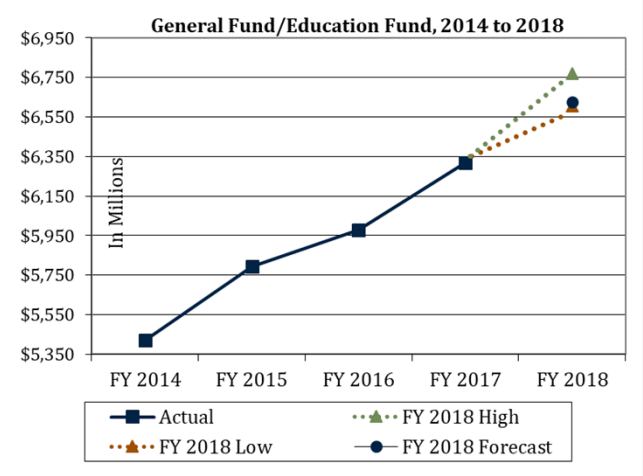
LEGISLATIVE FISCAL ANALYST

Revenue & Economic Update
October 2017

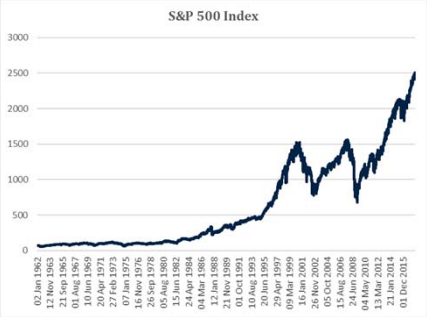
Report Structure

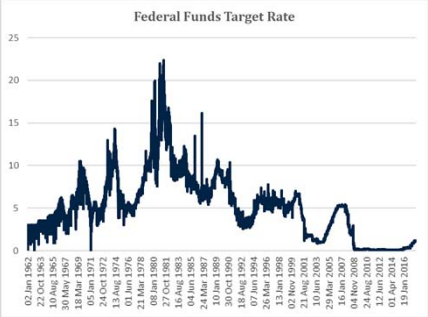
- Overview/FY 2018 Range
- Tax Collections:
  - General Fund
  - Education Fund
  - Transportation Fund
- Demographic Trends
- Employment Shifts
- Inflation

Range Forecast FY 2018

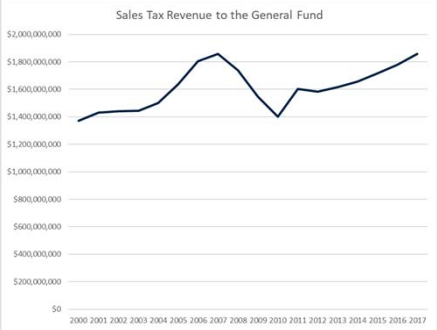


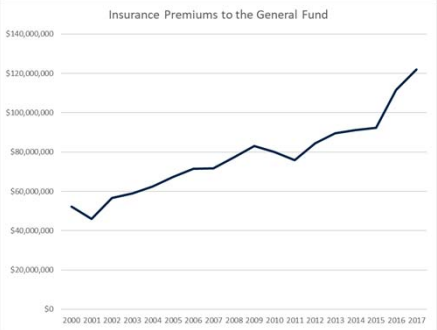
Business Cycle



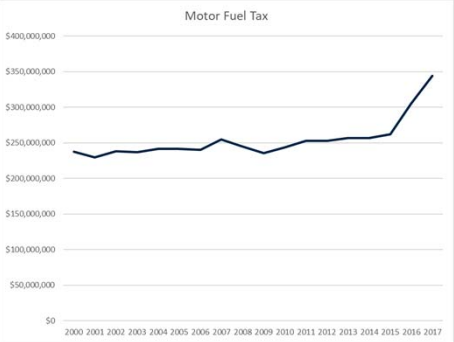


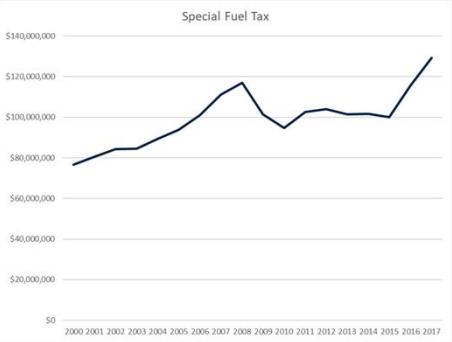
General Fund



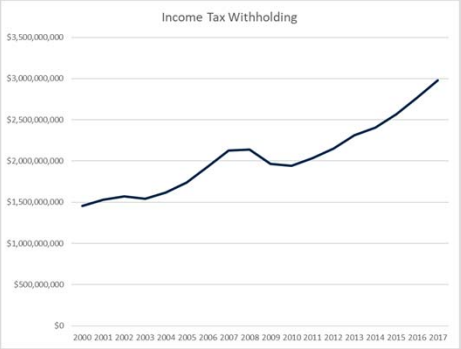


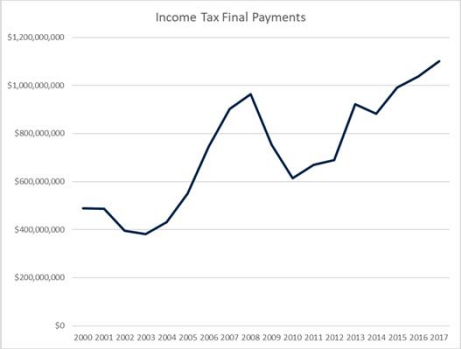
Transportation Fund



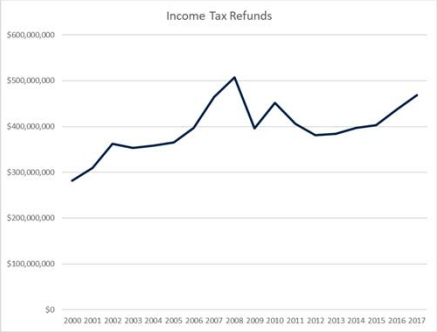


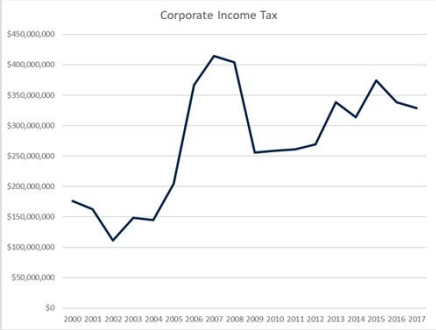
Education Fund



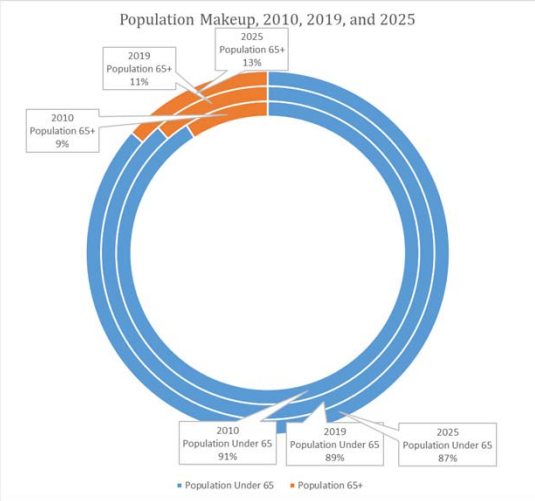


Education Fund

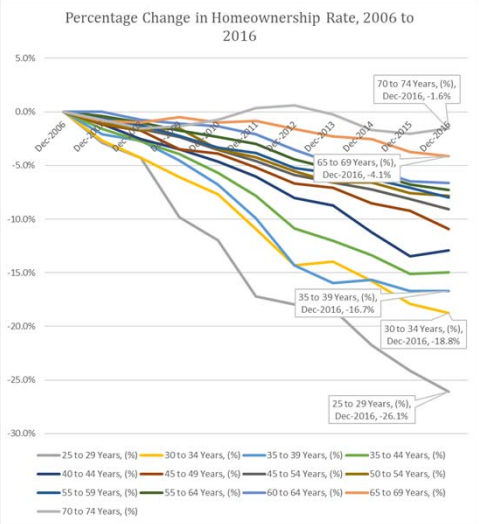




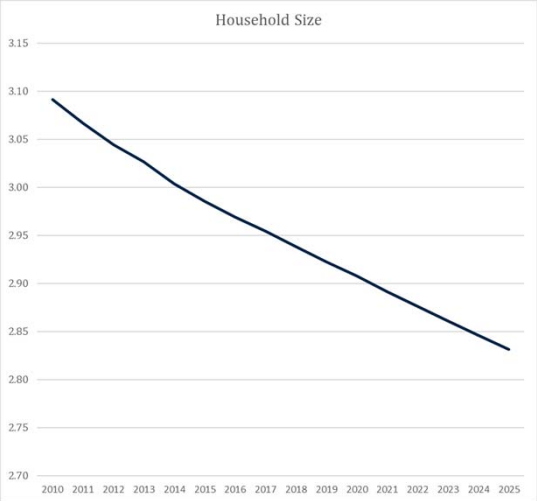
Demographic Trends



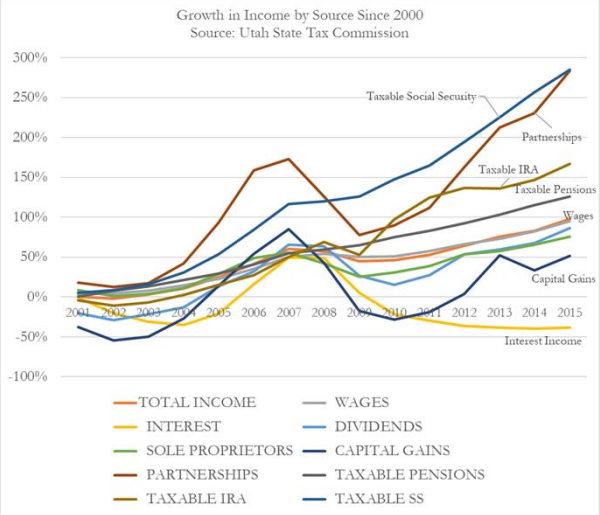
Home Ownership



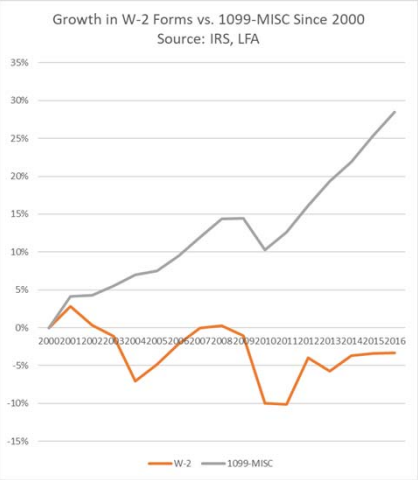
Household Size



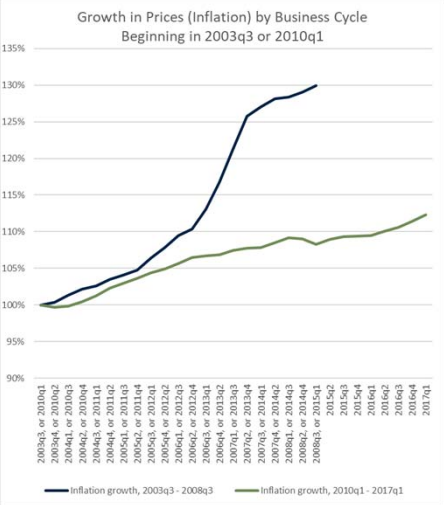
Growth in Income by Source



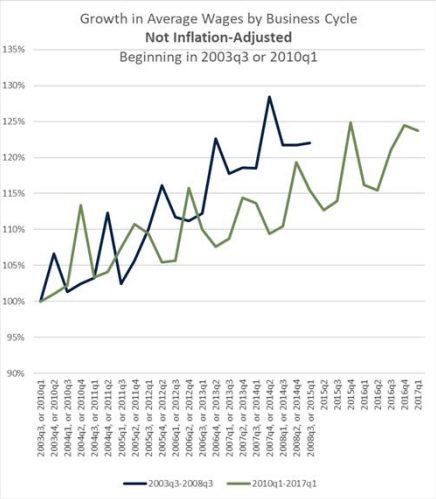
W-2 Wage Growth Compared to Form 1099 Wage Growth

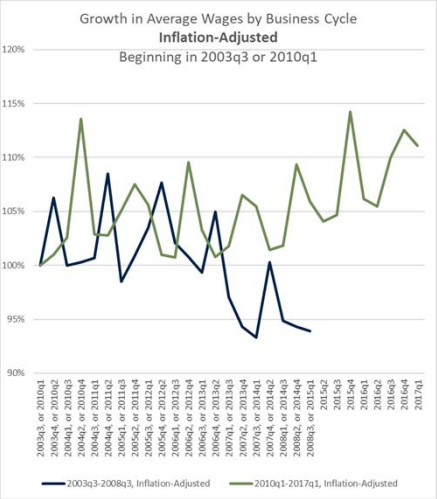


Inflation



Wages





Collections to Date

Tax Revenue *(In Millions of Dollars)*	**FY 2017 Final**	**FY 2018 Consensus**	**FY 2018 Consensus Growth Rate**		**FY 2017 Year-to-Date 10/9/2016**	**FY 2018 Year-to-Date 10/9/2017**	**FY 2018 Year-to-Date Growth Rate**
Sales & Use Taxes	$1,856.75	$1,944.40	4.7%		$489.92	$533.02	8.8%
Individual Income Tax	3,609.45	3,804.75	5.4%		744.58	802.45	7.8%
Corporate Franchise Tax	323.50	343.85	6.3%		75.84	72.56	-4.3%
Beer, Cigarette & Tobacco	116.27	116.63	0.3%		25.68	24.50	-4.6%
Insurance Premium Taxes	122.02	116.21	-4.8%		26.79	29.26	9.2%
Severance Taxes	16.14	24.00	48.7%		3.30	4.78	44.7%
Other Sources	277.43	275.15	-0.8%		46.57	50.67	8.8%
Total - General & Education Funds	**$6,321.56**	**$6,624.99**	**4.8%**		**$1,412.68**	**$1,517.24**	**7.4%**
Motor Fuel Tax	$348.76	$360.00	3.2%		91.60	91.48	-0.1%
Special Fuel Taxes	134.91	131.00	-2.9%		31.15	32.40	4.0%
Other Transportation Fund	89.33	93.00	4.1%		20.75	20.30	-2.2%
Total - Transportation Fund	**$573.00**	**$584.00**	**1.9%**		**$143.50**	**$144.17**	**0.5%**