) has recently released state **personal income** figures for the third quarter of 2008. Quarter over quarter, Arizona personal income declined at a seasonally adjusted annual rate of (0.3)%. Year-over-year, personal income grew by 2.2%, the 48th slowest growth rate in the nation after Florida and Connecticut. The last time Arizona experienced a lower year-over-year growth rate was in the first quarter of 1954. Only Arizona and Utah had negative wage growth in the quarter-over-quarter percent personal income data.

There was ample evidence of continued weakness in the housing market and related permitting activity in November. Between August and October, the number of authorized building permits statewide (3-month moving average) totaled 1,620, including 1,130 **single-family residential building permits** and 490 **multi-family building permits**. Compared to the prior month, permitting activity in the single family and multi-family segments have decreased by (21.1)% and (10.0)%, respectively. Year-over-year, authorized permits in the single family segment are down by (50.6)%, while permits in the more volatile multi-family segment are down by (37.9)%. According to the U.S. Census Bureau, 16,370 single-family permits were issued statewide in the first 10 months of the current year. Calendar year 2008 is expected to have the lowest number of single-family permits since at least 1991.

While the number of permits have fallen, housing sales continue to recover. According to the National Association of Realtors, Arizona was one of only 4 states in the nation that recorded an increase in existing homes sales in October. The increase in these states (Arizona, California, Nevada, and Virginia) can be attributed to the large volume of foreclosed homes for sale in these markets.

Housing data for November released by ASU's Realty Studies shows that foreclosures continue to constitute an increasing share of the total sales of existing homes in Greater Phoenix. According to Realty Studies, 47.9% of all single-family homes resold in November were foreclosures. The same figure last year was 30.2%.

The total number of **single-family homes** resold in November was 6,465, including 3,370 traditional sales and 3,095 foreclosures. The year-over-year increase for traditional home sales was 30.6% compared to 177.6% for foreclosed properties.

The number of foreclosure sales continue to place downward pressure on housing prices. Based on the November report, the Greater Phoenix **single-family median resale home price** was \$162,000 for traditional homes and \$155,100 for foreclosed properties. Year-over-year, the median resale price has fallen by (34.9)% for traditional single-family units and (26.8)% for foreclosed properties. The negative impact on the pricing of non-foreclosed homes from the increasing number of foreclosures can be inferred from ASU's data. In terms of the median price per square foot, traditional homes now command approximately the same sale price as foreclosed properties. In May, traditional homes cost 18% more than comparable foreclosed properties.

The **S&P/Case-Shiller Home Price Index** is a measure of the change in housing prices based on repeat sales. According to the most recent release of this index, Phoenix home prices declined year-over-year by (32.7)% in October. By way of comparison, the average price decline for the 20 metropolitan areas in the index was (18.0)%. Additionally, October marked the third consecutive month in which Phoenix led the nation in home price declines. Home prices in Phoenix, as reflected by the index, are now comparable to levels recorded in June 2004.

Based on MLS data, it is estimated that the **month's supply of housing** increased from 9.8 months in October to 11.4 months in November. While this remains a high figure, it nonetheless constitutes (4.1) fewer months than in November 2007. In a normal market there is typically no more than 4 to 5 months'

"The state's unemployment rate increased to 6.3% from 6.1% in the prior month. The last time the state experienced such a high unemployment rate was in August 1994."



"The last time the airport experienced a larger comparable year-over-year decline in air passenger traffic was in August 2002."

Economic Indicators (Continued)

supply of housing on the MLS.

Total passenger traffic recorded in October at **Phoenix Sky Harbor International Airport** was (9.6)% below the same month in the prior year. Year-to-date, a total of 33.8 million passengers have entered and exited aircraft at Sky Harbor. This figure represents a decline of (5.0)% relative to the first 10 months of 2007. The last time the airport experienced a larger comparable year-over-year decline in air passenger traffic was in August 2002.

The state posted a surprisingly large population gain in 2008. The Census Bureau reported that **Arizona's population** grew to an estimated 6,500,180 in 2008, an increase of 146,759 or 2.3% from 2007. While this growth rate is the lowest since 1991, it still remains the second fastest in the nation.

AHCCCS caseloads in December increased by 1.4%, or 16,230 members, to 1,152,698. At current levels, the AHCCCS caseloads are 6.7% above December 2007 levels. The FY 2009 budget funded a projected caseload growth of 2.6%, or a total of 1,189,224 members.

There were a reported 83,702 **TANF recipients** in the state in October, an increase of 2.4% from the prior month. Year-over-year, caseload is down (1.0)%. The FY 2009 budget assumes the TANF caseload will grow by 2.5%.

The **Department of Corrections' (ADC) inmate population** increased by an average of 125 inmates per month between September and November. ADC now has an average population of 39,426 inmates, or 1,796 more inmates than in the same period last year. (Hans Olofsson, Martin Lorenzo)

Economic Indicators (Continued)

Table 5

ECONOMIC INDICATORS

<u>Indicator</u>	<u>Time Period</u>	<u>Current Value</u>	<u>Change From Prior Period</u>	<u>Change From Prior Year</u>
Arizona				
- Unemployment Rate	November	6.3%	0.2%	2.2%
- Initial Unemployment Insurance Claims	November	30,363	(1.0)%	104.2%
- Non-Farm Employment – Total	November	2.61 million	0.1%	(3.1)%
Manufacturing	November	177,600	(0.3)%	(1.9)%
Construction	November	179,600	(1.5)%	(16.5)%
- Contracting Tax Receipts (3-month average)	Sep-Nov	\$62.0 million	(2.4)%	(18.9)%
- Retail Sales Tax Receipts (3-month average)	Sep-Nov	\$141.0 million	(2.3)%	(9.7)%
- Residential Building Permits (3-month moving average)				
Single-unit	Aug-Oct	1,130	(21.1)%	(50.6)%
Multi-unit	Aug-Oct	490	(10.0)%	(37.9)%
- Greater Phoenix Existing Home Sales				
Single-Family, Traditional Sales	November	3,370	(24.5)%	30.6%
Single-Family, Foreclosed Sales	November	3,095	(17.4)%	177.6%
Townhouse/Condominium, Traditional Sales	November	305	(38.4)%	(53.8)%
Townhouse/Condominium, Foreclosed Sales	November	265	(25.4)%	253.3%
- Greater Phoenix Median Home Sales Price				
Single-Family, Traditional Sales	November	\$162,000	(7.4)%	(34.9)%
Single-Family, Foreclosed Sales	November	\$155,100	(2.9)%	(26.8)%
Townhouse/Condominium, Traditional Sales	November	\$162,000	0.1%	(24.6)%
Townhouse/Condominium, Foreclosed Sales	November	\$115,835	(3.0)%	(21.7)%
S&P/Case-Shiller Home Price Index (Jan. 2000 = 100)	October	135.18	(3.3)%	(32.7)%
- Months Supply of Housing, SA (ARMLS)	November	11.4 months	1.6 months	(4.1) months
- Phoenix Sky Harbor Air Passengers	October	3.1 million	11.1%	(9.6)%
- Arizona Average Natural Gas Price (\$ per thousand cubic feet)	September	\$6.50	(13.7)%	(6.6)%
- Consumer Confidence Index (1985 = 100)	2 nd Quarter 2008	73.4	(8.0)%	(31.0)%
- Business Leaders Confidence Index	4 th Quarter 2008	42.4	10.1%	(0.2)%
- Arizona Personal Income	3 rd Quarter 2008	\$214.8 billion	(0.3)%	2.2%
- Arizona Population	July 1, 2008	6.50 million	146,759	2.3%
- AHCCCS Recipients	December	1,152,698	1.4%	6.7%
- TANF Recipients	October	83,702	2.4%	(1.0)%
- DOC Inmate Growth (3-month average)	Sept-Nov	39,426	125 inmates	1,796 inmates
United States				
- Real Gross Domestic Product (seasonally adjusted annual growth rate)	3 rd Quarter 2008	\$11.7 trillion	(0.5)%	0.7%
- Consumer Confidence Index (1985 = 100)	December	38.0	(15.0)%	(56.5)%
- Leading Indicators Index (2004 = 100)	November	99.0	(0.4)%	(3.7)%
- U.S. Semiconductor Billings (3-month moving average)	Aug-Oct	\$3.21 billion	0.0%	(16.9)%
- Consumer Price Index, SA (1982-84 = 100)	November	213.06	(1.7)%	1.0%

JLBC FINANCE ADVISORY COMMITTEE (FAC) MEMBERS

Dan Anderson has served as Assistant Executive Director for Institutional Analysis for Arizona Board of Regents since July 2002. From 1975 through June 2002, Mr. Anderson held various positions at the Arizona Department of Economic Security, with most of his time as Research Administrator. He has been a member of the FAC since its inception.

James Apperson is Director of the Governor's Office of Strategic Planning and Budgeting (OSPB). He joined the Napolitano Administration as OSPB Deputy Director in October 2006 and was appointed OSPB Director in December 2006. Mr. Apperson most recently served in the private sector as President and CEO of the Arizona Chamber of Commerce. He has been a member of the FAC since December 2006.

Dr. Jay Q. Butler is Director of Realty Studies and an Associate Professor of Real Estate in the Morrison School at Arizona State University at the Polytechnic campus. He also holds the Arizona Realtors Professorship in Real Estate. Dr. Butler has been at ASU since 1972. He has been a member of the FAC since 1994.

Brian Cary is Corporate Economist for Salt River Project (SRP). Prior to joining SRP in September 2007, he served as Principal Economist on the JLBC staff for 4 years. Mr. Cary has been producing forecasts and analysis for more than 25 years, mostly focused on the energy and financial sectors. He joined the FAC in 1989.

Tracy L. Clark is Data Integrity Manager for the Arizona Department of Transportation. Previously, he was with Arizona State University as the Associate Director of the JPMorgan Chase Economic Outlook Center. He produced national and local economic forecasts, as well as, gathering forecasts from other economists for Center publications. Mr. Clark has been a member of the FAC since 1989.

Pete Ewen is Chief Economist and Manager, Revenue and Fuel Analysis and Forecast Group at Pinnacle West. He has been with Arizona Public Service/Pinnacle West for 17 years.

John C. Lucking is President of ECON-LINC, an economic consulting firm. Dr. Lucking also serves as a director for Sanu Resources Ltd., an international mineral exploration company, and as a trustee for several municipal bond mutual funds. Previously, he served as Chief Economist for Bank One Arizona and as the Executive Director of the Governor's Partnership for Economic Development (GSPED). Dr. Lucking has been a member of the FAC since 1987.

State Treasurer Dean Martin serves as the chief financial officer for the State Treasury in Arizona. He previously served as a State Senator from 2001 to 2007 and was Chairman of the Senate Finance Committee, responsible for legislation related to taxes, retirement, insurance and financial issues. The State Treasurer has been a member of the Finance Advisory Committee since its inception. Mr. Martin has been a member of the FAC since he became State Treasurer in January 2007.

Georganna Meyer is Chief Economist for the Arizona Department of Revenue. She has been a member of the FAC since 1984.

Elliott D. Pollack is President of Elliott D. Pollack and Company in Scottsdale, Arizona, an economic and real estate consulting firm established in 1987. Mr. Pollack served as Chief Economist of Valley National Bank in Arizona for 14 years prior to establishing his consulting firm and is currently a member of the Economic Estimates Commission. He has been a member of the FAC since its inception.

Debra J. Roubik is the Chief Economist and Founder of VisionEcon, a consulting firm. Ms. Roubik began her career as an economist at Chicago's Harris Trust and Savings Bank where she was responsible for the bank's macroeconomic model. She also held the positions of Vice President of Stotler Economics, Manager of Revenue Forecasting for Atchison Topeka & Santa Fe Railway, and Economist for the Arizona Department of Economic Security's Research Administration. Ms. Roubik has been a member of the FAC since 1999.

Martin Shultz is Vice President of Government Affairs for Pinnacle West Capital Corporation. In that role he manages public affairs and government relations for Pinnacle West Capital Corporation and its subsidiaries: Arizona Public Service (APS), APS Energy Services, Pinnacle West Energy Corporation, El Dorado and SunCor. Mr. Shultz has been a member of the FAC since 1984.

Randie Stein joined the Investment Banking firm Stone & Youngberg as a Vice President in the Public Finance Department in September 2004. Ms. Stein has 10 years of experience as a fiscal advisor and Finance Committee analyst in the State Senate and as an economist/budget analyst with the Joint Legislative Budget Committee, and is a former staff director of the School Facilities Board. She has been a member of the FAC since 2005.

Marshall J. Vest is director of the Economic and Business Research Center at the University of Arizona's Eller College of Management. Mr. Vest has headed the College's Forecasting Project for 28 years. He is past-president of the Association for University Economic and Business Research, whose membership includes university-based applied research centers from across the country. Mr. Vest has been a member of the FAC for 28 years.