

Finance Advisory Committee

Briefing Materials

April 10, 2014

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Finance Advisory Committee

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Finance Advisory Committee Revenue and Budget Update

April 10, 2014

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Summary of April Forecast Update

- Forecast remains largely unchanged from January
 - FY '15 growth rate dropped from 5.3% to 5.0%; FY '16 and '17 growth rates essentially unchanged
- In middle of tax filing season, difficult to draw conclusions about year-to-date FY '14 results
- Updated forecast increases FY '17 General Fund shortfall by \$(69) M compared to Conference Budget

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3-Year Budget Outlook

- ❑ Based on the January 4-sector forecast, the Conference Budget has a \$135 M FY '15 surplus
 - Under the 3-year spending plan, there would be a FY '17 shortfall of \$(478) M
- ❑ With the April forecast, the FY '17 shortfall increases by \$(69) M to \$(547) M
- ❑ The cash balance estimates exclude the \$460 M available in the Budget Stabilization Fund

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The Caveats

- ❑ Over 3 years, small percent changes in growth assumptions can have a substantial impact
 - 1% change in annual growth over 3 years has a \$575 M impact on balance sheet
- ❑ Pending “budget” lawsuits could be significant
 - Arizona Supreme Court ruled that K-12 inflation payment must fully adjust base; Superior Court to rule on plaintiff award
 - Plaintiffs are seeking \$320 M annual increase in K-12 funding – reflects foregone inflation in FY '09-'13, but excludes retroactive payments

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What Are Risks in Forecast?

- Standard risks like unknown events and international economics
- Will Federal Reserve Board successfully “taper” its purchase of bonds without economic disruption?
- With 2-year budget agreement, federal fiscal policy poses less risk – but 2 exceptions
 - Annual federal tax reduction “extender” bill in limbo
 - Prior defense sequester cuts not yet fully implemented

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Revenue Overview

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Key Economic Measures

- Current Arizona Status Compared to Last Year

	February '13	February '14
Annual Jobs Added 10-yr Average = 71,900	56,600	47,900
Pending Maricopa Foreclosures Pre Recession Normal = 3,000	10,000	5,400
Arizona Annual Single Family Permits Pre Recession Normal = 30,000-40,000	16,500	18,200
Arizona Underwater Mortgages	35%	22%

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Arizona Forecasters vs. Other Western States

Blue Chip Forecast – CY '14 % Personal Income Growth

Texas	5.7%
Utah	5.5%
Colorado	5.2%
Arizona	5.0%
California	5.0%
Oregon	4.8%
Washington	4.8%
Idaho	4.7%
Wyoming	4.3%
Montana	4.0%
New Mexico	3.7%
Nevada	3.3%

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March Year-to-Date Growth Rate is 4.4% *

- \$40 M Above January Forecast

	% Change over Prior Year *
Sales Tax (without 1-cent)	5.9%
Individual Income Tax	5.2%
Corporate Income Tax	(10.6)%

- Through February, collections were \$(16) M below forecast
- March gain aided by \$(20) M decline in income tax refunds
- Difficult to interpret income tax data in the midst of tax filing season

* Based on preliminary March numbers

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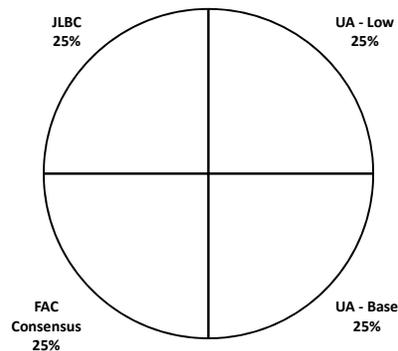
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Where Are We Headed Over the Next Few Years?

- 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 (8% of total) are staff forecast



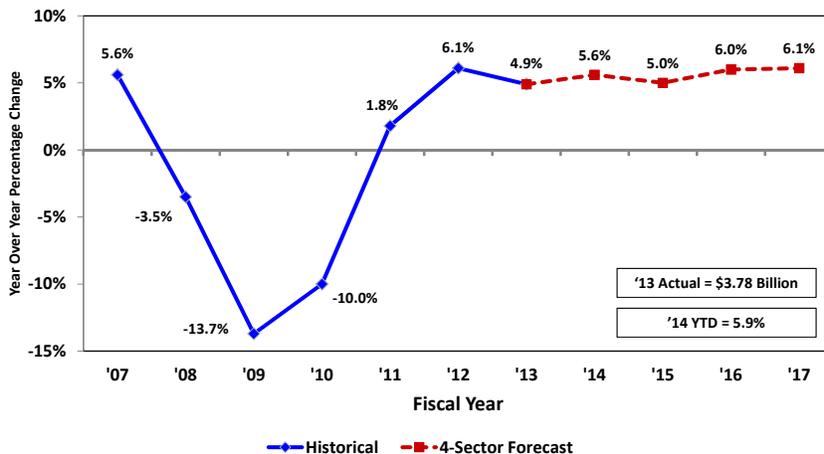
* Includes Big 3 categories of sales tax, individual income and corporate income taxes (see Appendix A)

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Sales Tax

- Projected Growth of 5.6% in FY '14 and 5.0% in FY '15



Percent Change in Base Revenue Excluding Tax Law Changes and 1-Cent Sales Tax

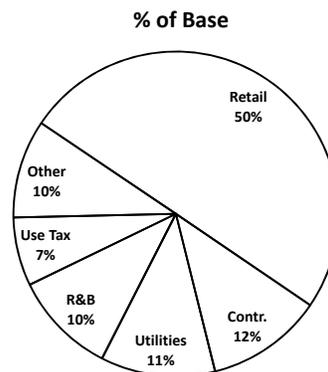
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Retail and Contracting Lead FY '14 Sales Tax Growth

Category	YTD % Increase*
Retail	9.0%
Contracting	15.6%
Utilities	2.3%
Restaurants & Bars	3.5%
Use Tax	(15.0)%
Other	(2.0)%
TOTAL	5.5%

* Through February

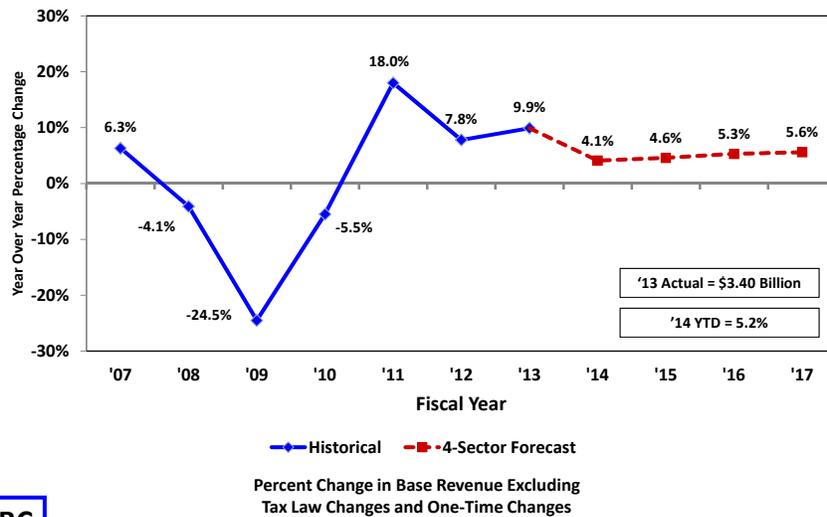


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Individual Income Tax

- Projected Growth of 4.1% in FY '14 and 4.6% in FY '15



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Components of Individual Income Tax Growth

- FY '13 and FY '14 through 3rd Quarter

	FY '13	FY '14 YTD	
Withholding	3.5%	3.5%	□ '14 withholding growth increased to 3.5%, up from 1.7% in January
Payments	16.3%	4.9%	□ '13 payments increased partly due to accelerated capital gains
Refunds	(2.5)%	(1.0)%	□ '14 payments slow as taxpayers realign payments with liability
Net	10.1%	5.2%	□ April/May results could significantly affect payments/refunds

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Analyzing IIT Tax Season Collections

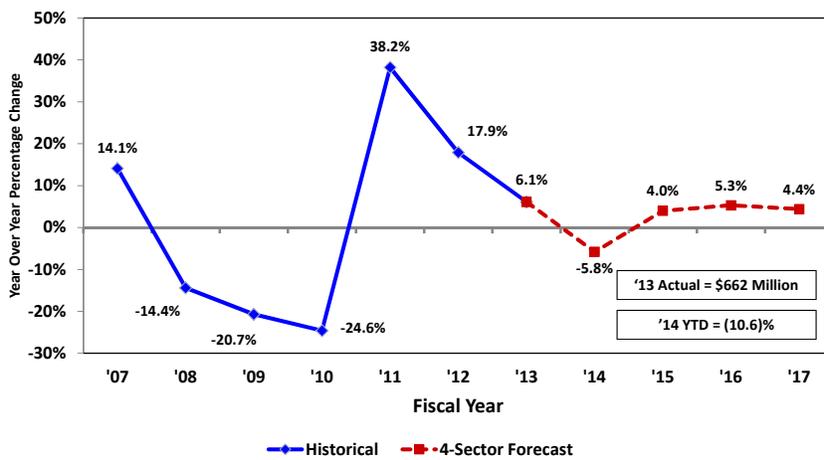
- ❑ Payment collections generally subside after April while refunds slow after mid May
- ❑ Capital gains collections
 - April payments may be a preliminary indicator of one-time nature of FY '13 gains
 - IRS data not released for another 2 years
- ❑ Available credit data does not include use during the current tax season

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Corporate Income Tax

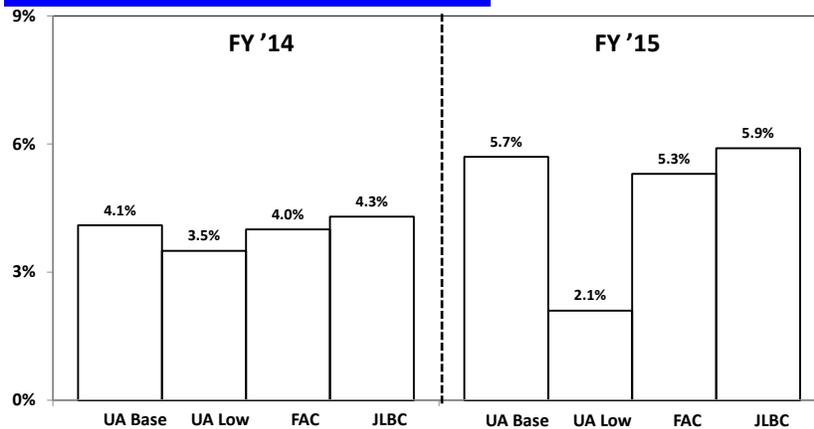
- Projected Change of (5.8)% in FY '14 and 4.0% in FY '15



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Consensus Predicts Base Growth Rate of 3.8% in FY '14 and 5.0% in FY '15*



Details in Appendix A

* After adjusting for small tax categories, the base growth rate is 3.8% in FY '14 and 5.0% in FY '15

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JLBC April Update Retains January FY '14 Growth Rate of 4.3%

- January Baseline forecast FY '14 growth of 4.3%
- Through March, revenues have grown by 4.4% compared to April 4-sector forecast of 3.8%
- Given year-to-date results, April Baseline retains January FY '14 growth rate of 4.3%

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Comparison of January vs. April Long Term Forecast

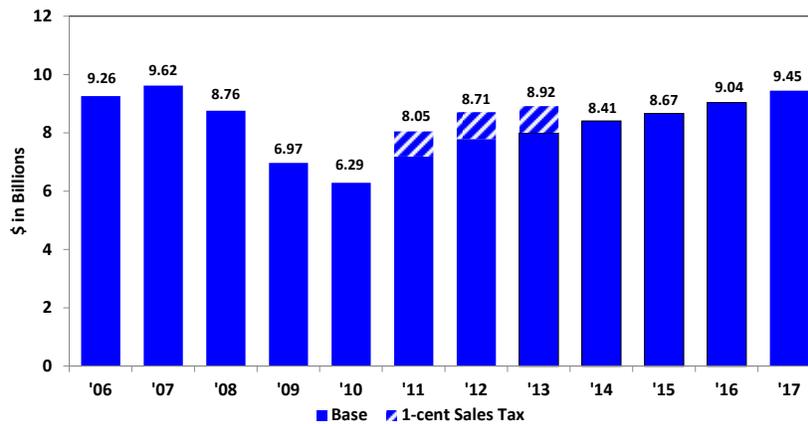
Base Revenue Growth

	'15	'16	'17
January	5.3%	5.2%	5.6%
April	5.0%	5.3%	5.6%

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FY '17 Revenues Approach FY '07 Peak



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

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Projected Ending Balance Estimates

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FY '14 – '17 Conference Budget

	'14	'15	'16	'17	
Balance Forward	\$895 M	\$601 M	\$135 M	\$0	\$(221) M
Revenues	\$8.6 B	\$8.8 B	\$9.1 B	\$9.5 B	
Spending	\$8.9 B	\$9.2 B	\$9.4 B	\$9.7 B	
Ending Balance	\$601 M	\$135 M	\$(221) M	\$(256) M	\$(478) M

- Conference Budget based on January forecast
- Assumes no spending above Baseline in FY '16 and FY '17
- Excludes impact of K-12 inflation court ruling – could increase annual shortfall by \$(320)M in each year
- \$460 M Rainy Day Fund available to offset shortfalls

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Projected Ending Balance

- Impact of April Forecast on Conference Budget

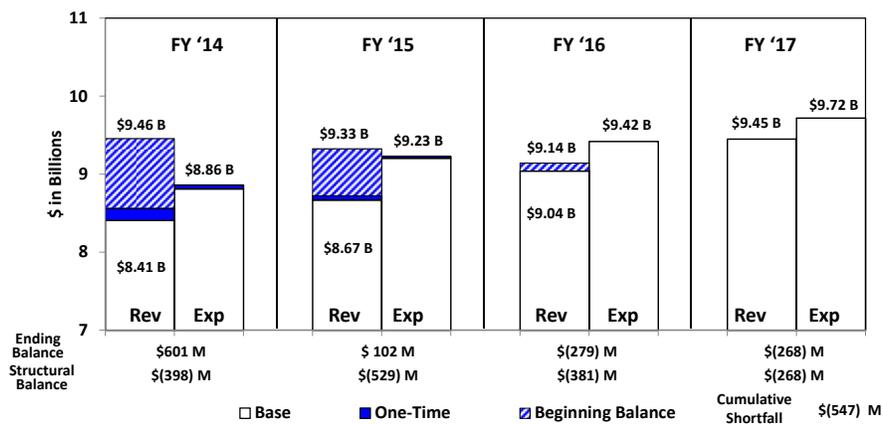
	'14	'15	'16	'17
January Forecast	\$601 M	\$135 M	\$(221) M	\$(478) M
April Forecast	\$601 M	\$102 M	\$(279) M	\$(547) M

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FY'14 – '17 Revenues Compared to Expenditures

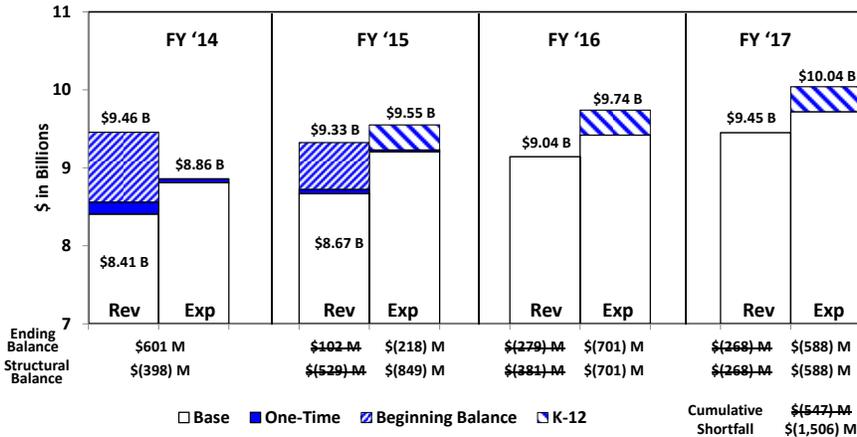
- Conference Budget with April Revenues



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Adjusted Conference Budget For Both April Revenues and K-12 Inflation



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Appendix A: April 2014 4-Sector Forecast

	FY 2014	FY 2015	FY 2016	FY 2017
Sales Tax				
JLBC Forecast	5.9%	5.7%	5.9%	5.8%
UA – Low	5.1%	2.2%	5.0%	5.6%
UA – Base	5.8%	6.2%	7.4%	7.3%
FAC	5.5%	5.8%	5.5%	5.7%
Average:	5.6%	5.0%	6.0%	6.1%
Individual Income Tax				
JLBC Forecast	4.7%	6.1%	6.2%	6.1%
UA – Low	3.2%	1.6%	3.5%	5.0%
UA – Base	3.8%	4.8%	5.8%	5.9%
FAC	4.7%	5.9%	5.2%	5.3%
Average:	4.1%	4.6%	5.2%	5.6%
Corporate Income Tax				
JLBC Forecast	(7.0)%	6.0%	4.1%	5.5%
UA – Low	(4.1)%	4.1%	4.7%	0.3%
UA – Base	(4.1)%	7.9%	9.9%	7.2%
FAC	(7.8)%	(1.1)%	1.8%	4.5%
Average:	(5.8)%	4.3%	5.3%	4.4%
JLBC Weighted Average	4.3%	5.9%	5.9%	5.9%
UA Low Weighted Average	3.5%	2.1%	4.3%	5.0%
UA Base Weighted Average	4.1%	5.7%	6.9%	6.7%
FAC Consensus Weighted Average	4.0%	5.3%	5.2%	5.5%
"Big-3" Weighted Average	4.0%	4.8%	5.6%	5.8%
Consensus Weighted Average*	3.8%	5.0%	5.3%	5.6%
Adjusted Consensus Weighted Average**	3.1%	3.5%	4.0%	4.4%
* Adjusted for small revenue categories				
** Adjusted for tax law changes				

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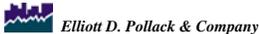
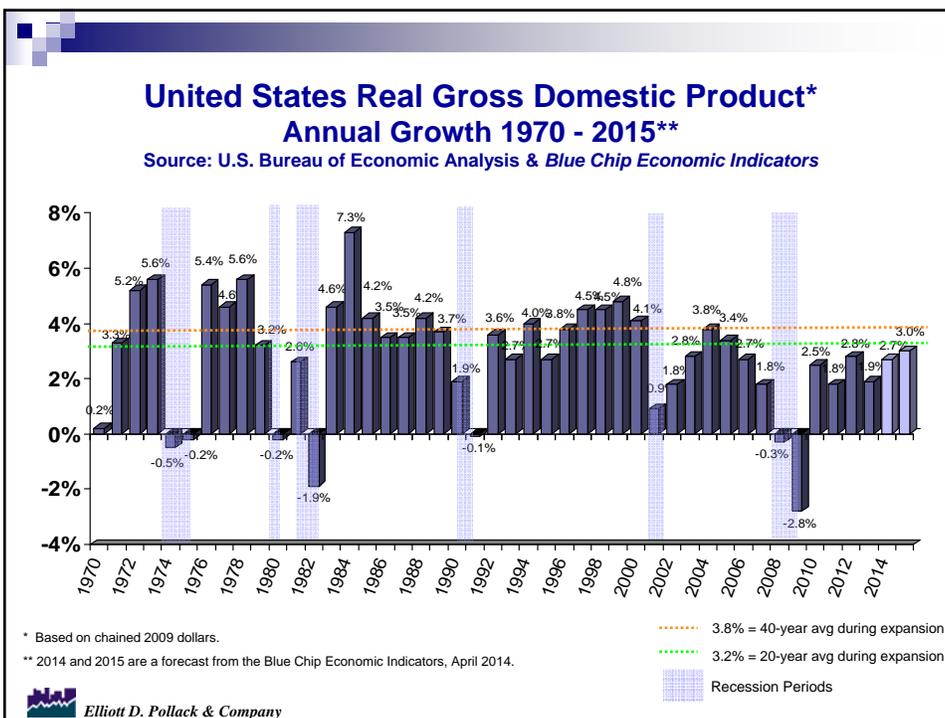


Economic Update

Finance Advisory Committee
Joint Legislative Budget Committee

April 10th, 2014

Presented By:
Elliott D. Pollack
CEO, Elliott D. Pollack & Company

Good News –

The recovery should continue because there are no significant imbalances.



Overall

- No irrational exuberance

Consumers

- Debt burden low
- Net worth improved
- Real income growth
- Liquidity improving
- Inflation low

Business

- No excess inventory
- No capacity issues
- Dollar not overly strong

Government

- No longer a drag on economy
- Fed policy still expansive

Housing

- Prices up but only as a rebound

NATIONAL ECONOMY –

**Continued subpar growth.
But, recovery should continue
and growth should accelerate.**

No Acceleration to Income



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- **70s, 80s, early 90s** – rapid increase in household formation.
- **90s** – huge increase in stock market.
- **96 – 2005** – rapid increase in housing prices and big jump in housing based credit.

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■ NOW - ????????

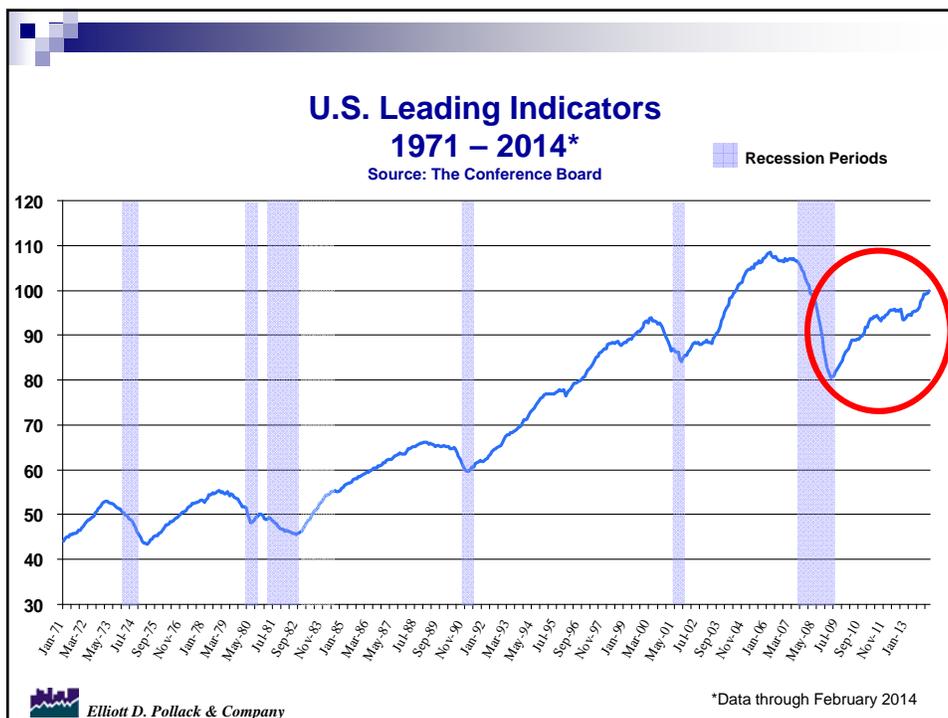
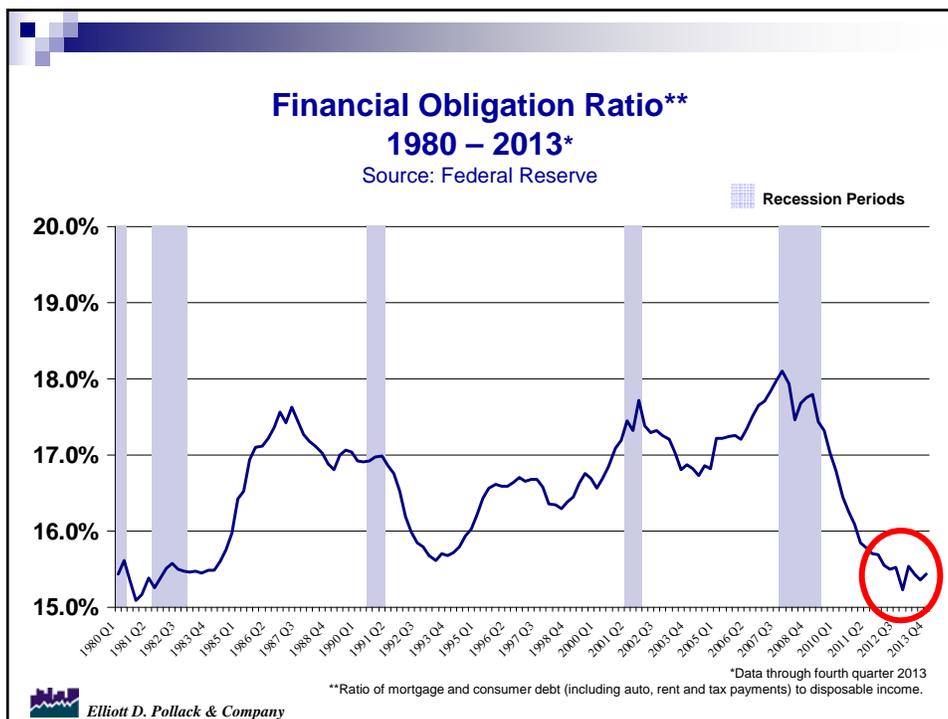
- Stock market up, but not much from 2007 highs.
- Housing prices still way off peak.
- Revolving credit still flat.
- Participation rates declining.
- 13.3% of homes still underwater.

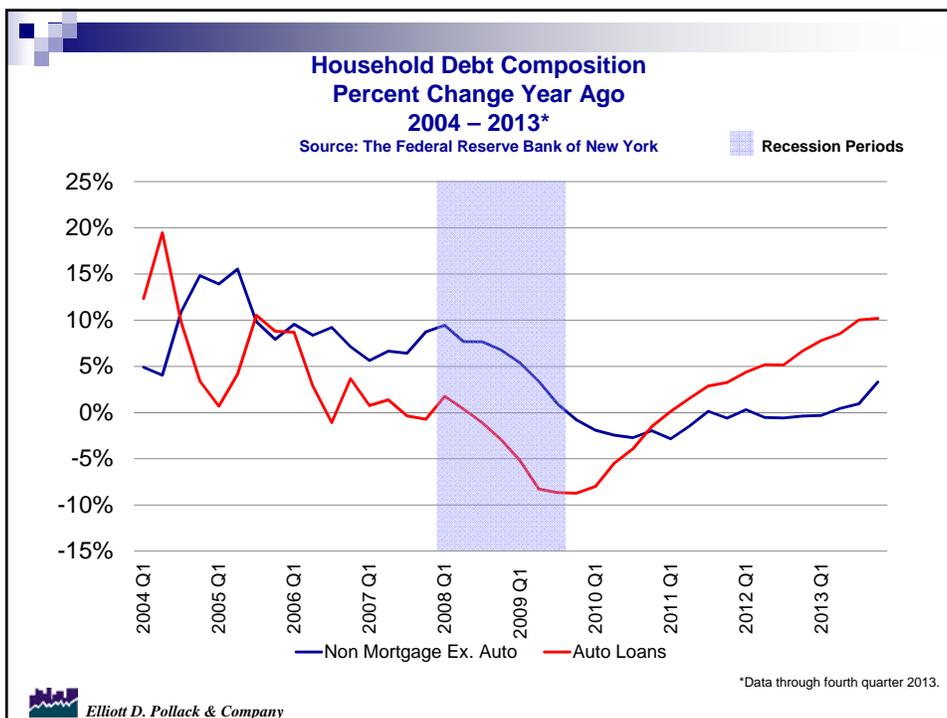
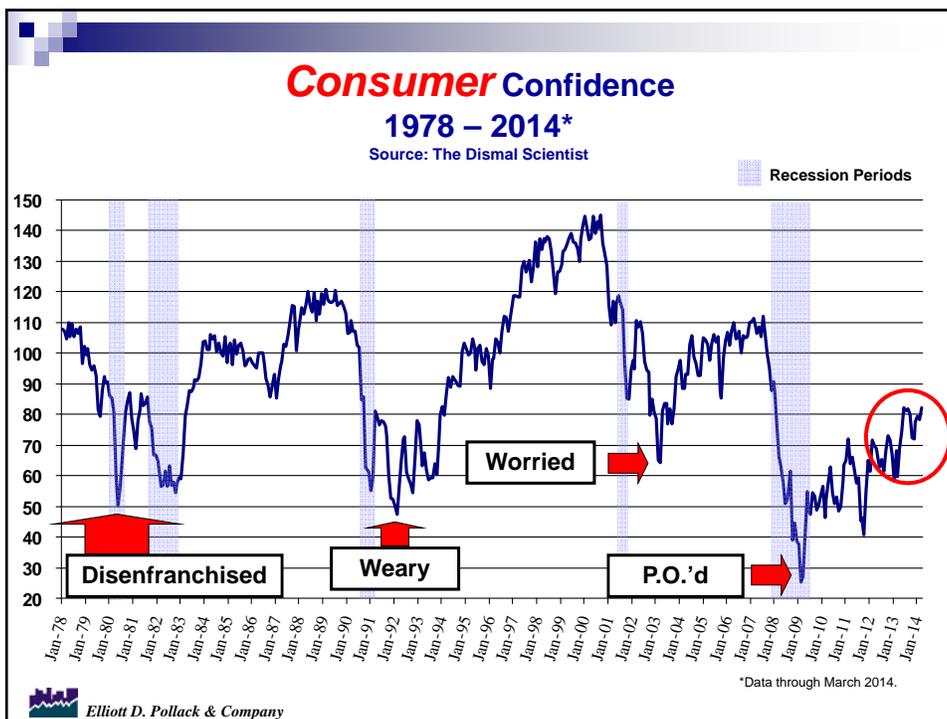
Bottom Line

Slower Long Term Growth

Consumers





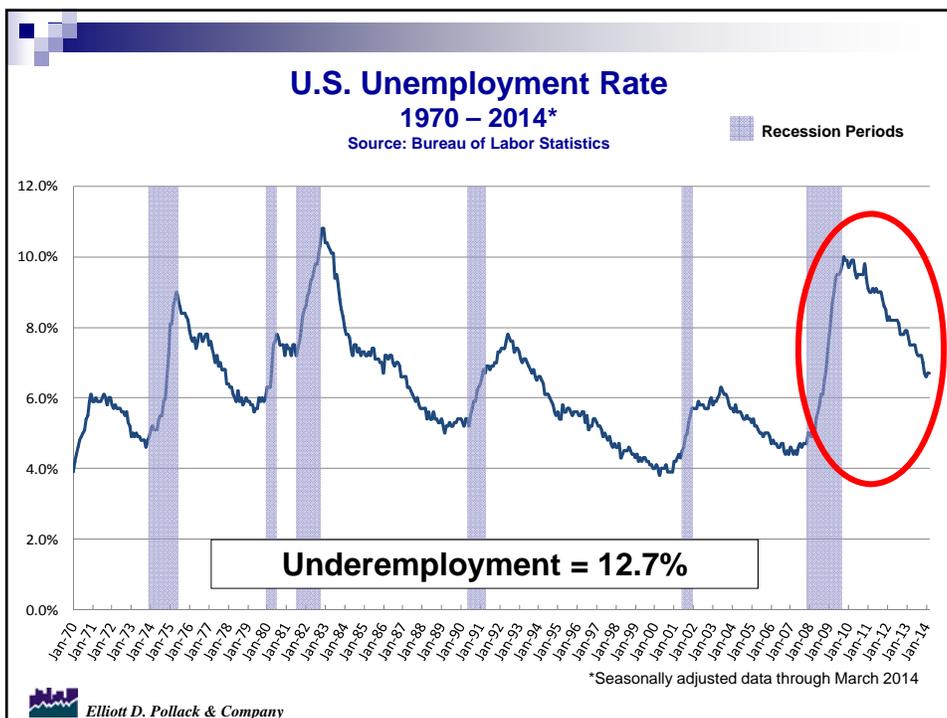
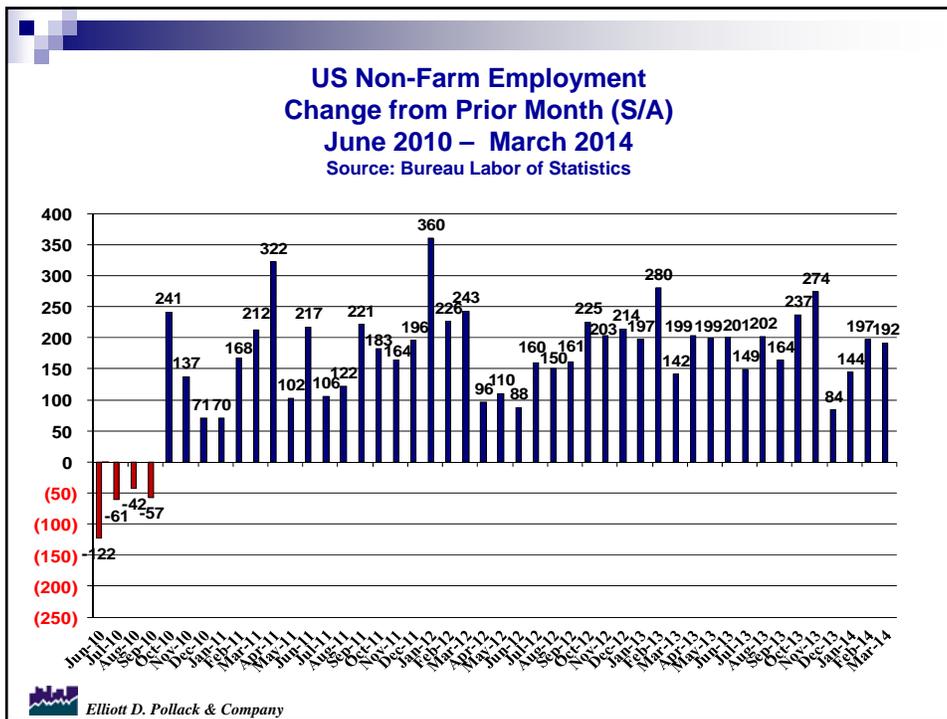


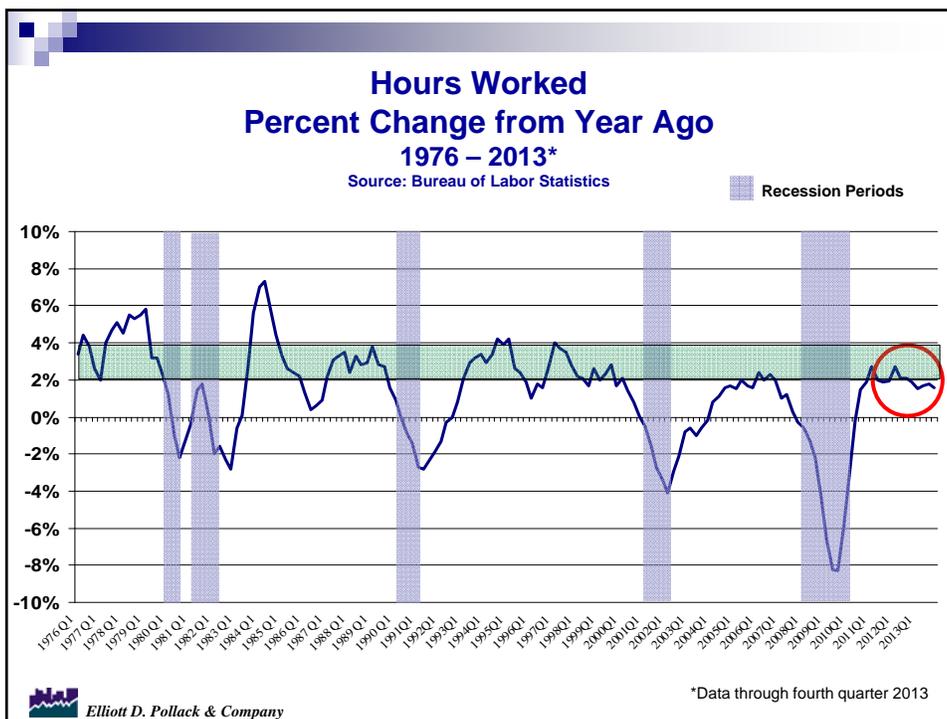
Average Age of Auto Fleet (all light vehicles)

- 2013 – 11.4 years
- 2010 – 10.6 years
- 2005 – 9.5 years
- 2000 – 8.9 years
- 1995 – 8.4 years

Time to replace the autos...







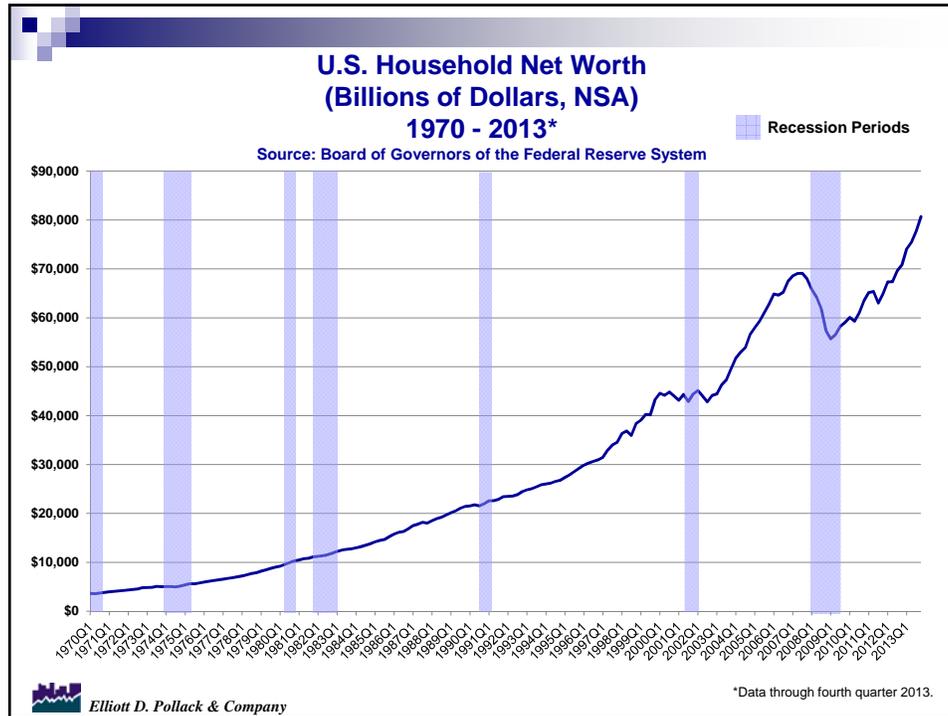
WEALTH EFFECT



Housing prices are up from a year ago.

Stock market is up from a year ago.

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Consumer Summary:

- **Jobs are being created** at a slow rate.
- Those that have jobs are **spending a little more** but will remain cautious.
- Unemployment to remain high, but should trend lower.
- Wealth levels are improving.

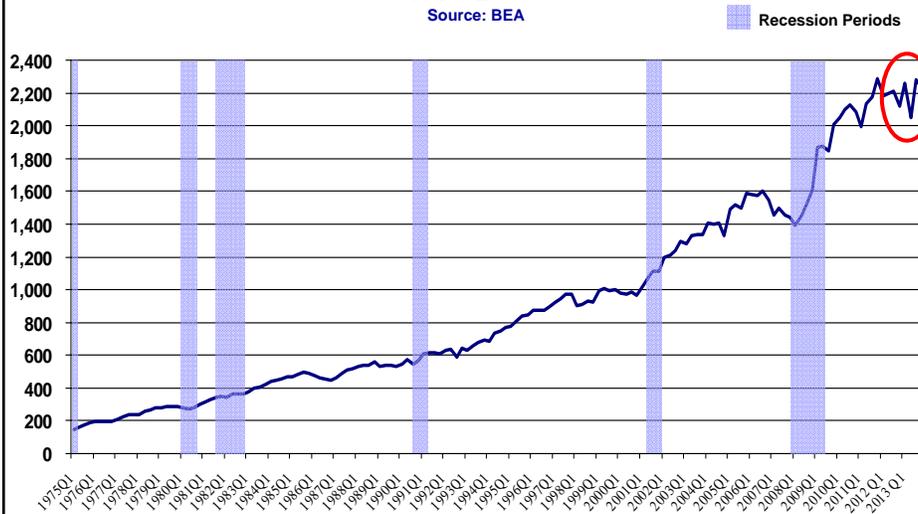
Business



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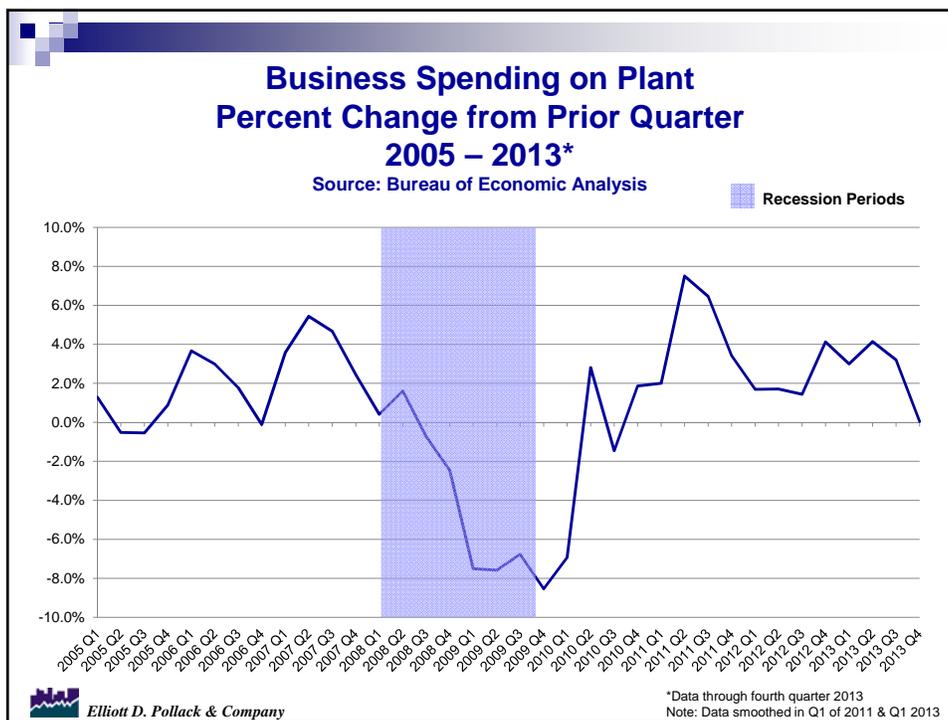
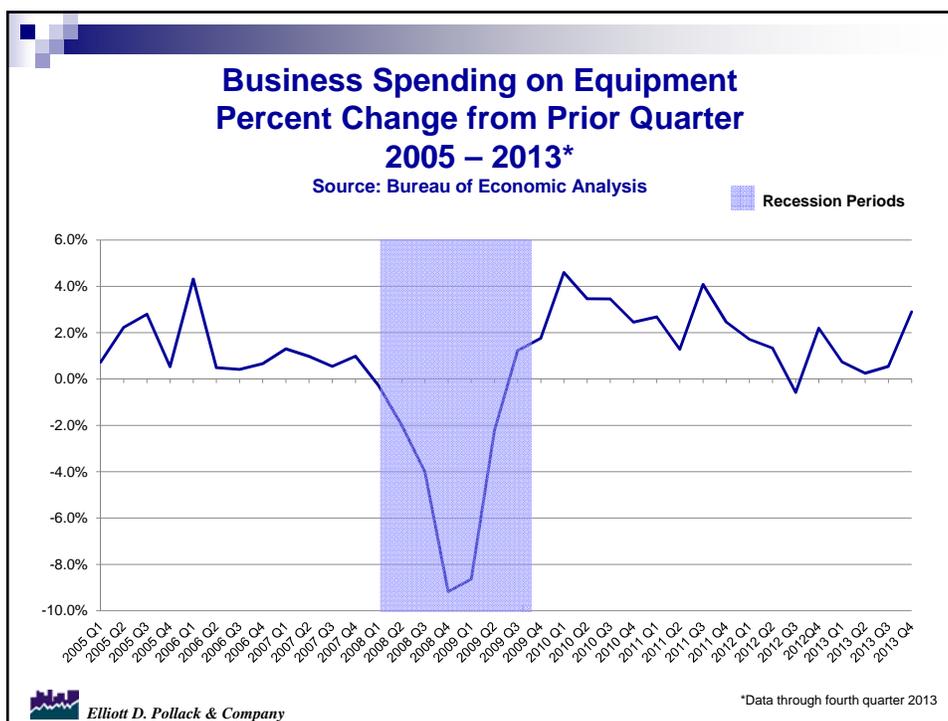
Corporate Net Cash Flow (Billions of Dollars, SA) 1975-2013*

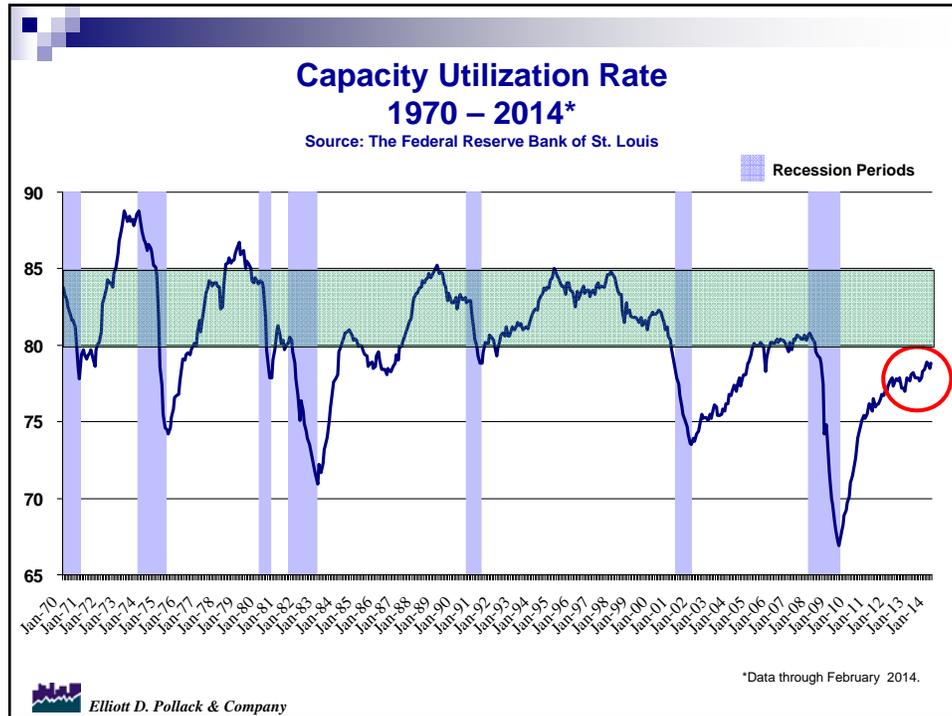
Source: BEA



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*Data through fourth quarter 2013.





Business Summary:

- Businesses are in better shape.
- Spending on equipment to continue to grow.
- Spending on plant will lag until capacity utilization goes higher...getting close.
- Employment to continue to grow.

Government

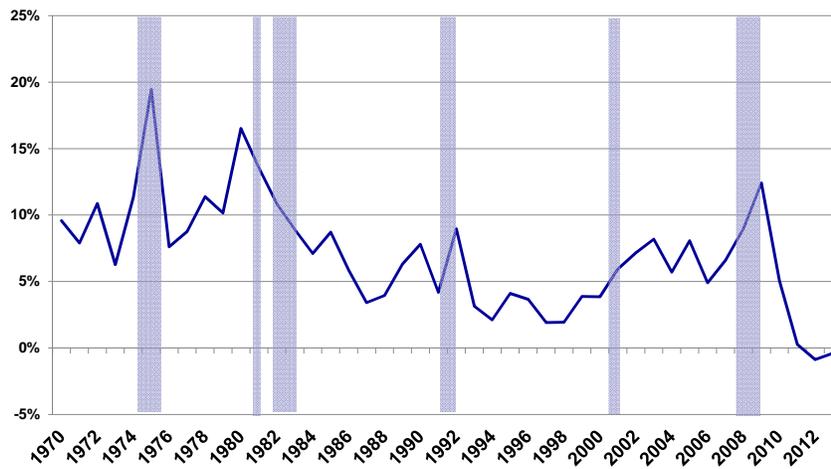


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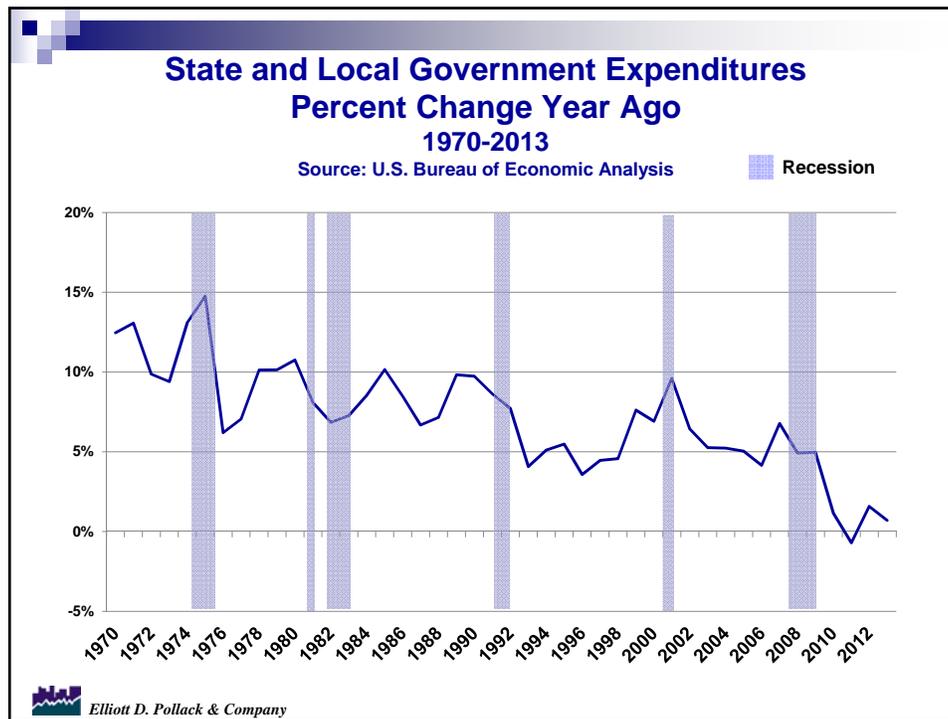
Federal Government Expenditures Percent Change Year Ago 1970-2013

Source: U.S. Bureau of Economic Analysis

 Recession



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Government Summary:

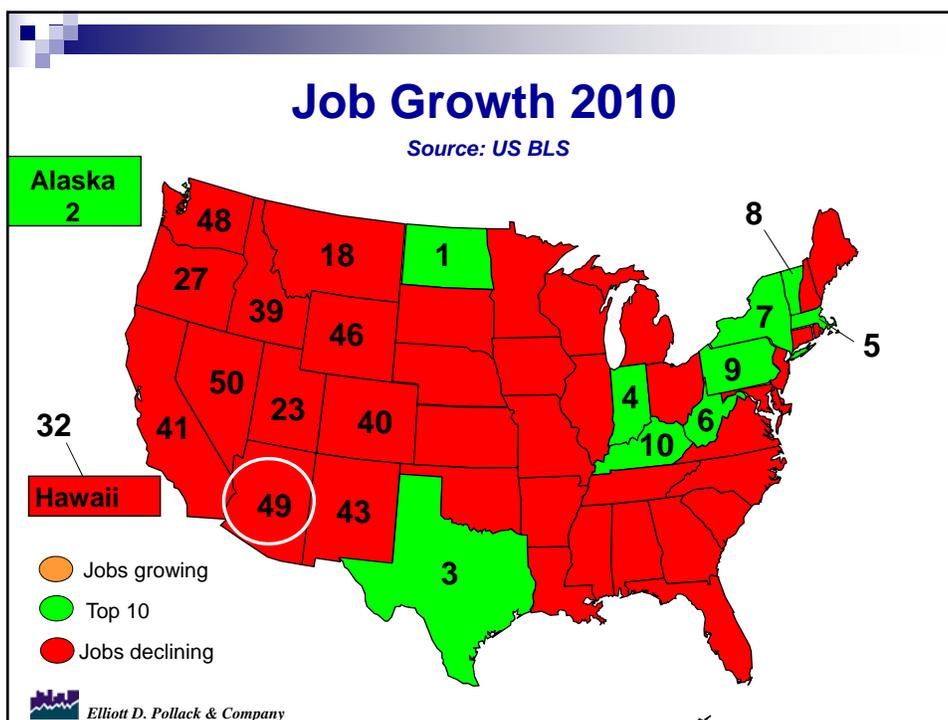
- Government no longer a drag on economy in terms of GDP.
- Most major issues still ahead of US.

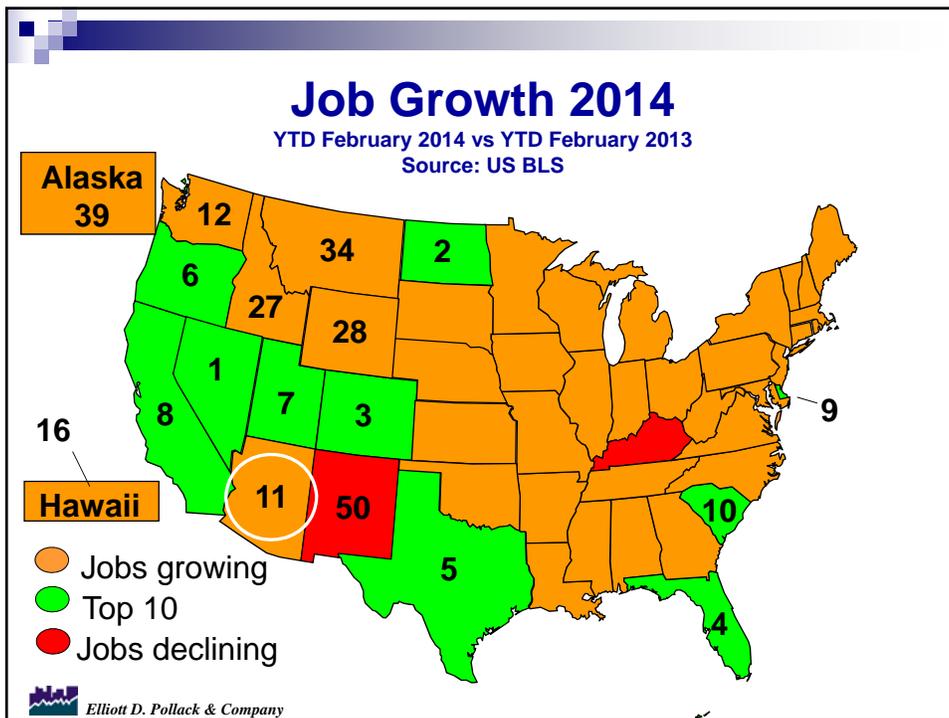
NATIONAL SUMMARY

- No major imbalances
- Consumer income growth to continue to be slow - but likely to continue
- Housing recovery likely to continue
- Business in good shape
- Federal government still creating uncertainties
- Government no longer a big drag on GDP

Arizona







Phoenix-Mesa Employment Growth

(Ranking among all metro areas greater than 1,000,000)
Source: Arizona State University, U.S. Bureau of Labor Statistics

Year	Rank	# MSA's	Year	Rank	# MSA's
1991	4	19	2003	3	25
1992	4	19	2004	3	25
1993	2	19	2005	1	26
1994	1	19	2006	1	27
1995	1	20	2007	9	28
1996	1	21	2008	24	28
1997	1	22	2009	23	24
1998	1	23	2010	23	23
1999	3	24	2011	14	25
2000	9	25	2012	9	27
2001	7	26	2013	7	28
2002	5	25	2014*	9	27

*YTD February 2014 vs. YTD February 2013

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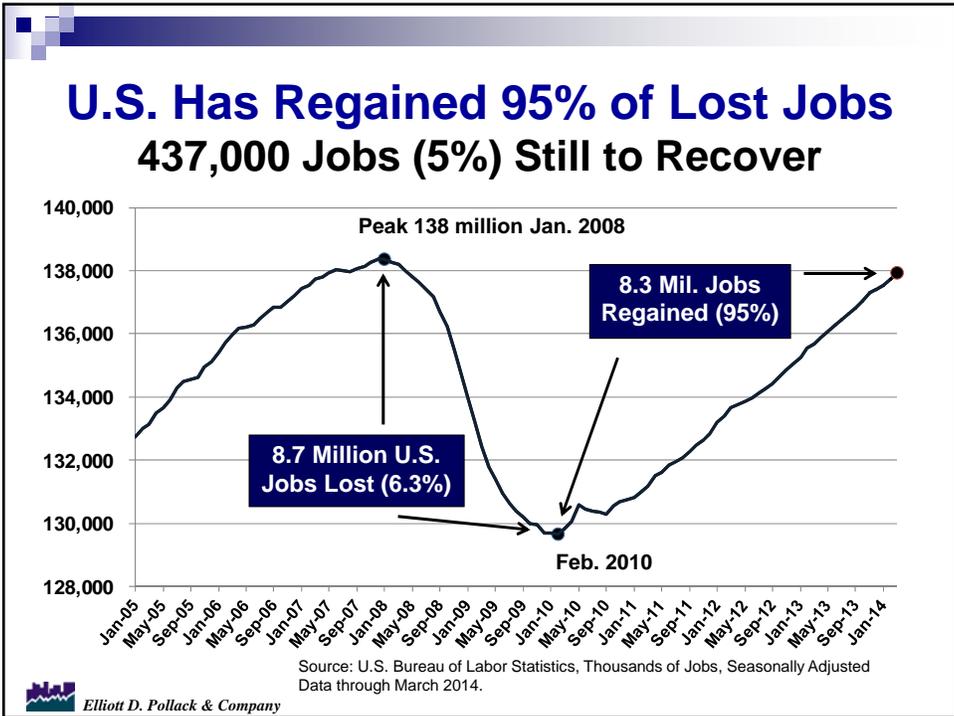
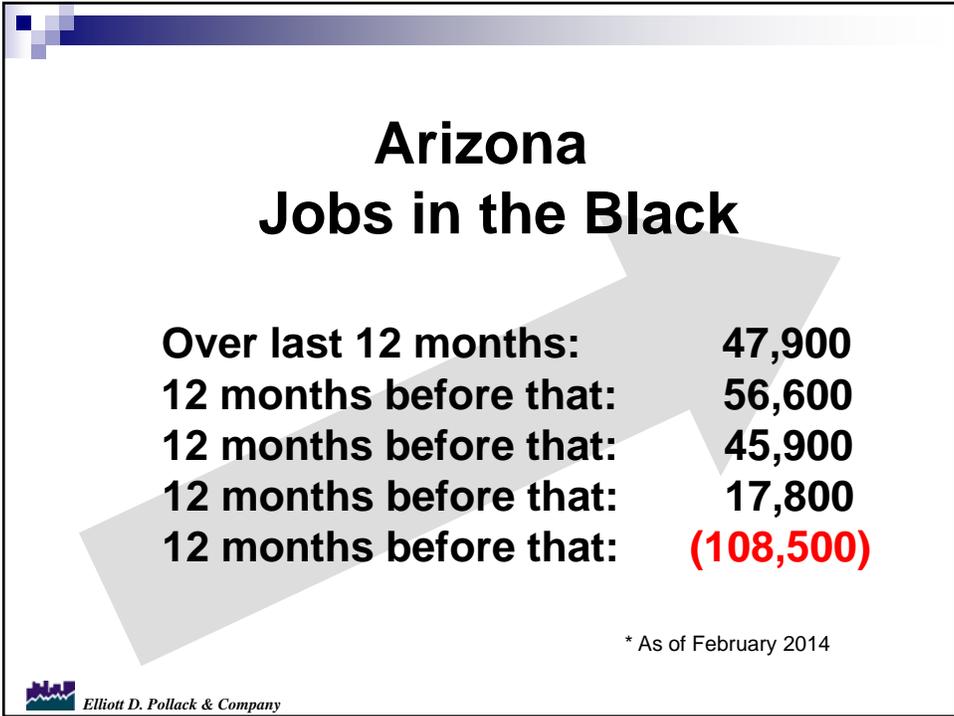
Arizona Employment*

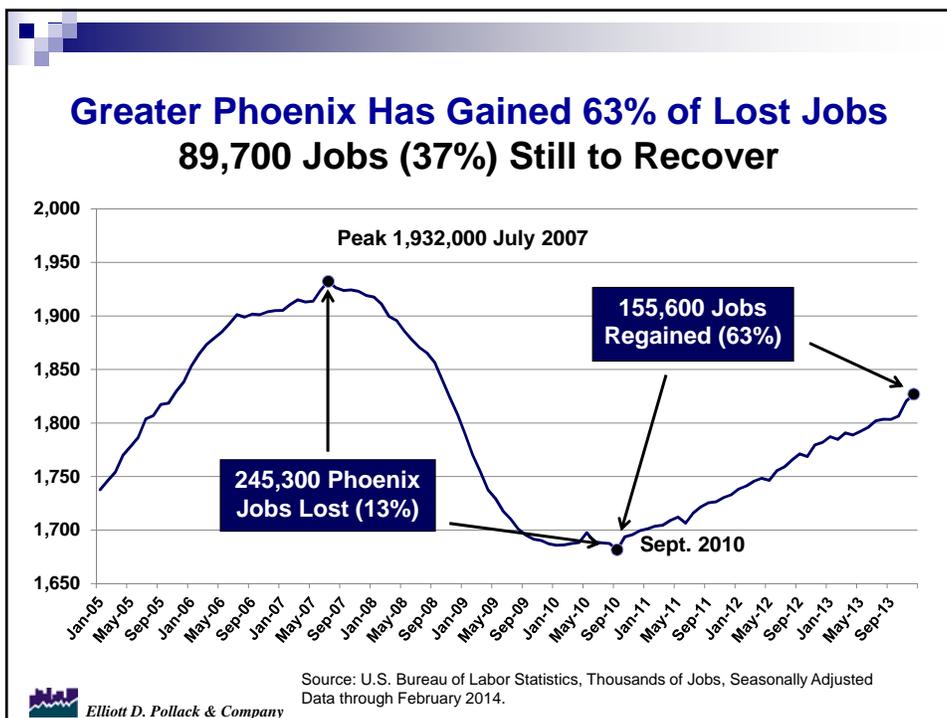
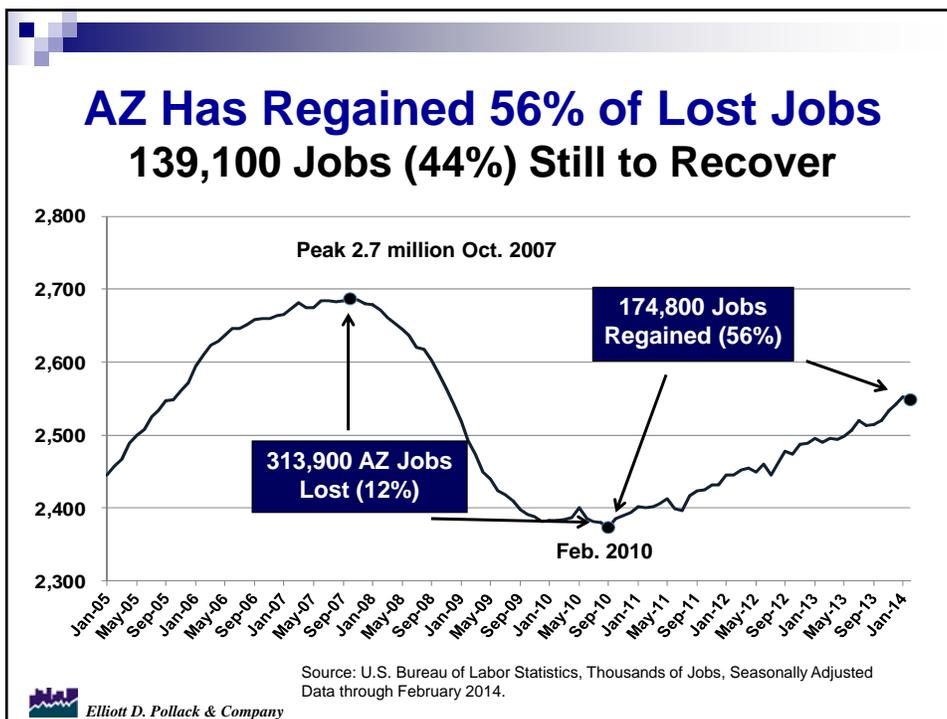
Source: ADOA

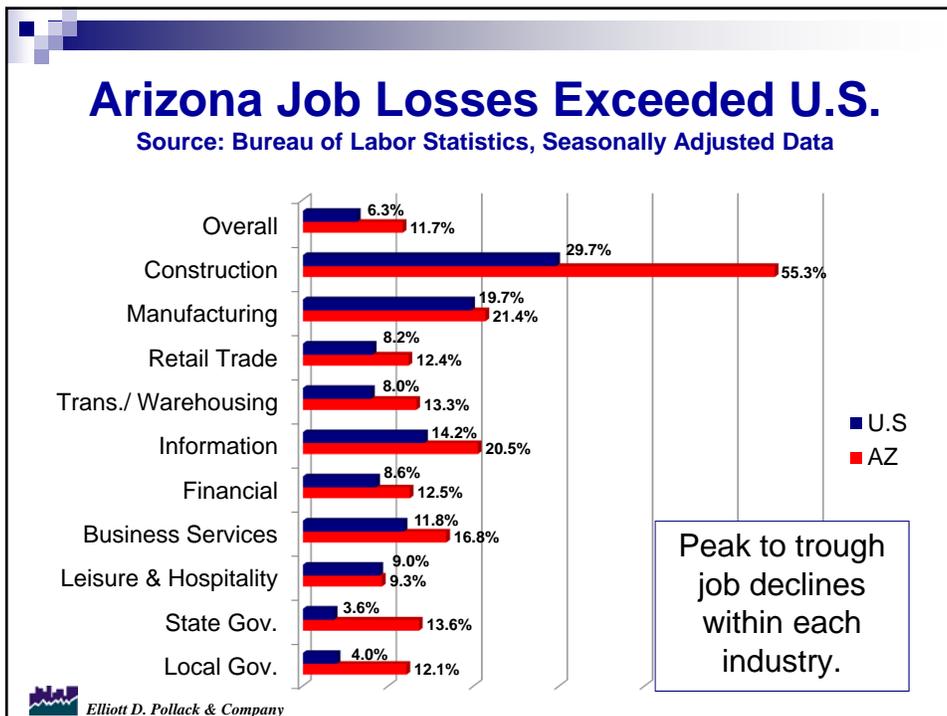
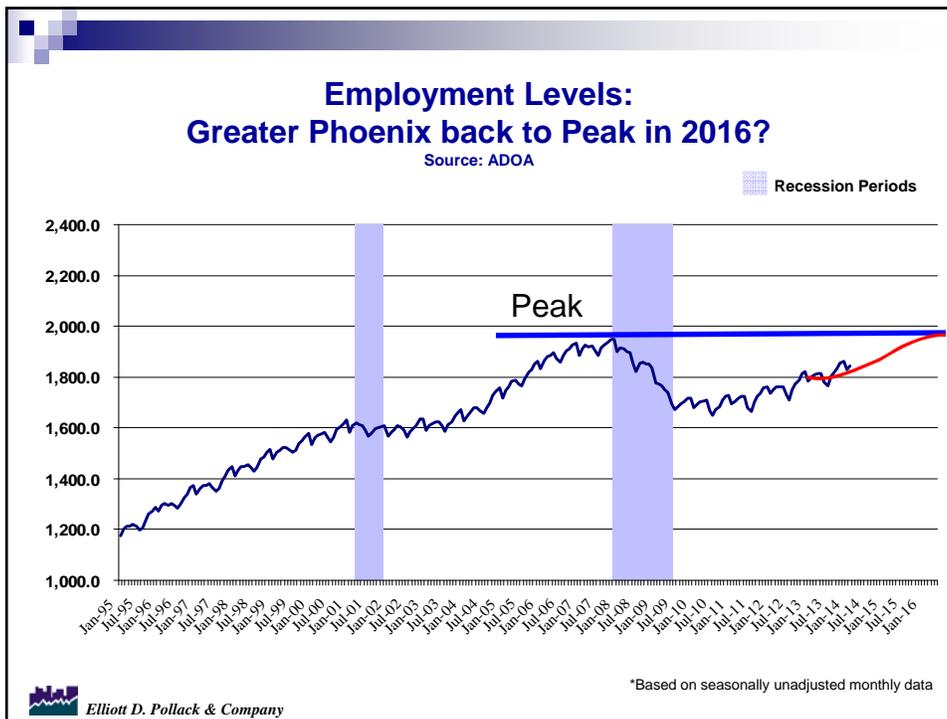
<u>Sectors in Decline</u>	<u>Net Change</u>	<u>% Change</u>	<u>Sectors Improving</u>	<u>Net Change</u>	<u>% Change</u>
Other Services	-1,700	-1.9%	Education & Health Services	12,600	3.4%
Manufacturing	-1,300	-0.8%	Trade, Transp. & Utilities	10,700	2.3%
Government	-1,200	-0.3%	Financial Activities	9,500	5.2%
			Leisure & Hospitality	9,200	3.4%
			Prof. & Business Services	5,000	1.4%
			Construction	4,800	4.1%
			Information	200	0.5%
			Natural Resources & Mining	100	0.8%

*February 2014/ February 2013

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WHY?

- (1) Significant declines in population flows
- (2) Steeper housing decline

(1). Population Flows

**Since the Recovery
Greater Phoenix has created
155,600 jobs.**

**By Comparison, for the first 42
months of the previous recoveries,
Greater Phoenix created 221,300,
186,400 and 197,400 jobs,
respectively.**

Source: Bureau of Labor Statistics



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**The Greater Phoenix
Unemployment Rate is now 6.7%.**

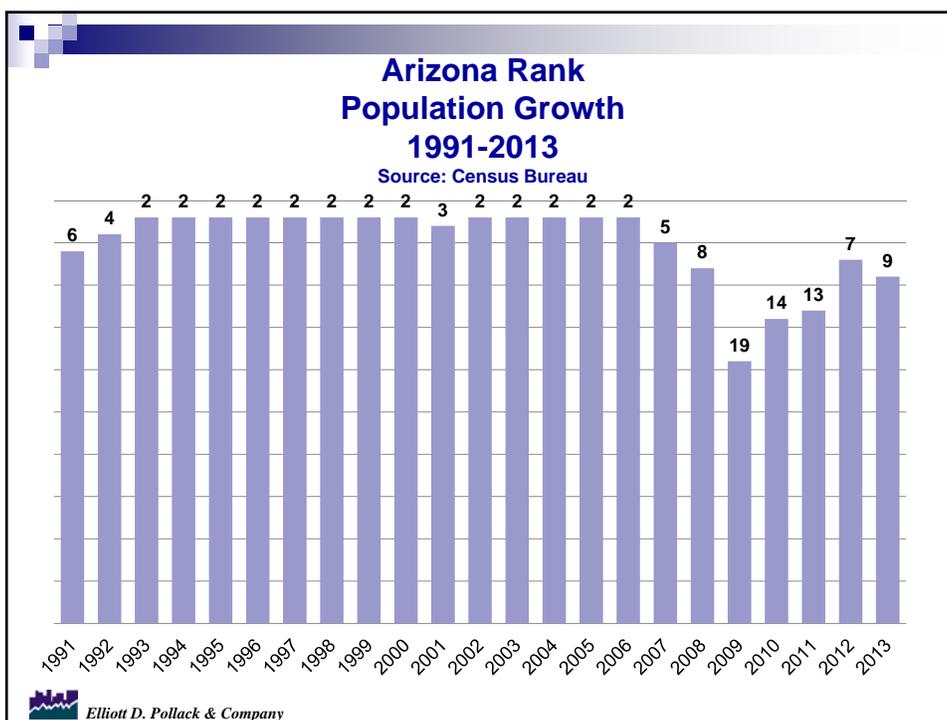
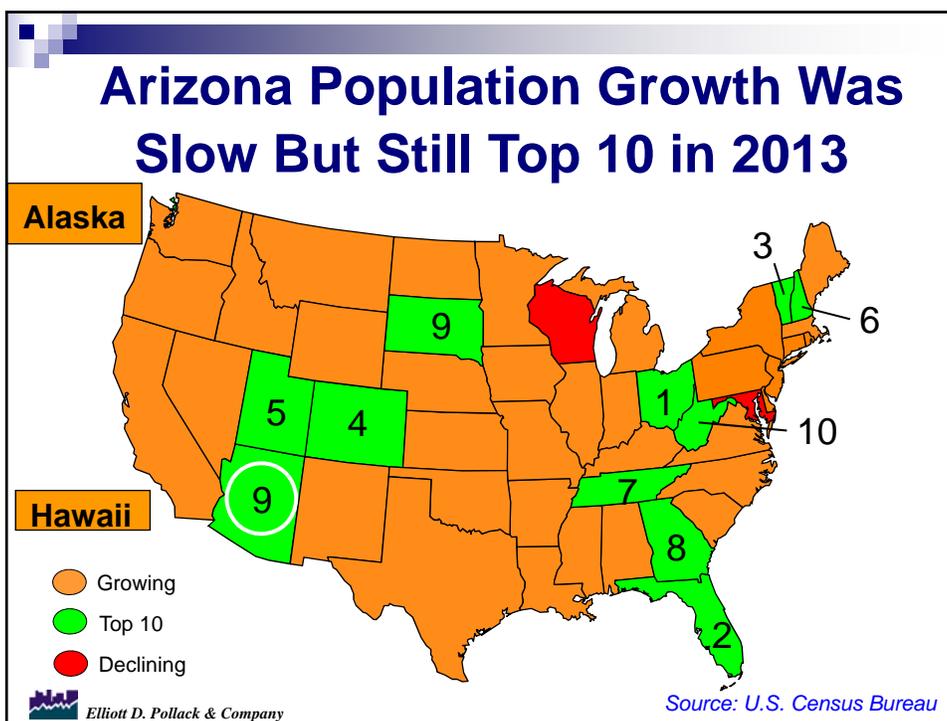
**At the same point in the last three
cycles, it was 5.6%, 3.9%, and 4.1%,
respectively.**

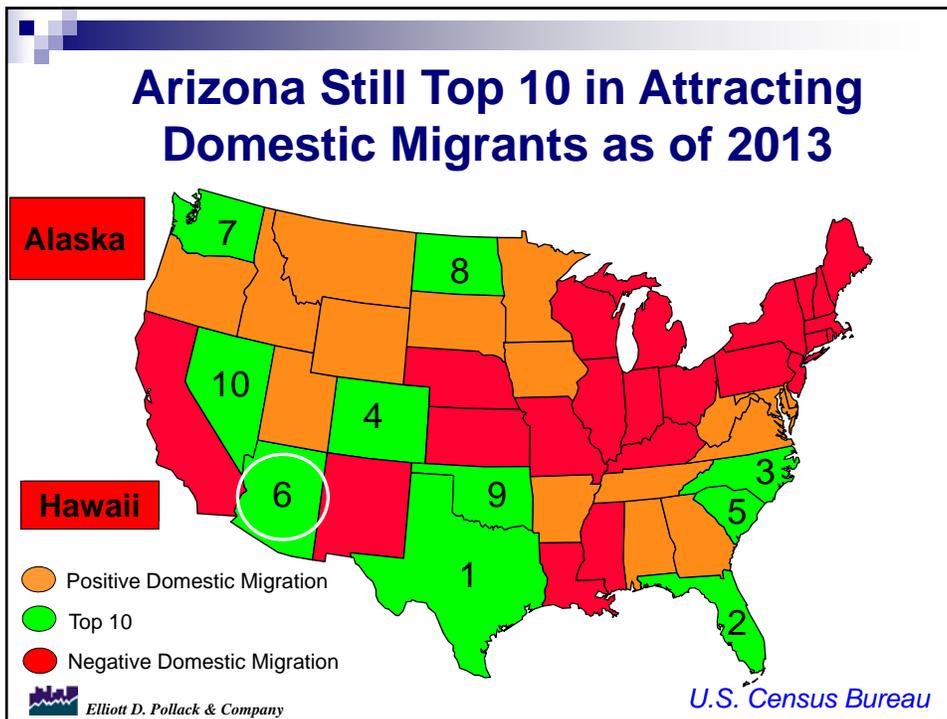
Source: Bureau of Labor Statistics



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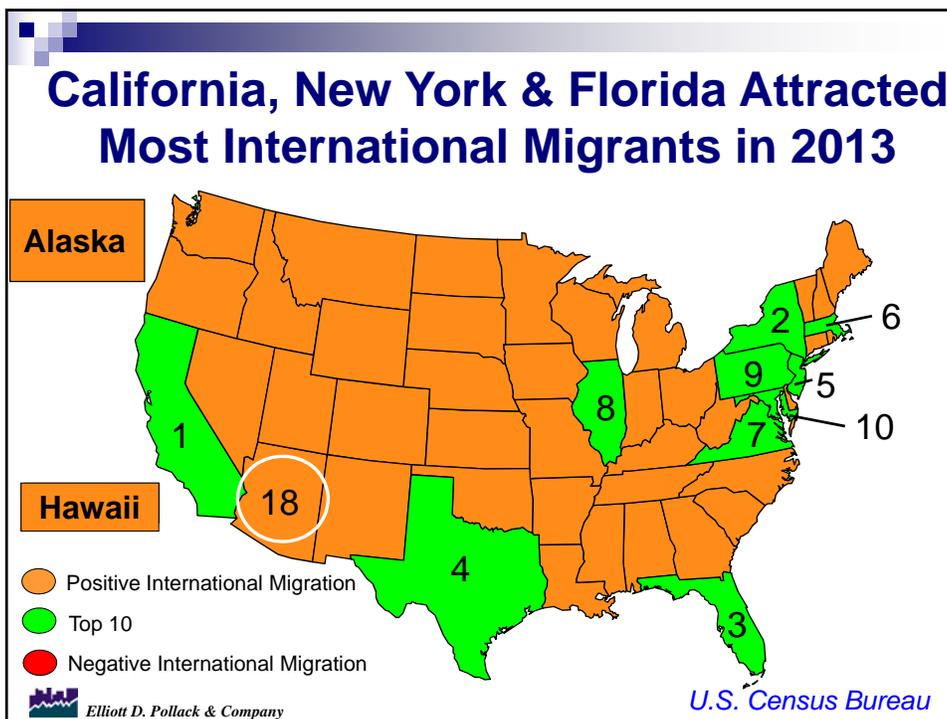
Arizona Domestic Migration Ranking

Source: U.S. Census Bureau

Year	Rank
2005	2
2006	3
2007	4
2008	3
2009	11
2011	12
2012**	3
2013	6

*No data available for 2010
**Pre-revised data

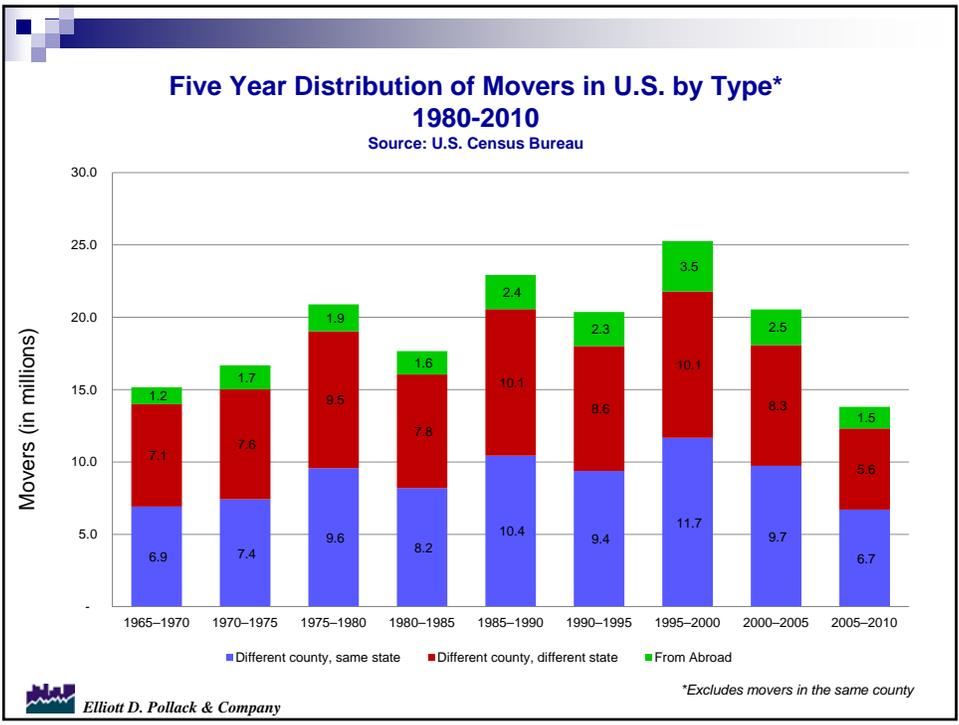
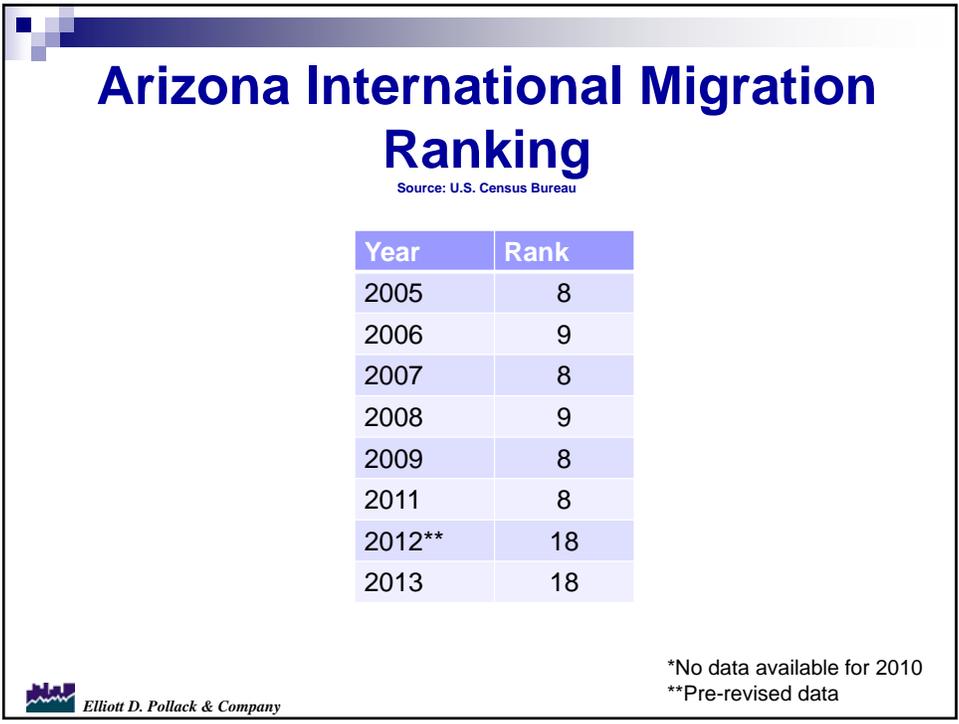
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Nationally, immigration represented over 37% of the total population increase in 2013.

Source: U.S. Census Bureau

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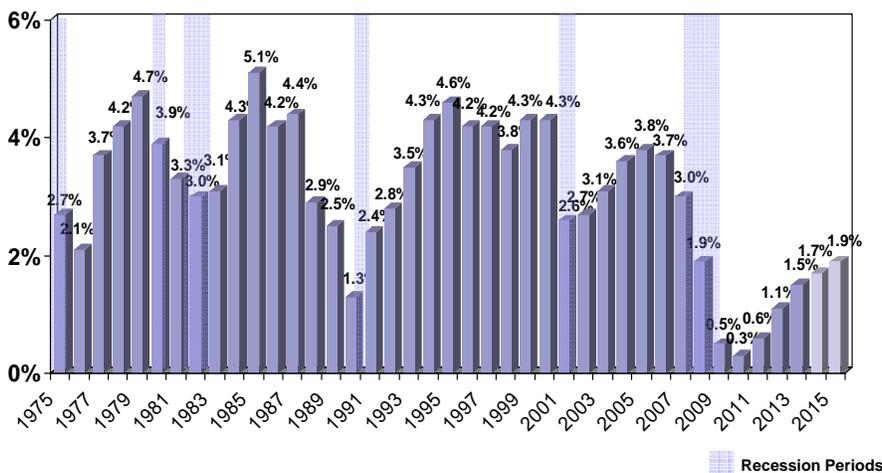


Why did population flows slow?

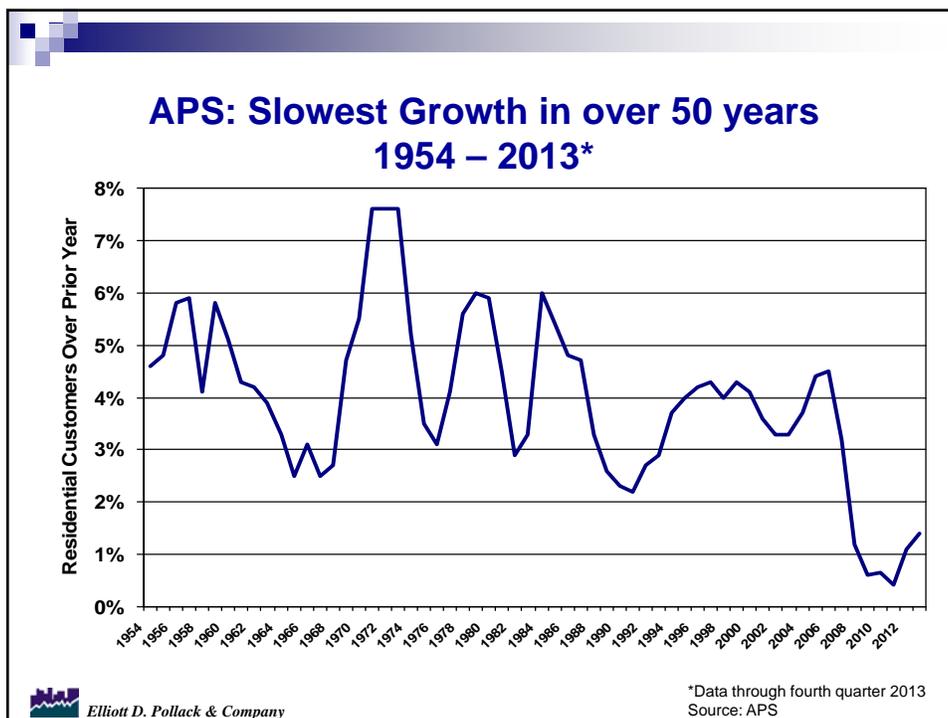
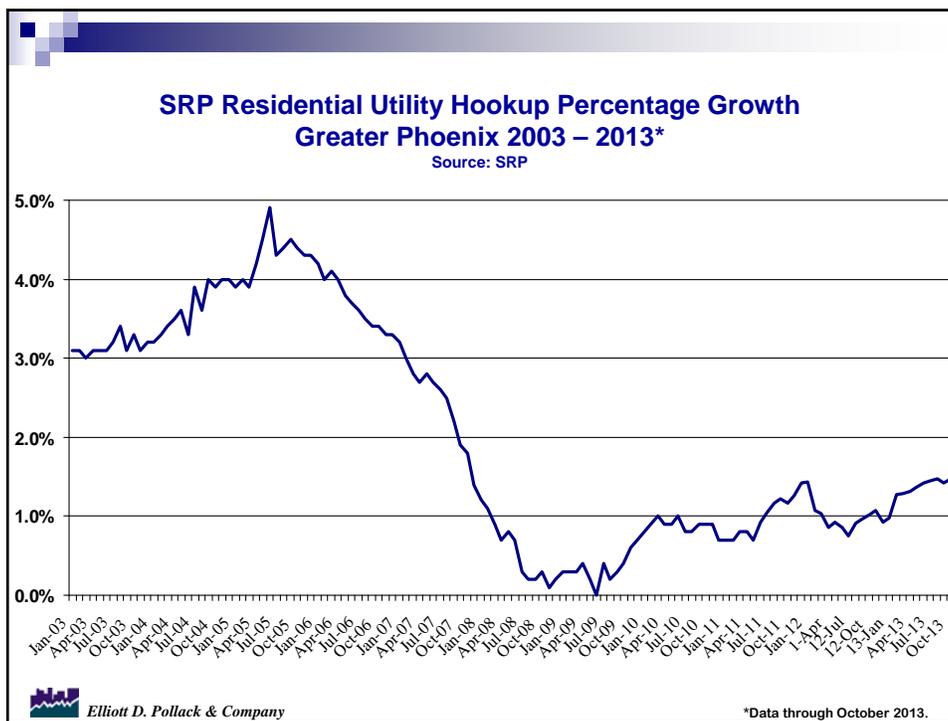
- Slow job growth
- High unemployment
- Delayed retirement
- Difficulty in selling home
- Difficulty in qualifying for a loan
- S.B. 1070

Greater Phoenix Population Annual Percent Change 1975–2015*

Source: Arizona State University & AZ Dept. of Administration



* 2014 & 2015 forecast is from Elliott D. Pollack & Co.



How quickly are population flows going to recover?



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**No one knows,
but not as rapidly
as we would like.**



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(2). Housing



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**Fewer people mean fewer
houses.**



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Greater Phoenix Population

Source: U.S. Bureau of Census; Arizona Department of Administration; University of Arizona Forecasting Project

YEAR	POPULATION	APR
1960	726,183	6.9%
1970	1,039,807	3.7%
1980	1,600,093	4.4%
1990	2,238,498	3.4%
2000	3,251,876	3.8%
2010	4,192,887	2.6%
2015*	4,482,671	1.3%
2020*	5,011,767	1.8%



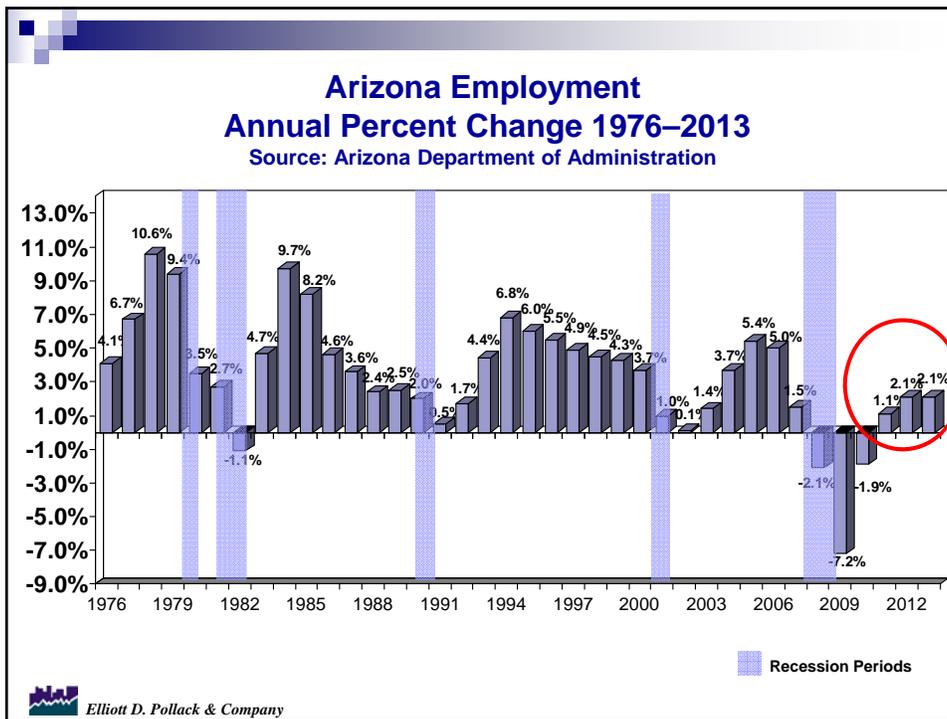
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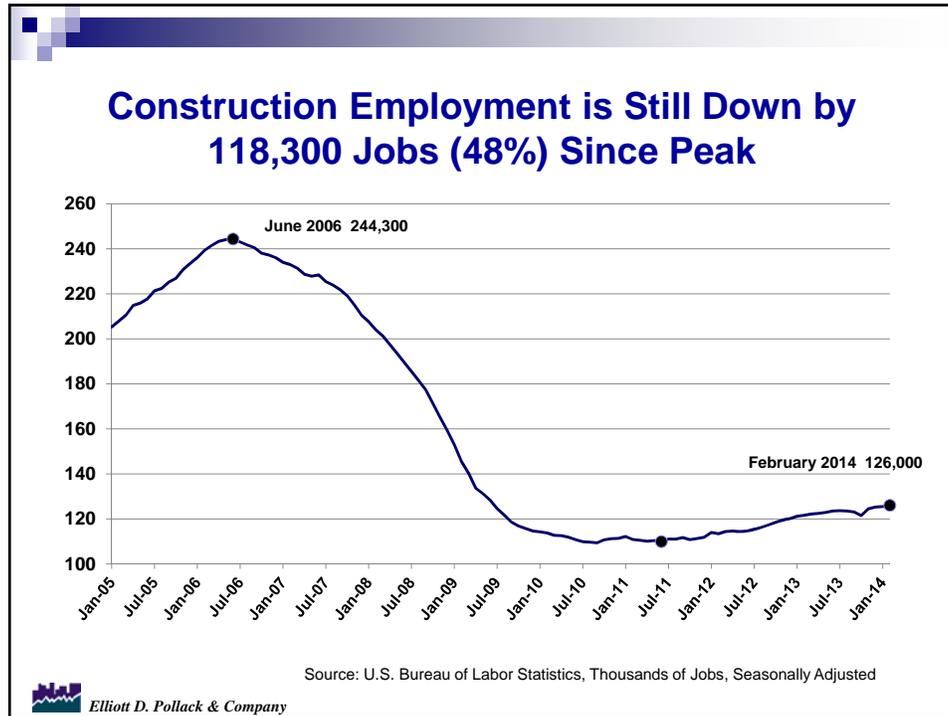
*Forecasts as of 2014 Q1

**If you believe that
population forecast,
it implies an average of
more than 24,000 single family units
will be built each year
from 2015 through 2020.**



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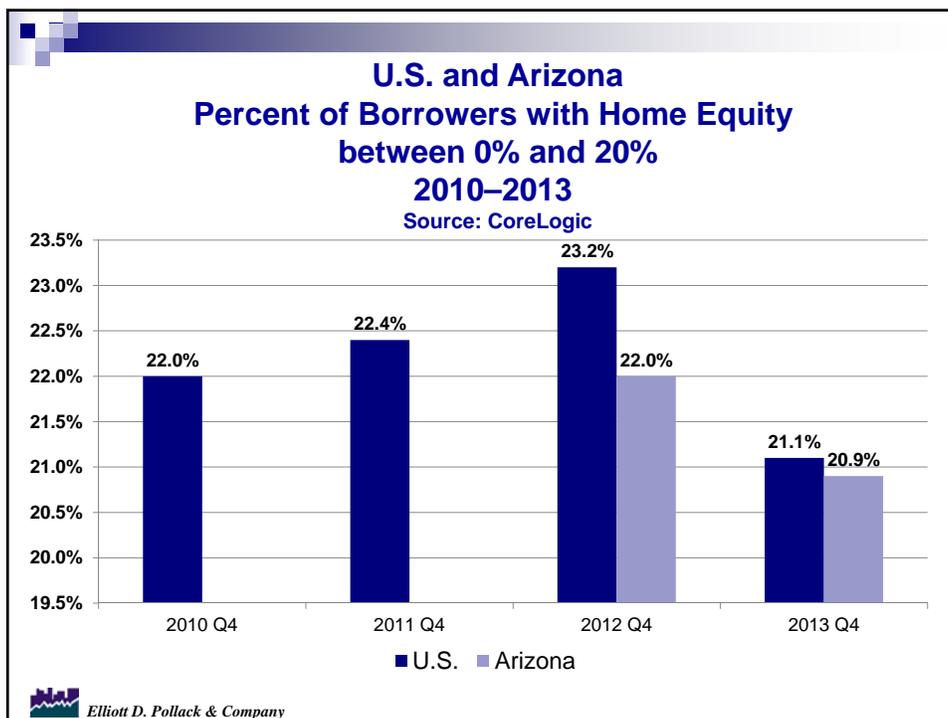
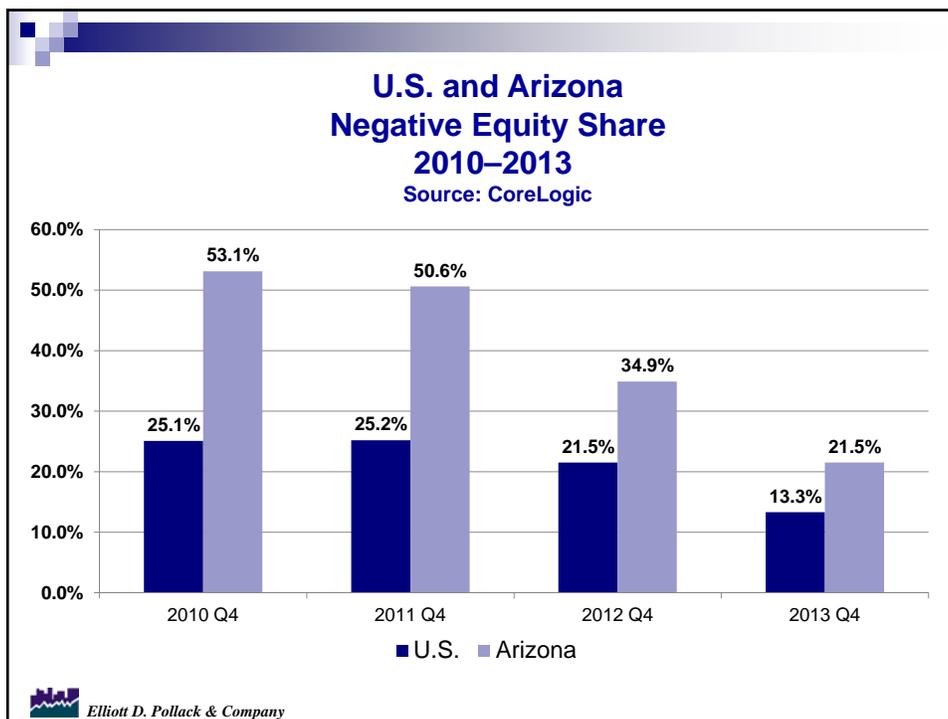
Tougher Qualifications

- (1) Higher down payment**
- (2) Higher FICO score required**
- (3) Lower debt to income ratios**
- (4) Longer lockout period after a foreclosure**
- (5) More Paperwork**

Also

- (1) FHA limit is now \$271,050 versus the previous \$346,250 limit.
- (2) Going from FHA to Conventional (Freddie/Fannie) Loan increases standards
- (3) Dodd-Frank changed the definition of a “qualified” mortgage
 - (3a) Creates tougher underwriting standards
 - (3b) Creates uncertainty that keeps private sector from wanting to enter mortgage market due to increased government scrutiny
- (4) End of Freddie/Fannie could end taxpayer assurance

Negative Equity



Pent-up Demand

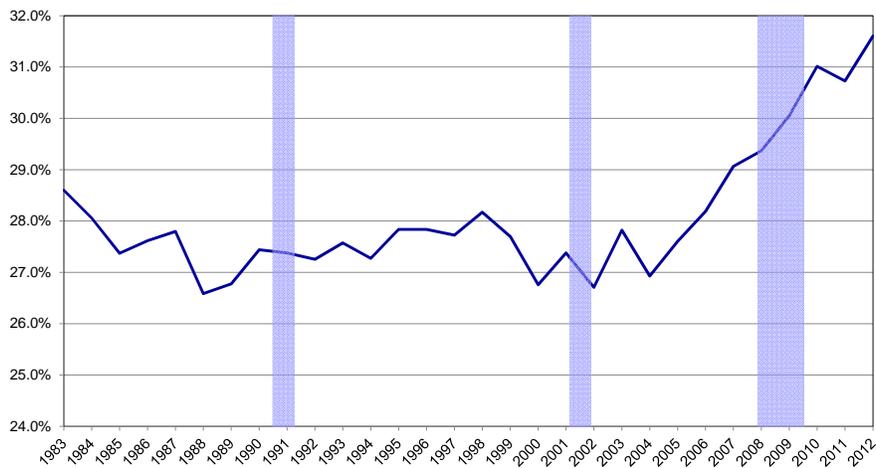
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Percent of 18-34 Year Olds Living With Parents

U.S.: 1983 – 2012

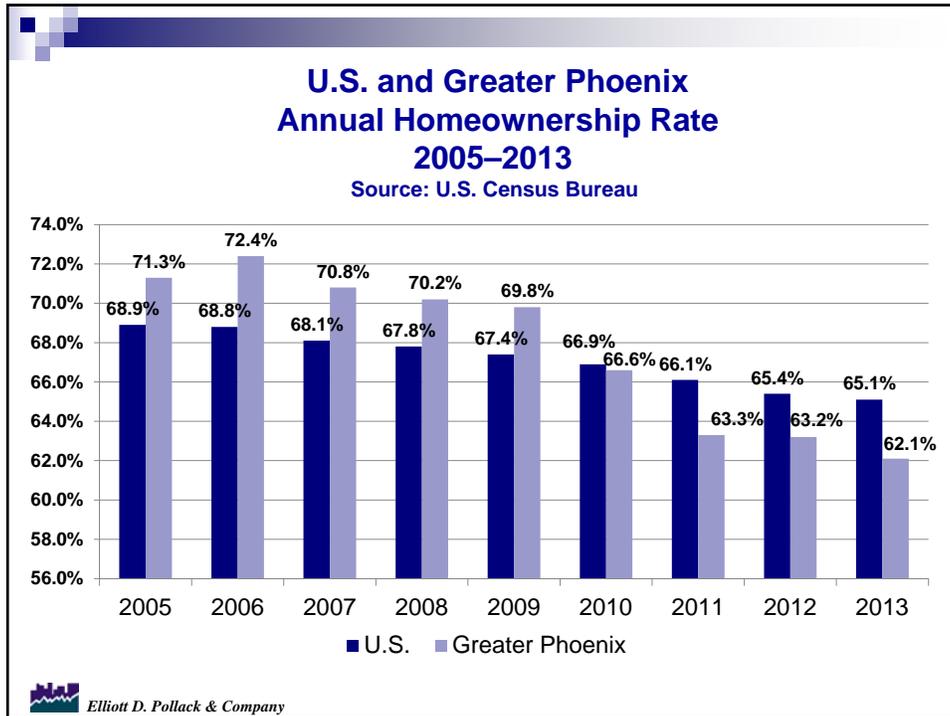
Source: US Census Bureau

 Recession Periods



18-34 year olds represent 23% of total population. (73.7 million persons)

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U.S. and Greater Phoenix Annual Foreclosures 2002–2013

Source: CoreLogic; Information Market

Year	U.S. Foreclosures	% chg year ago	Greater Phoenix Foreclosures	% chg year ago
2002	230,750		4,288	
2003	253,584	9.9%	4,788	11.7%
2004	273,930	8.0%	3,881	-18.9%
2005	290,872	6.2%	1,108	-71.5%
2006	379,380	30.4%	935	-15.6%
2007	587,872	55.0%	9,550	921.4%
2008	972,933	65.5%	38,427	302.4%
2009	1,009,284	3.7%	47,054	22.5%
2010	1,145,292	13.5%	49,338	4.9%
2011	930,633	-18.7%	42,518	-13.8%
2012	821,689	-11.7%	22,629	-46.8%
2013	618,493	-24.7%	9,686	-57.2%

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Millennials

- 30-34 year olds in 2012 had the lowest homeownership rate of any similarly aged group before them.
- Five years prior, this exact same group (at 25-29 years old) had the highest homeownership rate than any group before them.

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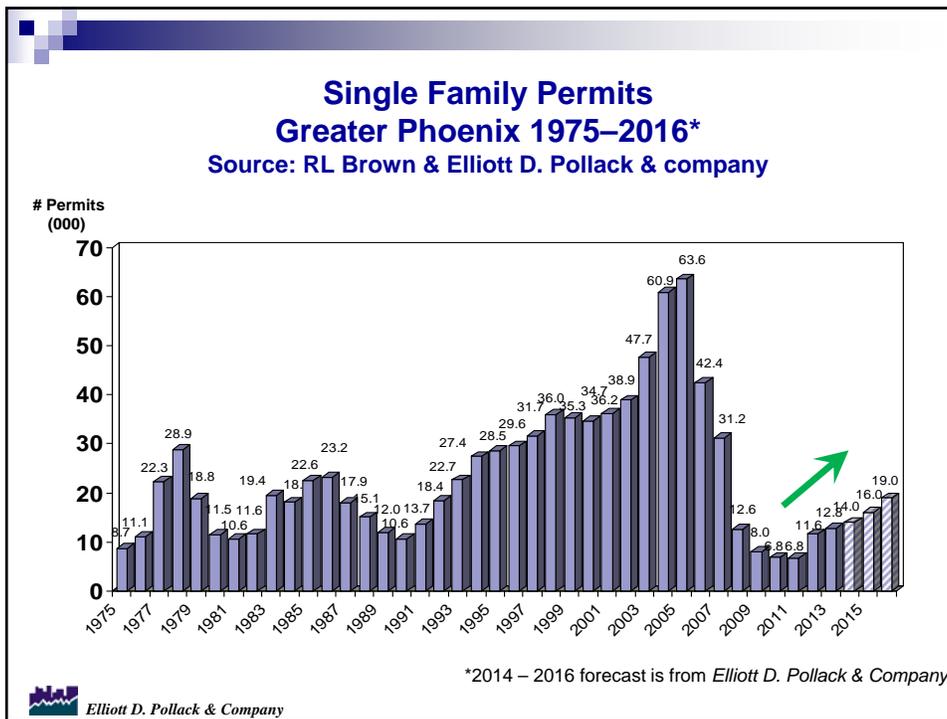
Median Price of New Homes as a Percent of the Median Price of Resale Homes Maricopa County 2000–2014*

Source: Information Market



*data through March 2014

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Housing

Not a light switch...

A dimmer switch...

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Multi-Family

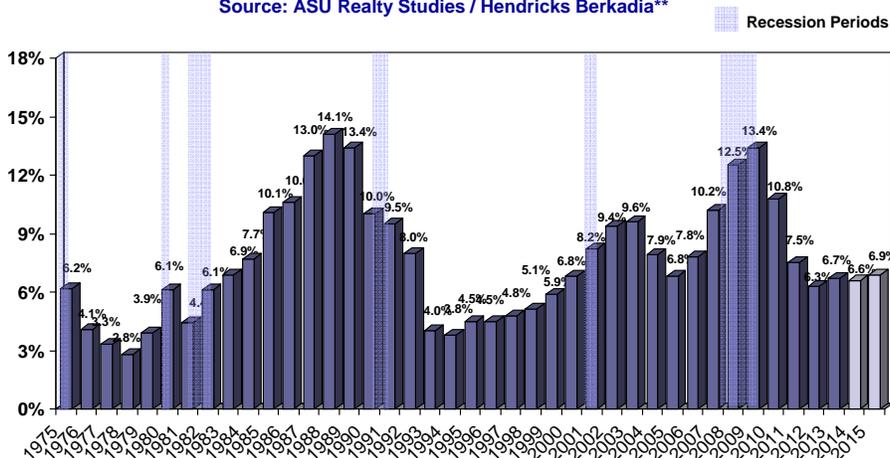


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Multi-Family Year-End Vacancy Rates

Maricopa County 1975-2015*

Source: ASU Realty Studies / Hendricks Berkadia**



*2014 -2015 are forecasts from the Greater Phoenix Blue Chip

**Data prior to 2005 is from ASU



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Multi-Family Housing Market

Source: PMHS and Hendricks Berkadia

	<u>Absorption</u>	<u>Completions</u>
2007	(3,121)	3,800
2008	(4,466)	5,900
2009	9,100	6,231
2010	11,619	200
2011	7,729	303
2012	2,960	910
2013	3,230	2,350



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Multi-Family Housing Market

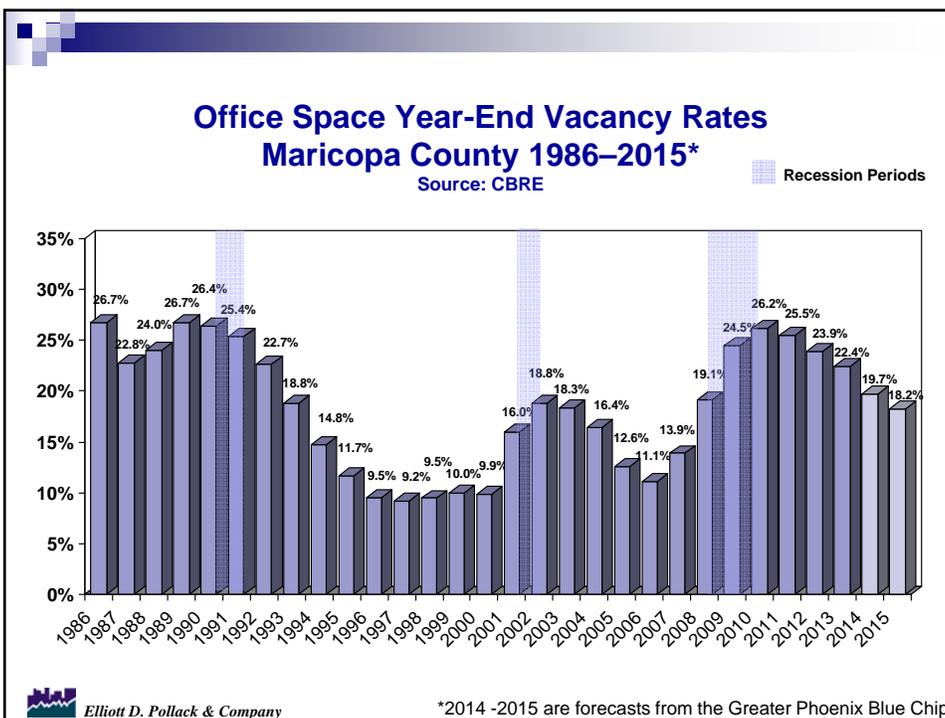
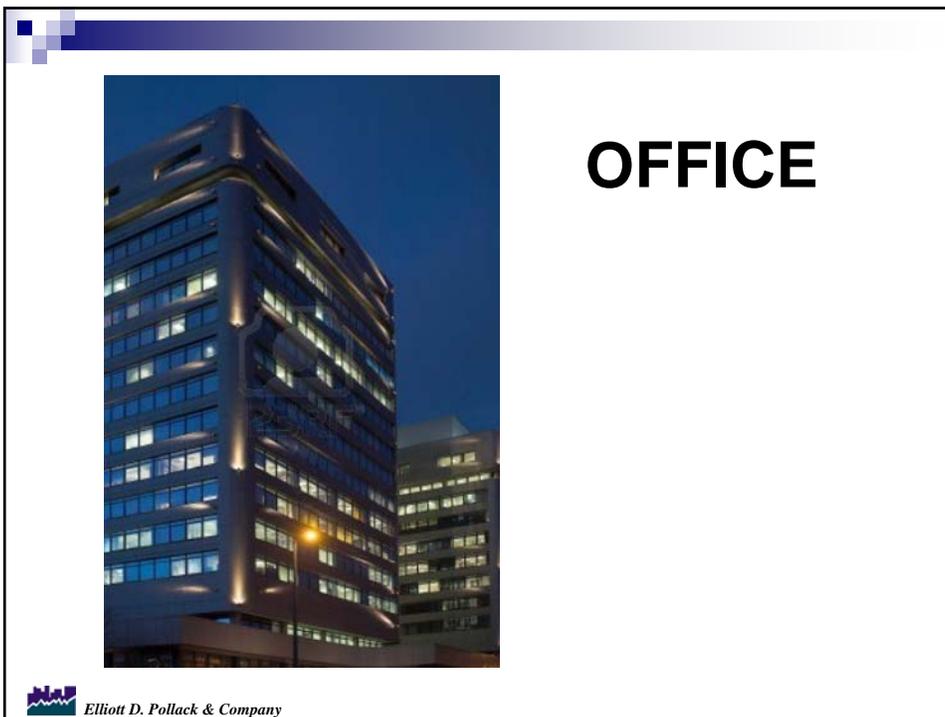
Source: CBRE as of Fourth Quarter 2013

	2013	2014	2015
Projected Completions*	3,186	4,796	8,049



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*Complexes with 100+ units



Greater Phoenix Office Market*

Source: CBRE

Year	Absorption (sf)	Chg in Inventory (sf)
2005	3,119,293	7,987
2006	3,245,888	**2,320,302
2007	1,500,704	4,905,374
2008	(603,112)	3,402,646
2009	(667,329)	1,798,415
2010	233,670	2,011,404
2011	1,857,433	3,144,910
2012	2,020,529	973,282
2013**	1,721,366	(35,566)

*Only includes multi-tenant space greater than 10,000 SF

** A number of buildings in downtown and mid-town are being converted to office condos.



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**As of fourth quarter 2013,
there are 725,623 square feet
of office space
under construction.**



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Source: CBRE

**Under any reasonable
employment growth scenario,
we believe it will be at least 2016
before any significant office
construction occurs
(although some sub-markets
will be sooner).**

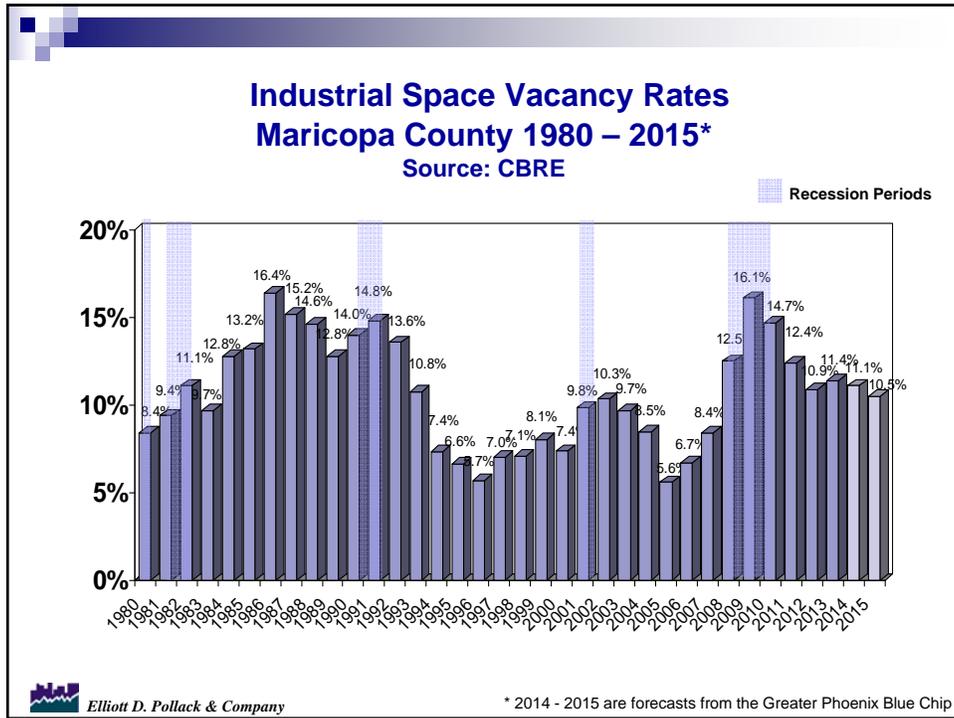


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INDUSTRIAL



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Greater Phoenix Industrial Market

Source: CBRE

Year	Absorption (sf)	Chg in Inventory (sf)
2005	13,349,129	7,071,477
2006	6,032,175	7,829,959
2007	8,359,835	13,914,181
2008	629,838	13,467,215
2009	(4,649,352)	4,753,218
2010	4,455,097	2,451,202
2011	7,753,111	1,954,037
2012	7,405,168	3,358,724
2013	8,783,982	8,902,571

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**As of fourth quarter 2013,
there are 2.9 million square feet
of industrial space
under construction.**

Big box / small space

RETAIL

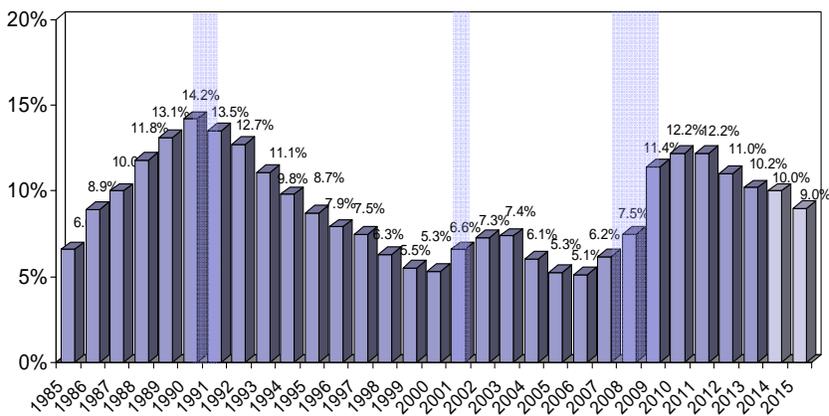


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Retail Space Vacancy Rates Maricopa County 1985–2015*

Source: CBRE**

 Recession Periods



* 2014-2015 are forecasts from GPBC
 ** Data prior to 1992 is from Grubb & Ellis

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Greater Phoenix Retail Market

Source: CBRE

	Absorption (sf)	Chg in Inventory (sf)
2005	6,708,155	6,248,789
2006	5,244,597	4,582,618
2007	9,424,362	11,104,865
2008	3,395,986	6,229,205
2009	(1,117,100)	4,405,985
2010	(75,352)	902,380
2011	(152,647)	24,543
2012	1,879,005	184,932
2013	1,579,202	(325,959)



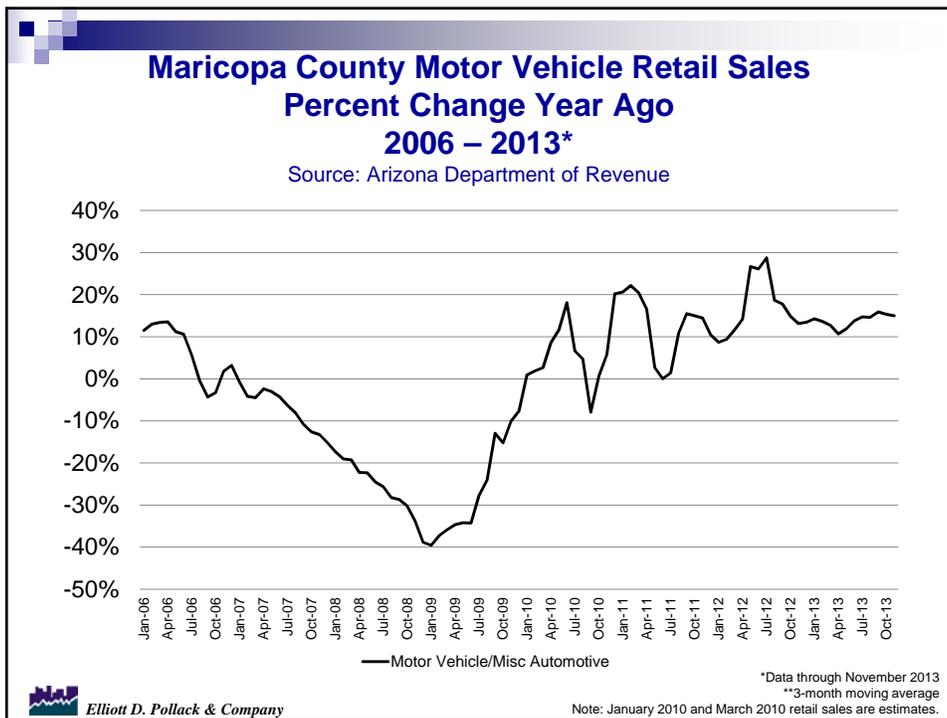
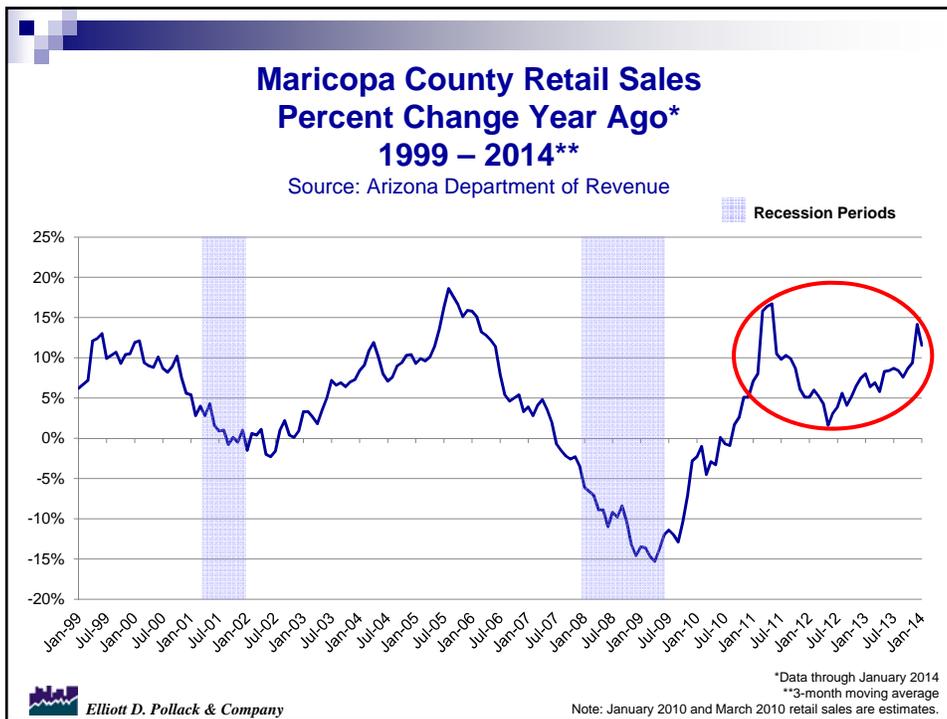
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**As of fourth quarter 2013,
there are 125,400 square feet
of retail space
under construction.**



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Source: CBRE



CONCLUSIONS: How will it all turn out?



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No recession on the horizon...

... It's slow but it's growing.

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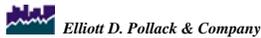
**The economy is improving
in both absolute and
relative terms.**



**ARIZONA–
Slow but mildly accelerating
recovery.**

2014 will be better than 2013.

2015 should be a okay year.

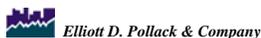


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Finance Advisory Committee Cash Flow Update

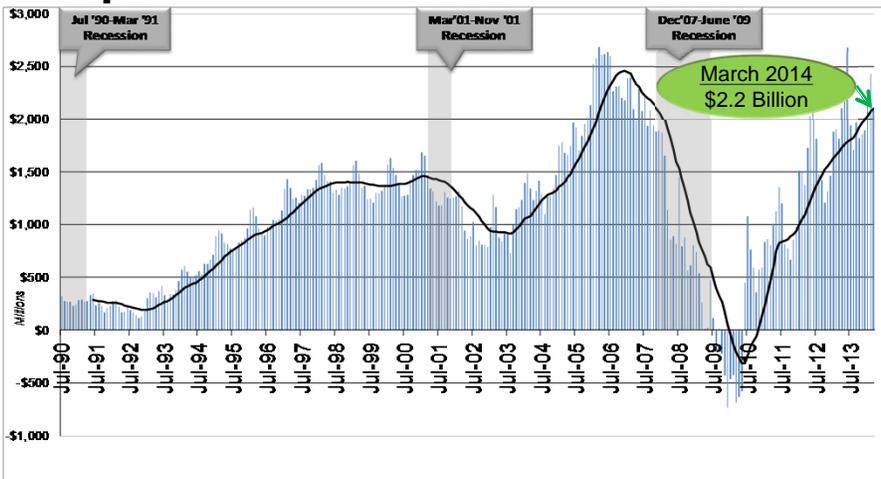
4.10.2014

OFFICE OF THE ARIZONA STATE TREASURER



STATE CASH FLOW

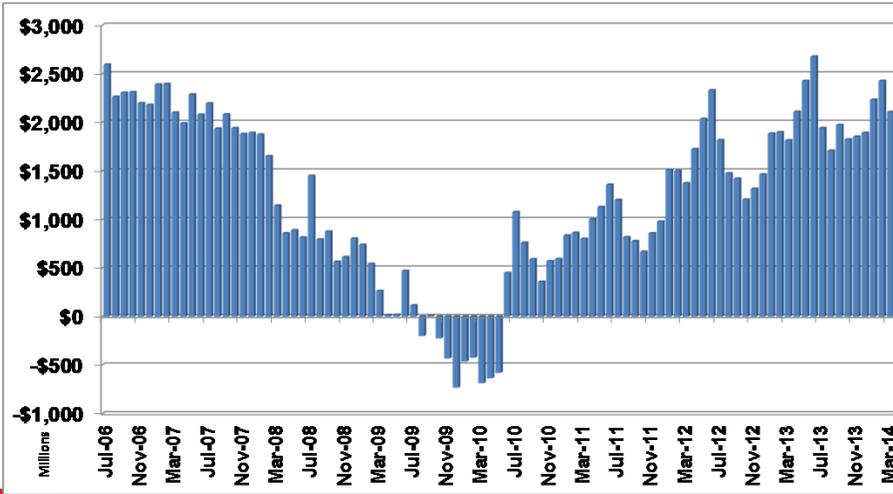
TOTAL OPERATING ACCOUNT AVERAGE MONTHLY BALANCE
Up 25% in First 9 Months YOY



ARIZONA STATE TREASURER DOUG DUCEY

STATE CASH FLOW

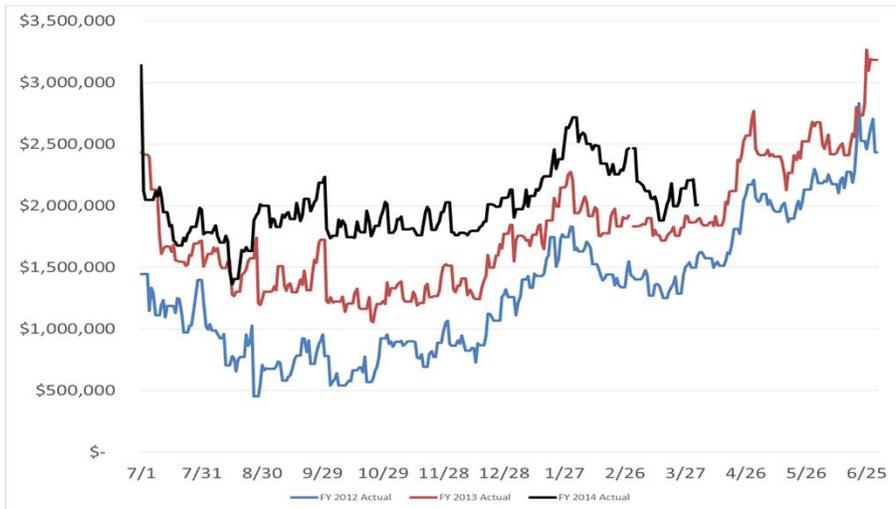
State Operating Balance FY 2007 - FY 2014 YTD



ARIZONA STATE TREASURER DOUG DUCEY

STATE CASH FLOW

YTD FY 2014 Cash Flow vs. Last Two Fiscal Years



ARIZONA STATE TREASURER DOUG DUCEY

Tracking Arizona's Recovery

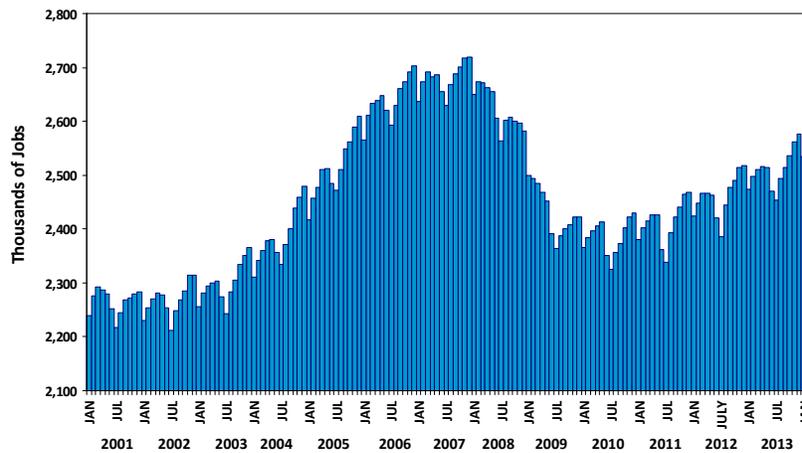
March 2014
Appendix A

Slide:

- 2.....Total Non-Farm Employment
- 3.....Initial Claims for Unemployment Insurance
- 4.....State Sales Tax Collections – Retail Category
- 5.....State Sales Tax Collections – Contracting Category
- 6.....Single Family Building Permits
- 7.....Maricopa County Pending Foreclosures
- 8.....Coincident Index

JLBC

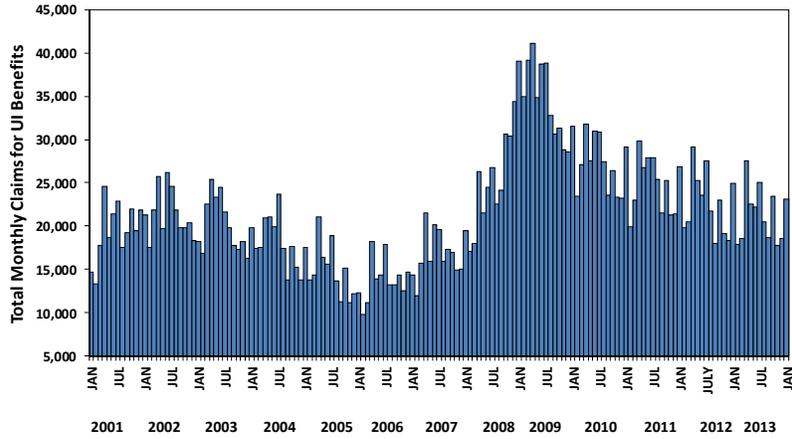
Total Non-Farm Employment



JLBC

Not seasonally adjusted

Initial Claims for Unemployment Insurance

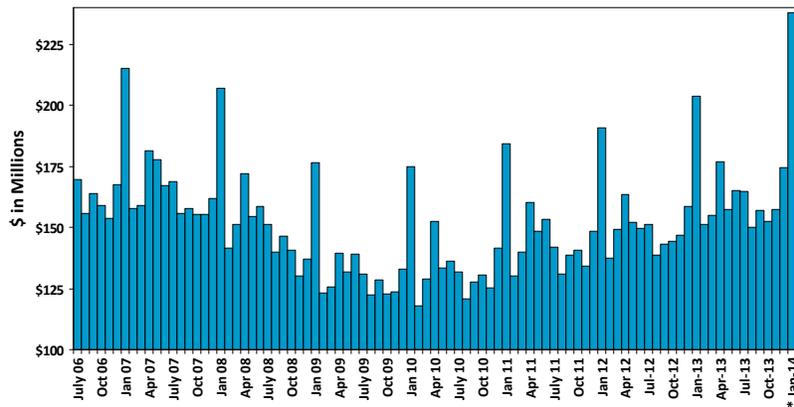


JLBC

Not seasonally adjusted

3

State Sales Tax Collections – Retail Category



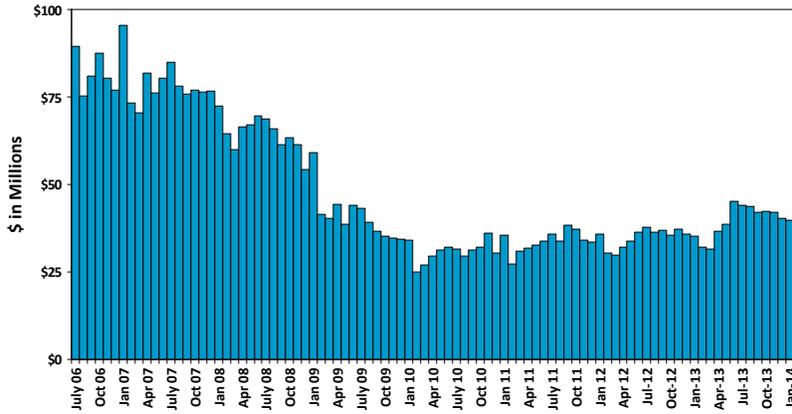
Excludes temporary 1 ¢ sales tax

JLBC

* January 2014 collections reflect the reclassification of approximately \$40 million of revenue from other tax categories to retail collections

4

State Sales Tax Collections – Contracting Category

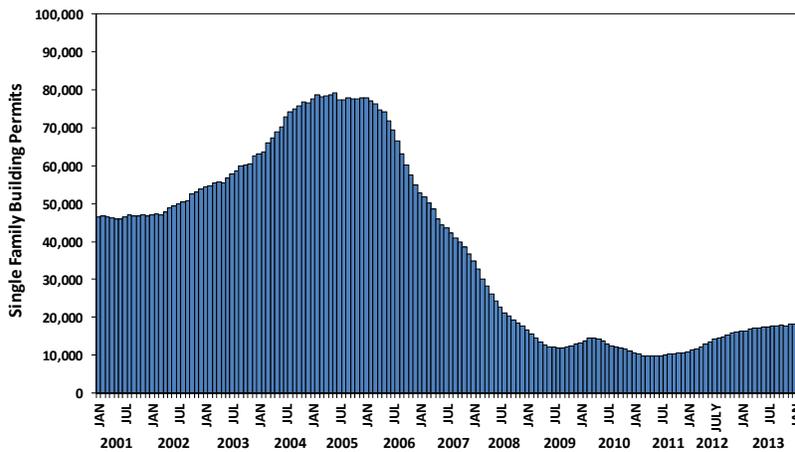


JLBC

Excludes temporary 1 ¢ sales tax

5

Single Family Building Permits

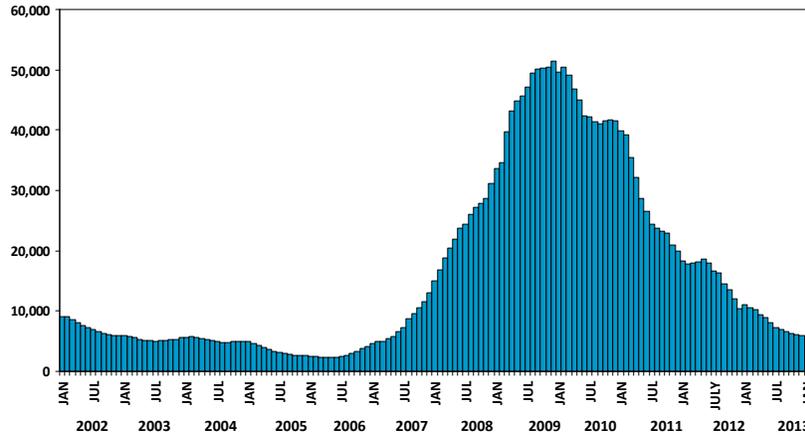


JLBC

12-Month Moving Sum

6

Maricopa County Pending Foreclosures

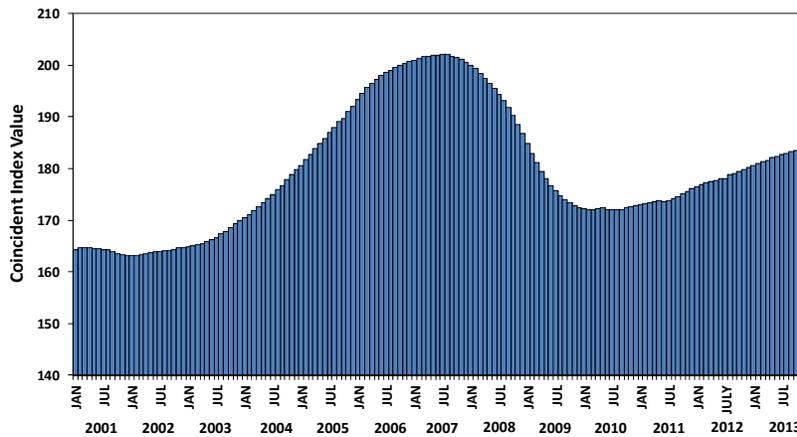


JLBC

An initial notice of trustee sale has been recorded but final sale has not yet occurred

7

Economic Activity Index



JLBC

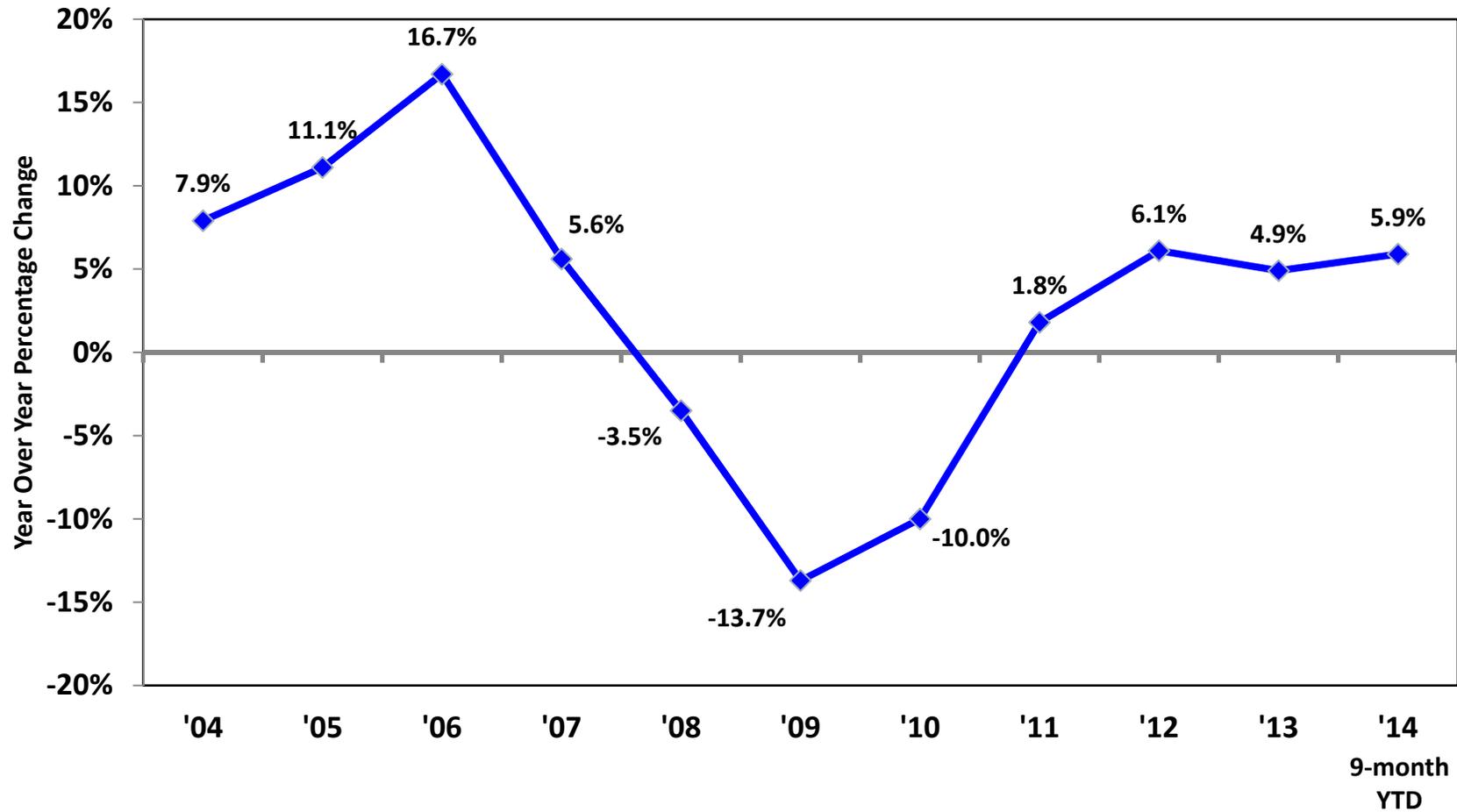
Source: Coincident Index – Federal Reserve Bank of Philadelphia. Combines four state-level indicators (employment, average hours worked in manufacturing, the unemployment rate, and wage and salary disbursements) to summarize current economic conditions.

8

Sales Tax

Sales Tax

- Base % Change



Percent Change in Base Revenue Excluding Tax Law Changes



Arizona Sales Tax - Total (excl. 1% Tax)
General Fund Collections

		Collections (\$)	Year-to-Year % Change	Year-to-Date Collections (\$)	Year-to-Date % Change	
FY 2010	July 2009	290,628,634	-18.4%	290,628,634	-18.4%	
	Aug 2009	287,604,077	-16.7%	578,232,711	-17.6%	
	Sept 2009	287,827,907	-15.9%	866,060,618	-17.0%	
	Oct 2009	277,910,648	-17.6%	1,143,971,266	-17.2%	
	Nov 2009	275,994,428	-13.1%	1,419,965,694	-16.4%	
	Dec 2009	272,663,118	-10.0%	1,692,628,812	-15.4%	
	Jan 2010	319,313,439	-10.7%	2,011,942,251	-14.7%	
	Feb 2010	256,963,944	-8.4%	2,268,906,195	-14.0%	
	Mar 2010	269,271,852	-4.6%	2,538,178,047	-13.1%	
	Apr 2010	319,285,645	6.5%	2,857,463,692	-11.3%	
	May 2010	277,349,504	-0.6%	3,134,813,196	-10.5%	
	June 2010	242,708,085	-5.1%	3,377,521,281	-10.1%	
FY 2011	July 2010	281,714,731	-3.1%	281,714,731	-3.1%	
	Aug 2010	277,734,908	-3.4%	559,449,639	-3.2%	
	Sep 2010	282,192,808	-2.0%	841,642,447	-2.8%	
	Oct 2010	282,177,988	1.5%	1,123,820,435	-1.8%	
	Nov 2010	286,485,609	3.8%	1,410,306,044	-0.7%	
	Dec 2010	274,456,847	0.7%	1,684,762,891	-0.5%	
	Jan 2011	338,961,556	6.2%	2,023,724,447	0.6%	
	Feb 2011	272,340,889	6.0%	2,296,065,336	1.2%	
	Mar 2011	287,692,472	6.8%	2,583,757,808	1.8%	
	Apr 2011	310,811,250	-2.7%	2,894,569,058	1.3%	
	May 2011	285,186,711	2.8%	3,179,755,769	1.4%	
	June 2011	268,261,217	10.5%	3,448,016,986	2.1%	
FY 2012	July 2011	306,929,173	9.0%	306,929,173	9.0%	
	Aug 2011	293,482,631	5.7%	600,411,804	7.3%	
	Sep 2011	299,647,673	6.2%	900,059,477	6.9%	
	Oct 2011	303,049,504	7.4%	1,203,108,981	7.1%	
	Nov 2011	286,297,169	-0.1%	1,489,406,151	5.6%	
	Dec 2011	294,279,967	7.2%	1,783,686,117	5.9%	
	Jan 2012	347,418,964	2.5%	2,131,105,081	5.3%	
	Feb 2012	287,779,634	5.7%	2,418,884,716	5.3%	
	Mar 2012	297,171,837	3.3%	2,716,056,553	5.1%	
	Apr 2012	324,812,322	4.5%	3,040,868,875	5.1%	
	May 2012	306,889,871	7.6%	3,347,758,745	5.3%	
	June 2012	304,406,910	13.5%	3,652,165,655	5.9%	
FY 2013	July 2012	321,889,184	4.9%	321,889,184	4.9%	
	Aug 2012	302,649,584	3.1%	624,538,768	4.0%	
	Sep 2012	314,805,532	5.1%	939,344,300	4.4%	
	Oct 2012	304,390,327	0.4%	1,243,734,627	3.4%	
	Nov 2012	308,743,822	7.8%	1,552,478,449	4.2%	
	Dec 2012	308,624,715	4.9%	1,861,103,164	4.3%	
	Jan 2013	358,061,324	3.1%	2,219,164,488	4.1%	
	Feb 2013	308,634,610	7.2%	2,527,799,098	4.5%	
	Mar 2013	298,125,466	0.3%	2,825,924,564	4.0%	
	Apr 2013	341,689,456	5.2%	3,167,614,020	4.2%	
	May 2013	322,843,958	5.2%	3,490,457,978	4.3%	
	June 2013	288,405,767	-5.3%	3,778,863,745	3.5%	
FY 2014	July 2013	339,218,789	5.4%	339,218,789	5.4%	
	Aug 2013	330,453,883	9.2%	669,672,672	7.2%	
	Sep 2013	335,831,770	6.7%	1,005,504,442	7.0%	
	Oct 2013	328,875,700	8.0%	1,334,380,142	7.3%	
	Nov 2013	323,933,003	4.9%	1,658,313,145	6.8%	
	Dec 2013	327,109,813	6.0%	1,985,422,958	6.7%	
	Jan 2014	367,609,390	2.7%	2,353,032,348	6.0%	
	Feb 2014	314,431,338	1.9%	2,667,463,686	5.5%	
	Mar 2014	326,400,000	9.5%	2,993,863,686	5.9%	
	Apr 2014	<i>March amount is preliminary estimate.</i>				
	May 2014					
	June 2014					

Arizona Sales Tax - Retail General Fund Collections

		Year-to-Year	Year-to-Year	Year-to-Date	Year-to-Date	
		Collections (\$)	% Change	Collections (\$)	% Change	
FY 2010	↑	July 2009	132,848,837	-12.1%	132,848,837	-12.1%
		Aug 2009	124,372,918	-12.4%	257,221,755	-12.3%
		Sept 2009	130,342,126	-12.2%	387,563,881	-12.2%
		Oct 2009	124,549,991	-12.7%	512,113,872	-12.3%
		Nov 2009	125,386,948	-5.0%	637,500,820	-11.0%
		Dec 2009	134,894,514	-3.1%	772,395,334	-9.7%
		Jan 2010	176,814,678	-1.0%	949,210,012	-8.2%
		Feb 2010	117,915,774	-5.8%	1,067,125,786	-7.9%
		Mar 2010	128,700,198	0.8%	1,195,825,984	-7.1%
		Apr 2010	117,673,704	-16.8% ^{1/}	1,313,499,688	-8.0%
		May 2010	133,490,735	-0.1%	1,446,990,423	-7.4%
		↓	June 2010	136,163,202	-3.4%	1,583,153,625
FY 2011	↑	July 2010	131,854,318	-0.7%	131,854,318	-0.7%
		Aug 2010	120,861,252	-2.8%	252,715,570	-1.8%
		Sep 2010	127,561,325	-2.1%	380,276,895	-1.9%
		Oct 2010	130,540,558	4.8%	510,817,453	-0.3%
		Nov 2010	125,231,755	-0.1%	636,049,208	-0.2%
		Dec 2010	141,527,413	4.9%	777,576,621	0.7%
		Jan 2011	184,287,307	4.2%	961,863,928	1.3%
		Feb 2011	130,152,893	10.4%	1,092,016,821	2.3%
		Mar 2011	139,711,796	8.6%	1,231,728,617	3.0%
		Apr 2011	160,245,893	36.2%	1,391,974,510	6.0%
		May 2011	148,273,564	11.1%	1,540,248,074	6.4%
		↓	June 2011	153,419,634	12.7%	1,693,667,708
FY 2012	↑	July 2011	141,789,976	7.5%	141,789,976	7.5%
		Aug 2011	130,998,912	8.4%	272,788,888	7.9%
		Sep 2011	138,796,056	8.8%	411,584,944	8.2%
		Oct 2011	140,704,804	7.8%	552,289,747	8.1%
		Nov 2011	134,310,400	7.2%	686,600,147	7.9%
		Dec 2011	148,448,948	4.9%	835,049,095	7.4%
		Jan 2012	190,783,275	3.5%	1,025,832,370	6.7%
		Feb 2012	137,359,143	5.5%	1,163,191,513	6.5%
		Mar 2012	149,239,726	6.8%	1,312,431,239	6.6%
		Apr 2012	163,530,770	2.0%	1,475,962,009	6.0%
		May 2012	152,085,022	2.6%	1,628,047,031	5.7%
		↓	June 2012	149,658,784	-2.5%	1,777,705,815
FY 2013	↑	July 2012	151,463,092	6.8%	151,463,092	6.8%
		Aug 2012	138,759,047	5.9%	290,222,139	6.4%
		Sep 2012	143,091,966	3.1%	433,314,105	5.3%
		Oct 2012	144,377,418	2.6%	577,691,523	4.6%
		Nov 2012	146,630,896	9.2%	724,322,419	5.5%
		Dec 2012	158,506,351	6.8%	882,828,770	5.7%
		Jan 2013	203,719,359	6.8%	1,086,548,129	5.9%
		Feb 2013	151,345,992	10.2%	1,237,894,121	6.4%
		Mar 2013	154,953,692	3.8%	1,392,847,813	6.1%
		Apr 2013	176,752,554	8.1%	1,569,600,367	6.3%
		May 2013	157,321,133	3.4%	1,726,921,500	6.1%
		↓	June 2013	165,064,316	10.3%	1,891,985,816
FY 2014	↑	July 2013	164,753,436	8.8%	164,753,436	8.8%
		Aug 2013	150,159,878	8.2%	314,913,314	8.5%
		Sep 2013	157,089,858	9.8%	472,003,172	8.9%
		Oct 2013	152,652,197	5.7%	624,655,369	8.1%
		Nov 2013	157,213,539	7.2%	781,868,908	7.9%
		Dec 2013	174,512,641	10.1%	956,381,549	8.3%
		Jan 2014	238,163,840	16.9%	1,194,545,389	9.9%
		Feb 2014	154,943,150	2.4%	1,349,488,539	9.0%
		Mar 2014				
		Apr 2014				
	May 2014					
	↓	June 2014				

Arizona Sales Tax - Contracting General Fund Collections

		Year-to-Year	Year-to-Year	Year-to-Date	Year-to-Date	
		Collections (\$)	% Change	Collections (\$)	% Change	
FY 2010	↑	July 2009	43,223,253	-37.2%	43,223,253	-37.2%
		Aug 2009	39,127,079	-40.6%	82,350,332	-38.9%
		Sept 2009	36,572,916	-40.5%	118,923,248	-39.4%
		Oct 2009	35,326,726	-44.2%	154,249,974	-40.6%
		Nov 2009	34,718,292	-43.4%	188,968,266	-41.1%
		Dec 2009	34,412,620	-36.6%	223,380,886	-40.5%
FY 2011	↓	Jan 2010	33,949,000	-42.4%	257,329,886	-40.7%
		Feb 2010	25,036,775	-39.6%	282,366,661	-40.6%
		Mar 2010	26,858,734	-33.6%	309,225,395	-40.1%
		Apr 2010	29,471,248	-33.6%	338,696,643	-39.6%
		May 2010	31,108,958	-19.2%	369,805,601	-38.3%
		June 2010	32,019,234	-27.2%	401,824,835	-37.5%
FY 2011	↑	July 2010	31,447,707	-27.2%	31,447,707	-27.2%
		Aug 2010	29,548,912	-24.5%	60,996,619	-25.9%
		Sep 2010	31,389,965	-14.2%	92,386,584	-22.3%
		Oct 2010	32,135,070	-9.0%	124,521,654	-19.3%
		Nov 2010	36,048,289	3.8%	160,569,943	-15.0%
		Dec 2010	30,256,826	-12.1%	190,826,769	-14.6%
FY 2012	↓	Jan 2011	35,390,218	4.2%	226,216,987	-12.1%
		Feb 2011	27,192,699	8.6%	253,409,686	-10.3%
		Mar 2011	31,052,066	15.6%	284,461,752	-8.0%
		Apr 2011	31,950,076	8.4%	316,411,829	-6.6%
		May 2011	32,571,135	4.7%	348,982,963	-5.6%
		June 2011	33,882,030	5.8%	382,864,993	-4.7%
FY 2012	↑	July 2011	35,776,963	13.8%	35,776,963	13.8%
		Aug 2011	33,820,730	14.5%	69,597,693	14.1%
		Sep 2011	38,262,770	21.9%	107,860,463	16.7%
		Oct 2011	37,113,776	15.5%	144,974,240	16.4%
		Nov 2011	34,175,119	-5.2%	179,149,359	11.6%
		Dec 2011	33,388,990	10.4%	212,538,349	11.4%
FY 2013	↓	Jan 2012	35,855,441	1.3%	248,393,790	9.8%
		Feb 2012	30,456,508	12.0%	278,850,298	10.0%
		Mar 2012	29,964,165	-3.5%	308,814,463	8.6%
		Apr 2012	32,221,194	0.8%	341,035,657	7.8%
		May 2012	33,942,224	4.2%	374,977,881	7.4%
		June 2012	36,413,050	7.5%	411,390,931	7.5%
FY 2013	↑	July 2012	37,753,076	5.5%	37,753,076	5.5%
		Aug 2012	36,341,199	7.5%	74,094,275	6.5%
		Sep 2012	36,839,194	-3.7%	110,933,469	2.8%
		Oct 2012	35,393,045	-4.6%	146,326,514	0.9%
		Nov 2012	37,312,920	9.2%	183,639,434	2.5%
		Dec 2012	35,713,978	7.0%	219,353,412	3.2%
FY 2014	↓	Jan 2013	35,124,507	-2.0%	254,477,919	2.4%
		Feb 2013	32,158,384	5.6%	286,636,303	2.8%
		Mar 2013	31,657,711	5.7%	318,294,014	3.1%
		Apr 2013	36,740,970	14.0%	355,034,984	4.1%
		May 2013	38,500,752	13.4%	393,535,736	4.9%
		June 2013	45,057,304	23.7%	438,593,040	6.6%
FY 2014	↑	July 2013	43,907,390	16.3%	43,907,390	16.3%
		Aug 2013	43,618,684	20.0%	87,526,074	18.1%
		Sep 2013	42,416,407	15.1%	129,942,481	17.1%
		Oct 2013	42,304,040	19.5%	172,246,521	17.7%
		Nov 2013	42,121,860	12.9%	214,368,381	16.7%
		Dec 2013	40,208,342	12.6%	254,576,723	16.1%
FY 2014	↓	Jan 2014	39,820,300	13.4%	294,397,023	15.7%
		Feb 2014	36,970,395	15.0%	331,367,418	15.6%
		Mar 2014				
		Apr 2014				
	May 2014					
	June 2014					

Arizona Sales Tax - Utilities General Fund Collections

		Year-to-Year Collections (\$)	Year-to-Year % Change	Year-to-Date Collections (\$)	Year-to-Date % Change	
FY 2010	↑	July 2009	39,433,004	5.0%	39,433,004	5.0%
		Aug 2009	45,144,745	-3.7%	84,577,749	0.2%
		Sept 2009	43,433,690	-3.6%	128,011,439	-1.1%
		Oct 2009	41,500,856	2.5%	169,512,295	-0.3%
		Nov 2009	35,744,468	1.7%	205,256,763	0.1%
		Dec 2009	27,481,690	1.6%	232,738,453	0.2%
		Jan 2010	28,568,590	2.6%	261,307,043	0.5%
		Feb 2010	32,482,738	1.6%	293,789,781	0.6%
		Mar 2010	28,002,677	-1.3%	321,792,458	0.4%
		Apr 2010	27,426,255	3.2%	349,218,713	0.6%
		May 2010	25,799,797	-2.0%	375,018,510	0.5%
		↓	June 2010	29,792,806	1.1%	404,811,316
FY 2011	↑	July 2010	35,877,634	-9.0%	35,877,634	-9.0%
		Aug 2010	44,964,793	-0.4%	80,842,427	-4.4%
		Sep 2010	45,858,958	5.6%	126,701,385	-1.0%
		Oct 2010	43,113,254	3.9%	169,814,639	0.2%
		Nov 2010	38,015,889	6.4%	207,830,528	1.3%
		Dec 2010	27,817,850	1.2%	235,648,378	1.3%
		Jan 2011	28,892,368	1.1%	264,540,746	1.2%
		Feb 2011	31,223,326	-3.9%	295,764,072	0.7%
		Mar 2011	28,787,318	2.8%	324,551,390	0.9%
		Apr 2011	26,747,146	-2.5%	351,298,536	0.6%
		May 2011	26,632,619	3.2%	377,931,155	0.8%
		↓	June 2011	30,680,668	3.0%	408,611,823
FY 2012	↑	July 2011	40,111,460	11.8%	40,111,460	11.8%
		Aug 2011	40,875,038	-9.1%	80,986,498	0.2%
		Sep 2011	46,646,194	1.7%	127,632,693	0.7%
		Oct 2011	45,842,935	6.3%	173,475,628	2.2%
		Nov 2011	34,149,040	-10.2%	207,624,668	-0.1%
		Dec 2011	29,540,842	6.2%	237,165,510	0.6%
		Jan 2012	29,367,167	1.6%	266,532,677	0.8%
		Feb 2012	30,658,712	-1.8%	297,191,389	0.5%
		Mar 2012	30,060,136	4.4%	327,251,525	0.8%
		Apr 2012	27,244,798	1.9%	354,496,323	0.9%
		May 2012	27,485,601	3.2%	381,981,924	1.1%
		↓	June 2012	30,111,966	-1.9%	412,093,890
FY 2013	↑	July 2012	40,616,330	1.3%	40,616,330	1.3%
		Aug 2012	49,307,716	20.6%	89,924,046	11.0%
		Sep 2012	47,859,208	2.6%	137,783,254	8.0%
		Oct 2012	42,673,986	-6.9%	180,457,240	4.0%
		Nov 2012	36,906,904	8.1%	217,364,144	4.7%
		Dec 2012	28,508,254	-3.5%	245,872,398	3.7%
		Jan 2013	28,206,985	-4.0%	274,079,383	2.8%
		Feb 2013	32,772,398	6.9%	306,851,781	3.3%
		Mar 2013	26,578,715	-11.6%	333,430,496	1.9%
		Apr 2013	28,651,138	5.2%	362,081,634	2.1%
		May 2013	33,388,984	21.5%	395,470,618	3.5%
		↓	June 2013	35,131,617	16.7%	430,602,235
FY 2014	↑	July 2013	41,253,785	1.6%	41,253,785	1.6%
		Aug 2013	51,118,922	3.7%	92,372,707	2.7%
		Sep 2013	48,310,422	0.9%	140,683,129	2.1%
		Oct 2013	45,404,017	6.4%	186,087,146	3.1%
		Nov 2013	36,096,400	-2.2%	222,183,546	2.2%
		Dec 2013	27,804,876	-2.5%	249,988,422	1.7%
		Jan 2014	31,282,441	10.9%	281,270,863	2.6%
		Feb 2014	32,556,099	-0.7%	313,826,962	2.3%
		Mar 2014				
		Apr 2014				
	↓	May 2014				
	June 2014					

Arizona Sales Tax - Restaurants and Bars General Fund Collections

		Year-to-Year	Year-to-Year	Year-to-Date	Year-to-Date	
		Collections (\$)	% Change	Collections (\$)	% Change	
FY 2010	↑	July 2009	26,111,923	-3.2%	26,111,923	-3.2%
		Aug 2009	24,537,663	-5.4%	50,649,586	-4.3%
		Sept 2009	24,808,137	-6.6%	75,457,723	-5.1%
		Oct 2009	25,345,305	-4.3%	100,803,028	-4.9%
		Nov 2009	26,669,073	-3.5%	127,472,101	-4.6%
		Dec 2009	26,594,225	-3.7%	154,066,326	-4.4%
		Jan 2010	27,400,919	-1.5%	181,467,245	-4.0%
		Feb 2010	27,580,642	-1.3%	209,047,887	-3.6%
		Mar 2010	30,482,587	3.9%	239,530,474	-2.7%
		Apr 2010	33,231,989	6.3%	272,762,463	-1.7%
		May 2010	29,382,192	4.3%	302,144,655	-1.2%
		↓	June 2010	30,660,418	3.2%	332,805,073
FY 2011	↑	July 2010	26,242,715	0.5%	26,242,715	0.5%
		Aug 2010	24,952,729	1.7%	51,195,444	1.1%
		Sep 2010	25,897,327	4.4%	77,092,771	2.2%
		Oct 2010	25,863,769	2.0%	102,956,540	2.1%
		Nov 2010	28,008,967	5.0%	130,965,507	2.7%
		Dec 2010	26,346,516	-0.9%	157,312,023	2.1%
		Jan 2011	30,310,109	10.6%	187,622,132	3.4%
		Feb 2011	27,454,169	-0.5%	215,076,301	2.9%
		Mar 2011	32,049,802	5.1%	247,126,103	3.2%
		Apr 2011	34,315,943	3.3%	281,442,046	3.2%
		May 2011	31,290,775	6.5%	312,732,821	3.5%
		↓	June 2011	30,858,045	0.6%	343,590,866
FY 2012	↑	July 2011	28,571,695	8.9%	28,571,695	8.9%
		Aug 2011	28,045,076	12.4%	56,616,771	10.6%
		Sep 2011	26,869,234	3.8%	83,486,005	8.3%
		Oct 2011	27,981,394	8.2%	111,467,399	8.3%
		Nov 2011	29,374,335	4.9%	140,841,734	7.5%
		Dec 2011	28,945,330	9.9%	169,787,063	7.9%
		Jan 2012	32,174,741	6.2%	201,961,804	7.6%
		Feb 2012	30,980,041	12.8%	232,941,845	8.3%
		Mar 2012	33,375,882	4.1%	266,317,727	7.8%
		Apr 2012	37,166,563	8.3%	303,484,290	7.8%
		May 2012	33,272,286	6.3%	336,756,577	7.7%
		↓	June 2012	32,106,240	4.0%	368,862,817
FY 2013	↑	July 2012	30,991,504	8.5%	30,991,504	8.5%
		Aug 2012	28,325,088	1.0%	59,316,592	4.8%
		Sep 2012	30,672,616	14.2%	89,989,208	7.8%
		Oct 2012	29,940,956	7.0%	119,930,164	7.6%
		Nov 2012	31,090,860	5.8%	151,021,024	7.2%
		Dec 2012	30,148,220	4.2%	181,169,244	6.7%
		Jan 2013	34,217,130	6.3%	215,386,374	6.6%
		Feb 2013	32,491,480	4.9%	247,877,854	6.4%
		Mar 2013	33,615,420	0.7%	281,493,274	5.7%
		Apr 2013	38,809,996	4.4%	320,303,270	5.5%
		May 2013	34,819,505	4.7%	355,122,775	5.5%
		↓	June 2013	33,945,211	5.7%	389,067,986
FY 2014	↑	July 2013	31,505,076	1.7%	31,505,076	1.7%
		Aug 2013	29,178,727	3.0%	60,683,803	2.3%
		Sep 2013	30,873,488	0.7%	91,557,291	1.7%
		Oct 2013	31,126,606	4.0%	122,683,897	2.3%
		Nov 2013	32,648,090	5.0%	155,331,987	2.9%
		Dec 2013	32,901,765	9.1%	188,233,752	3.9%
		Jan 2014	34,330,457	0.3%	222,564,209	3.3%
		Feb 2014	34,099,887	5.0%	256,664,096	3.5%
		Mar 2014				
		Apr 2014				
	↓	May 2014				
	June 2014					

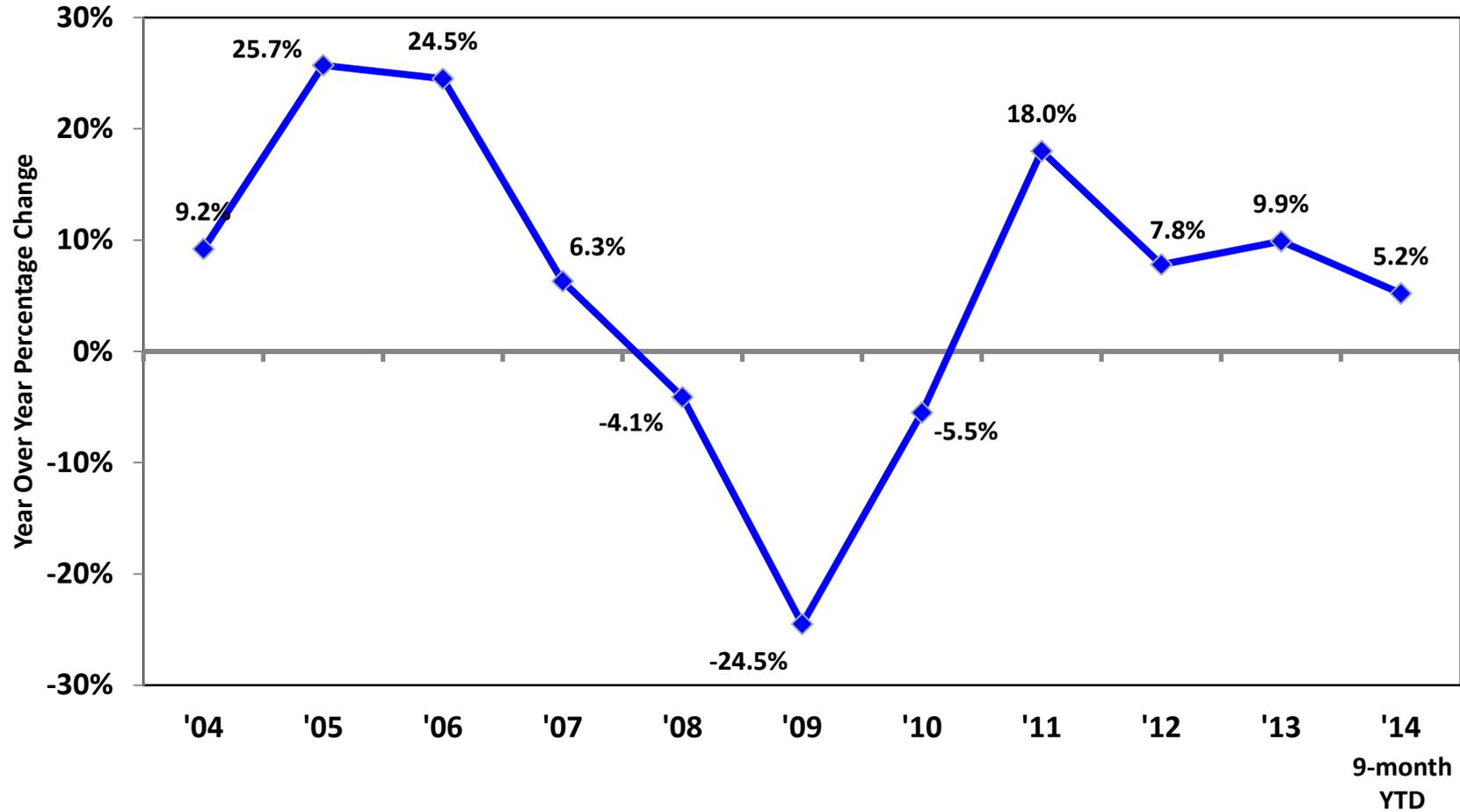
Arizona Use Tax General Fund Collections

		Year-to-Year Collections (\$)	% Change	Year-to-Date Collections (\$)	Year-to-Date % Change	
FY 2010	↑	July 2009	18,370,135	-42.0%	18,370,135	-42.0%
		Aug 2009	24,958,659	-18.2%	43,328,794	-30.3%
		Sept 2009	24,529,411	-12.9%	67,858,205	-24.9%
		Oct 2009	22,089,247	-25.6%	89,947,452	-25.1%
		Nov 2009	21,157,908	-16.7%	111,105,360	-23.6%
		Dec 2009	17,049,569	-18.6%	128,154,929	-23.0%
		Jan 2010	24,234,599	-25.3%	152,389,528	-23.4%
		Feb 2010	18,626,941	-13.0%	171,016,469	-22.4%
		Mar 2010	20,119,332	-1.9%	191,135,801	-20.6%
		Apr 2010	41,050,828	113.3%	232,186,629	-10.7%
		May 2010	20,087,055	4.6%	252,273,684	-9.6%
		↓	June 2010	19,490,162	44.5%	271,763,846
FY 2011	↑	July 2010	21,617,638	17.7%	21,617,638	17.7%
		Aug 2010	25,253,238	1.2%	46,870,876	8.2%
		Sep 2010	21,579,581	-12.0%	68,450,457	0.9%
		Oct 2010	18,618,977	-15.7%	87,069,434	-3.2%
		Nov 2010	25,650,144	21.2%	112,719,578	1.5%
		Dec 2010	13,547,360	-20.5%	126,266,938	-1.5%
		Jan 2011	25,541,400	5.4%	151,808,338	-0.4%
		Feb 2011	20,705,096	11.2%	172,513,434	0.9%
		Mar 2011	19,193,452	-4.6%	191,706,886	0.3%
		Apr 2011	17,208,904	-58.1%	208,915,790	-10.0%
		May 2011	20,168,948	0.4%	229,084,738	-9.2%
		↓	June 2011	131,828	-99.3%	229,216,566
FY 2012	↑	July 2011	26,807,003	24.0%	26,807,003	24.0%
		Aug 2011	26,502,905	4.9%	53,309,908	13.7%
		Sep 2011	19,608,030	-9.1%	72,917,938	6.5%
		Oct 2011	20,899,310	12.2%	93,817,248	7.7%
		Nov 2011	19,867,161	-22.5%	113,684,410	0.9%
		Dec 2011	21,515,513	58.8%	135,199,923	7.1%
		Jan 2012	26,209,693	2.6%	161,409,616	6.3%
		Feb 2012	21,029,980	1.6%	182,439,595	5.8%
		Mar 2012	18,120,799	-5.6%	200,560,395	4.6%
		Apr 2012	22,167,741	28.8%	222,728,136	6.6%
		May 2012	22,419,432	11.2%	245,147,569	7.0%
		↓	June 2012	18,576,830	13991.7%	263,724,398
FY 2013	↑	July 2012	26,218,405	-2.2%	26,218,405	-2.2%
		Aug 2012	21,982,606	-17.1%	48,201,011	-9.6%
		Sep 2012	23,898,844	21.9%	72,099,855	-1.1%
		Oct 2012	18,897,488	-9.6%	90,997,343	-3.0%
		Nov 2012	22,730,129	14.4%	113,727,472	0.0%
		Dec 2012	20,981,295	-2.5%	134,708,767	-0.4%
		Jan 2013	22,119,839	-15.6%	156,828,606	-2.8%
		Feb 2013	22,758,853	8.2%	179,587,459	-1.6%
		Mar 2013	15,893,011	-12.3%	195,480,470	-2.5%
		Apr 2013	19,896,328	-10.2%	215,376,798	-3.3%
		May 2013	23,040,151	2.8%	238,416,949	-2.7%
		↓	June 2013	19,482,364	4.9%	257,899,313
FY 2014	↑	July 2013	26,397,599	0.7%	26,397,599	0.7%
		Aug 2013	24,203,511	10.1%	50,601,110	5.0%
		Sep 2013	26,287,246	10.0%	76,888,356	6.6%
		Oct 2013	24,821,300	31.3%	101,709,656	11.8%
		Nov 2013	21,943,914	-3.5%	123,653,570	8.7%
		Dec 2013	18,718,007	-10.8%	142,371,577	5.7%
		Jan 2014	(9,552,488)	-143.2%	132,819,089	-15.3%
		Feb 2014	19,752,297	-13.2%	152,571,386	-15.0%
		Mar 2014				
		Apr 2014				
	↓	May 2014				
	June 2014					

Individual Income Tax

Individual Income Tax

- Base % Change



Percent Change in Base Revenue Excluding Tax Law Changes



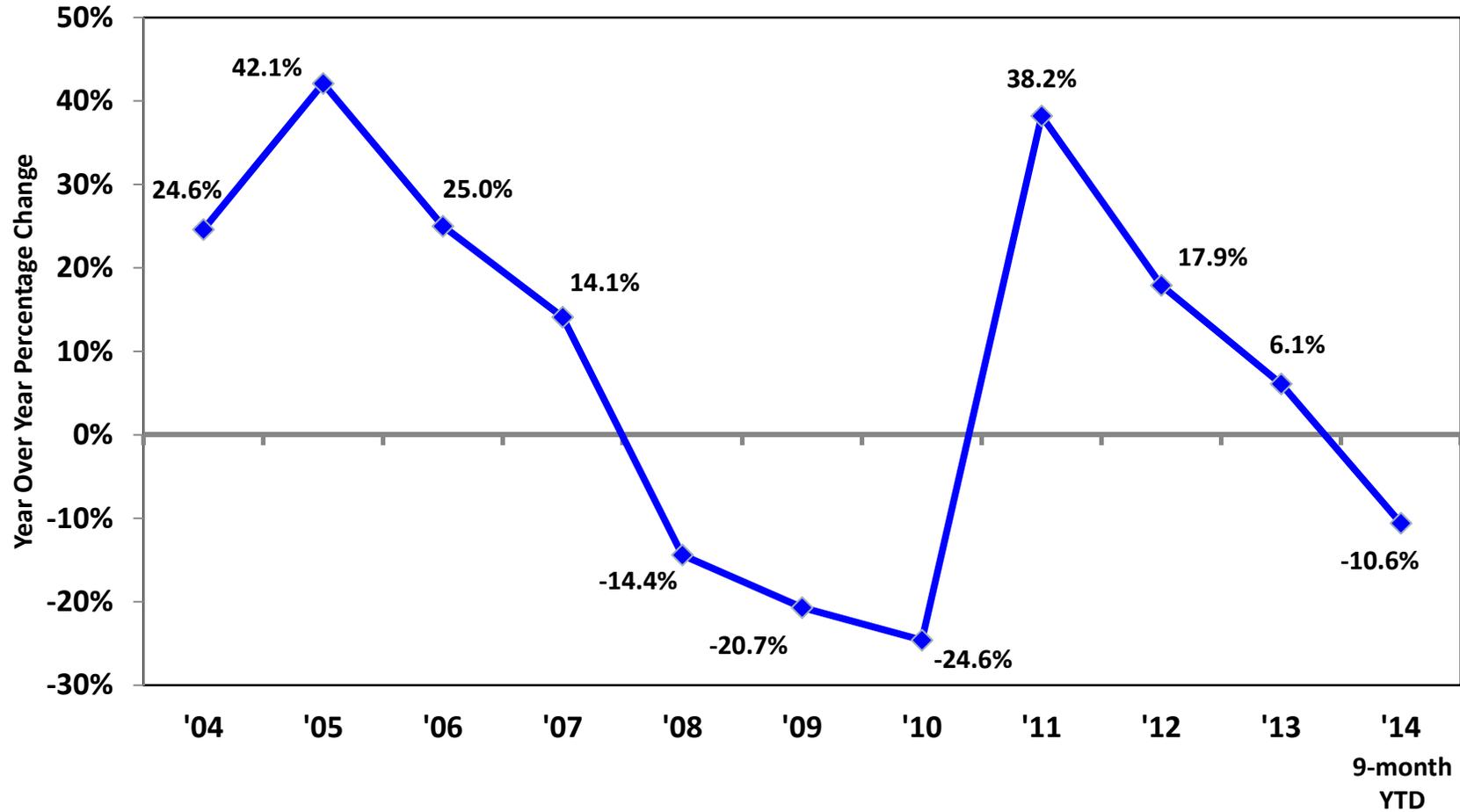
Arizona Individual Income Tax General Fund Collections

		Total	Y/Y Chg.	Year-to-Date Total	YTD Chg.	Withholding	Y/Y Chg.	Year-to-Date Withholding	YTD Chg.	Payments	Y/Y Chg.	Year-to-Date Payments	YTD Chg.	Refunds	Y/Y Chg.	Year-to-Date Refunds	YTD Chg.
FY 2010	Jul-09	234,779,283	-11.5%	234,779,283	-11.5%	252,192,662	-6.7%	252,192,662	-6.7%	14,421,659	-29.2%	14,421,659	-29.2%	(31,835,038)	26.0%	(31,835,038)	26.0%
	Aug	231,115,137	-0.2%	465,894,420	-6.3%	244,862,570	-0.4%	497,055,232	-3.7%	11,402,939	-19.1%	25,824,598	-25.0%	(25,150,372)	-10.7%	(56,985,410)	6.7%
	Sep	267,006,804	-24.9%	732,901,224	-14.0%	227,631,601	-10.9%	724,686,833	-6.1%	76,677,365	-38.3%	102,501,963	-35.4%	(37,302,162)	53.2%	(94,287,572)	21.2%
	Oct	170,528,545	-34.6%	903,429,769	-18.8%	244,430,237	-10.9%	969,117,070	-7.3%	35,790,908	-33.0%	138,692,871	-34.8%	(109,692,600)	63.1%	(203,980,172)	40.6%
	Nov	231,605,947	15.6%	1,135,035,715	-13.6%	248,734,450	-0.6%	1,217,851,519	-6.0%	14,278,495	8.9%	152,571,366	-32.3%	(31,406,998)	-50.2%	(235,387,170)	13.1%
	Dec	317,770,210	-6.9%	1,452,805,926	-12.2%	276,785,971	-7.0%	1,494,637,491	-6.2%	46,197,669	-26.3%	198,769,035	-31.0%	(5,213,430)	-72.3%	(240,600,600)	6.0%
	Jan-10	326,599,118	-1.6%	1,779,405,044	-10.4%	265,599,905	-3.6%	1,760,237,396	-5.8%	91,066,420	-19.0%	289,835,455	-27.6%	(30,067,207)	-46.3%	(270,667,807)	-4.4%
	Feb	13,744,414	N/A	1,793,149,457	-7.8%	253,051,927	6.3%	2,013,289,322	-4.5%	17,153,243	-4.3%	306,988,698	-26.6%	(256,460,756)	-13.9%	(527,128,563)	-9.3%
	Mar	(18,809,855)	N/A	1,774,339,602	-12.0%	282,794,701	0.9%	2,296,084,023	-3.8%	40,585,225	-1.4%	347,573,923	-24.4%	(342,189,781)	37.1%	(869,318,344)	4.7%
	Apr	211,434,444	22.0%	1,985,774,046	-9.3%	235,329,032	6.1%	2,531,413,055	-3.0%	312,268,051	-18.0%	659,841,974	-21.5%	(336,162,639)	-21.7%	(1,205,480,983)	-4.3%
	May	159,976,798	62.3%	2,145,750,845	-6.2%	239,655,475	5.1%	2,771,068,530	-2.3%	13,120,851	-53.5%	672,962,825	-22.5%	(92,799,528)	-41.1%	(1,298,280,511)	-8.4%
	Jun	270,545,462	-3.2%	2,416,296,306	-5.9%	236,036,185	-2.5%	3,007,104,715	-2.3%	71,981,613	-4.0%	744,944,438	-21.0%	(37,472,336)	0.0%	(1,335,752,847)	-8.2%
FY 2011	Jul-10	237,766,843	1.3%	237,766,843	1.3%	247,671,733	-1.8%	247,671,733	-1.8%	13,374,136	-7.3%	13,374,136	-7.3%	(23,279,026)	-26.9%	(23,279,026)	-26.9%
	Aug	257,155,321	11.3%	494,922,165	6.2%	262,036,212	7.0%	509,707,945	2.5%	14,227,735	24.8%	27,601,871	6.9%	(19,108,626)	-24.0%	(42,387,652)	-25.6%
	Sep	286,997,435	7.5%	781,919,600	6.7%	239,045,643	5.0%	748,753,588	3.3%	75,736,353	-1.2%	103,338,224	0.8%	(27,784,560)	-25.5%	(70,172,212)	-25.6%
	Oct	203,824,222	19.5%	985,743,822	9.1%	262,217,057	7.3%	1,010,970,645	4.3%	34,496,790	-3.6%	137,835,014	-0.3%	(92,889,625)	-15.3%	(163,061,837)	-20.1%
	Nov	266,193,368	14.9%	1,251,937,190	10.3%	269,553,589	8.4%	1,280,524,234	5.1%	11,753,618	-17.7%	149,588,632	-2.0%	(15,113,838)	-51.9%	(178,175,675)	-24.3%
	Dec	342,502,655	7.8%	1,594,439,845	9.7%	297,288,208	7.4%	1,577,812,441	5.6%	49,652,916	7.5%	199,241,548	0.2%	(4,438,469)	-14.9%	(182,614,144)	-24.1%
	Jan-11	362,495,854	11.0%	1,956,935,700	10.0%	300,268,497	13.1%	1,878,080,938	6.7%	90,356,188	-0.8%	289,597,736	-0.1%	(28,128,830)	-6.4%	(210,742,974)	-22.1%
	Feb	51,980,954	278.2%	2,008,916,654	12.0%	277,026,155	9.5%	2,155,107,093	7.0%	18,877,777	10.1%	308,475,513	0.5%	(243,922,977)	-4.9%	(454,665,951)	-13.7%
	Mar	(4,565,068)	N/A	2,004,351,586	13.0%	275,844,176	-2.5%	2,430,951,269	5.9%	43,187,275	6.4%	351,662,787	1.2%	(323,596,519)	-5.4%	(778,262,470)	-10.5%
	Apr	306,040,868	44.7%	2,310,392,454	16.3%	253,410,837	7.7%	2,684,362,107	6.0%	391,693,591	25.4%	743,356,378	12.7%	(339,063,560)	0.9%	(1,117,326,030)	-7.3%
	May	240,755,062	50.5%	2,551,147,516	18.9%	290,699,994	21.3%	2,975,062,101	7.4%	19,620,661	49.5%	762,977,038	13.4%	(69,565,592)	-25.0%	(1,186,891,623)	-8.6%
	Jun	312,510,464	15.5%	2,863,657,980	18.5%	252,560,025	7.0%	3,227,622,125	7.3%	81,464,192	13.2%	844,441,230	13.4%	(21,513,753)	-42.6%	(1,208,405,376)	-9.5%
FY 2012	Jul-11	258,103,165	8.6%	258,103,165	8.6%	259,065,966	4.6%	259,065,966	4.6%	13,992,743	4.6%	13,992,743	4.6%	(14,955,544)	-35.8%	(14,955,544)	-35.8%
	Aug	279,592,728	8.7%	537,695,894	8.6%	280,171,827	6.9%	539,237,793	5.8%	16,559,244	16.4%	30,551,987	10.7%	(17,138,342)	-10.3%	(32,093,886)	-24.3%
	Sep	316,659,381	10.3%	854,355,275	9.3%	247,943,193	3.7%	787,180,985	5.1%	84,818,311	12.0%	115,370,298	11.6%	(16,102,122)	-42.0%	(48,196,008)	-31.3%
	Oct	262,716,665	28.9%	1,117,071,940	13.3%	282,818,923	7.9%	1,069,999,908	5.8%	43,943,506	27.4%	159,313,804	15.6%	(64,045,764)	-31.1%	(112,241,772)	-31.2%
	Nov	256,509,482	-3.6%	1,373,581,421	9.7%	262,800,934	-2.5%	1,332,800,842	4.1%	15,341,441	30.5%	174,655,244	16.8%	(21,632,893)	43.1%	(133,874,665)	-24.9%
	Dec	352,348,784	2.9%	1,725,930,205	8.2%	299,066,473	0.6%	1,631,867,315	3.4%	55,737,868	12.3%	230,393,113	15.6%	(2,455,557)	-44.7%	(136,330,222)	-25.3%
	Jan-12	423,694,950	16.9%	2,149,625,156	9.8%	305,562,054	1.8%	1,937,429,369	3.2%	158,056,550	74.9%	388,449,663	34.1%	(39,923,654)	41.9%	(176,253,876)	-16.4%
	Feb	(72,643,496)	N/A	2,076,981,660	3.4%	287,173,000	3.7%	2,224,602,377	3.2%	19,637,403	4.0%	408,087,065	32.3%	(379,453,906)	55.6%	(555,707,782)	22.2%
	Mar	72,291,368	N/A	2,149,273,028	7.2%	282,629,558	2.5%	2,507,231,927	3.1%	46,931,963	8.7%	455,019,028	29.4%	(257,270,144)	-20.5%	(812,977,927)	4.5%
	Apr	376,806,890	23.1%	2,526,079,918	9.3%	282,750,884	11.6%	2,789,982,811	3.9%	435,563,902	11.2%	890,582,930	19.8%	(341,507,896)	0.7%	(1,154,485,823)	3.3%
	May	231,767,419	-3.7%	2,757,847,337	8.1%	283,775,292	-2.4%	3,073,758,103	3.3%	17,542,908	-10.6%	908,125,837	19.0%	(69,550,780)	0.0%	(1,224,036,603)	3.1%
	Jun	328,290,025	5.0%	3,086,137,363	7.8%	258,805,077	2.5%	3,332,563,180	3.3%	87,703,250	7.7%	995,829,088	17.9%	(18,218,301)	-15.3%	(1,242,254,905)	2.8%
FY 2013	Jul-12	287,855,519	11.5%	287,855,519	11.5%	284,466,614	9.8%	284,466,614	9.8%	14,974,662	7.0%	14,974,662	7.0%	(11,585,757)	-22.5%	(11,585,757)	-22.5%
	Aug	274,914,437	-1.7%	562,769,956	4.7%	271,669,187	-3.0%	556,135,801	3.1%	17,096,635	3.2%	32,071,297	5.0%	(13,851,385)	-19.2%	(25,437,142)	-20.7%
	Sep	330,473,379	4.4%	893,243,335	4.6%	248,348,191	0.2%	804,483,992	2.2%	95,989,949	13.2%	128,061,246	11.0%	(13,864,761)	-13.9%	(39,301,903)	-18.5%
	Oct	275,896,569	5.0%	1,169,139,904	4.7%	308,266,817	9.0%	1,112,750,809	4.0%	46,536,943	5.9%	174,598,189	9.6%	(78,907,191)	23.2%	(118,209,094)	5.3%
	Nov	277,808,005	8.3%	1,446,947,909	5.3%	267,761,759	1.9%	1,380,512,568	3.6%	14,844,599	-3.2%	189,442,788	8.5%	(4,798,353)	-77.8%	(123,007,447)	-8.1%
	Dec	410,181,568	16.4%	1,857,129,477	7.6%	339,842,366	13.6%	1,720,354,934	5.4%	72,572,642	30.2%	262,015,430	13.7%	(2,233,440)	-9.0%	(125,240,887)	-8.1%
	Jan-13	441,613,843	4.2%	2,298,743,320	6.9%	311,036,015	1.8%	2,031,390,949	4.8%	136,860,873	-13.4%	398,876,303	2.7%	(6,283,045)	-84.3%	(131,523,932)	-25.4%
	Feb	(46,521,111)	N/A	2,252,222,209	8.4%	275,040,693	-4.2%	2,306,431,642	3.7%	16,973,052	-13.6%	415,849,355	1.9%	(338,534,856)	-10.8%	(470,058,788)	-15.4%
	Mar	65,790,080	-9.0%	2,318,012,289	7.9%	294,703,420	4.3%	2,601,135,062	3.7%	52,690,755	12.3%	468,540,110	3.0%	(281,604,095)	9.5%	(751,662,883)	-7.5%
	Apr	519,783,007	37.9%	2,837,795,296	12.3%	301,485,031	6.6%	2,902,620,093	4.0%	558,676,700	28.3%	1,027,216,810	15.3%	(340,378,724)	-0.3%	(1,092,041,607)	-5.4%
	May	229,188,191	-1.1%	3,066,983,487	11.2%	296,381,110	4.4%	3,199,001,203	4.1%	27,141,047	54.7%	1,054,357,857	16.1%	(94,333,966)	35.6%	(1,186,375,573)	-3.1%
	Jun	330,561,646	0.7%	3,397,545,133	10.1%	251,495,771	-2.8%	3,450,496,984	3.5%	103,594,739	18.1%	1,157,952,596	16.3%	(24,528,874)	34.6%	(1,210,904,447)	-2.5%
FY 2014	Jul-13	306,584,861	6.5%	306,584,861	6.5%	306,632,890	7.8%	306,632,890	7.8%	19,029,100	27.1%	19,029,100	27.1%	(19,077,129)	64.7%	(19,077,129)	64.7%
	Aug	274,573,097	-0.1%	581,157,958	3.3%	267,905,132	-1.4%	574,538,022	3.3%	19,245,061	12.6%	38,274,161	19.3%	(12,577,096)	-9.2%	(31,654,225)	24.4%
	Sep	371,782,566	12.5%	952,940,524	6.7%	275,796,364	11.1%	850,334,386	5.7%	111,317,014	16.0%	149,591,175	16.8%	(15,330,812)	10.6%	(46,985,037)	19.5%
	Oct	300,662,202	9.0%	1,253,602,726	7.2%	302,374,318	-1.9%	1,152,708,704	3.6%	66,530,526	43.0%	216,121,701	23.8%	(68,242,642)	-13.5%	(115,227,679)	-2.5%
	Nov	281,831,479	1.4%	1,535,434,205	6.1%	280,378,107	4.7%	1,433,086,811	3.8%	16,737,041	12.7%	232,858,742	22.9%	(15,283,669)	218.5%	(130,511,348)	6.1%</

Corporate Income Tax

Corporate Income Tax

- Base % Change



Percent Change in Base Revenue Excluding Tax Law Changes



Arizona Corporate Income Tax General Fund Collections

		Gross Revenue	Y/Y Chg.	Year-to-Date Gross Revenue	YTD Chg.	Refunds	Y/Y Chg.	Year-to-Date Refunds	YTD Chg.	Net Revenue	Y/Y Chg.	Year-to-Date Net Revenue	YTD Chg.
FY 2010	July 2009	40,229,569	30.4%	40,229,569	30.4%	(6,588,858)	-12.9%	(6,588,858)	-12.9%	33,640,711	44.4%	33,640,711	44.4%
	Aug 2009	13,201,777	-51.9%	53,431,346	-8.4%	(7,345,503)	-11.5%	(13,934,361)	-12.2%	5,856,274	-69.4%	39,496,985	-6.9%
	Sept 2009	90,726,618	-36.1%	144,157,964	-28.0%	(22,780,171)	131.8%	(36,714,532)	42.9%	67,946,447	-48.6%	107,443,432	-38.4%
	Oct 2009	39,451,245	1.8%	183,609,209	-23.2%	(20,639,272)	17.4%	(57,353,804)	32.6%	18,811,973	-11.1%	126,255,405	-35.5%
	Nov 2009	16,805,252	-14.7%	200,414,461	-22.5%	(93,858,118)	322.8%	(151,211,922)	131.0%	(77,052,866)	N/A	49,202,539	-74.5%
	Dec 2009	98,450,482	-30.7%	298,864,943	-25.4%	(35,820,862)	16.7%	(187,032,784)	94.5%	62,629,620	-43.8%	111,832,159	-63.3%
	Jan 2010	40,858,296	67.4%	339,723,239	-20.1%	(4,841,954)	-82.6%	(191,874,738)	54.7%	36,016,342	N/A	147,848,501	-50.9%
	Feb 2010	14,730,212	-66.7%	354,453,451	-24.5%	(19,376,637)	96.1%	(211,251,375)	57.8%	(4,646,425)	N/A	143,202,076	-57.3%
	Mar 2010	81,015,354	72.1%	435,468,805	-15.7%	(14,531,056)	544.7%	(225,782,431)	65.8%	66,484,298	48.3%	209,686,374	-44.9%
	Apr 2010	64,763,045	-9.1%	500,231,850	-14.9%	(3,233,749)	-34.6%	(229,016,180)	62.3%	61,529,296	-7.2%	271,215,670	-39.3%
May 2010	54,199,831	1.5%	554,431,681	-13.5%	(2,771,945)	-37.8%	(231,788,125)	59.2%	51,427,886	5.1%	322,643,556	-34.9%	
June 2010	95,679,976	-10.7%	650,111,657	-13.1%	(5,130,226)	-51.6%	(236,918,351)	51.7%	90,549,750	-6.2%	413,193,306	-30.2%	
FY 2011	July 2010	31,278,709	-22.2%	31,278,709	-22.2%	(7,832,040)	18.9%	(7,832,040)	18.9%	23,446,669	-30.3%	23,446,669	-30.3%
	Aug 2010	22,578,726	71.0%	53,857,435	0.8%	(4,360,347)	-40.6%	(12,192,387)	-12.5%	18,218,379	211.1%	41,665,048	5.5%
	Sept 2010	123,510,889	36.1%	177,368,324	23.0%	(5,636,178)	-75.3%	(17,828,565)	-51.4%	117,874,711	73.5%	159,539,759	48.5%
	Oct 2010	31,026,633	-21.4%	208,394,957	13.5%	(11,166,188)	-45.9%	(28,994,753)	-49.4%	19,860,445	5.6%	179,400,204	42.1%
	Nov 2010	9,402,696	-44.0%	217,797,653	8.7%	(46,580,816)	-50.4%	(75,575,569)	-50.0%	(37,178,120)	N/A	142,222,084	189.1%
	Dec 2010	93,729,701	-4.8%	311,527,354	4.2%	5,007,131	N/A	(70,568,438)	-62.3%	98,736,832	57.7%	240,958,916	115.5%
	Jan 2011	28,729,294	-29.7%	340,256,648	0.2%	(3,444,902)	-28.9%	(74,013,340)	-61.4%	25,284,392	-29.8%	266,243,308	80.1%
	Feb 2011	13,963,686	-5.2%	354,220,335	-0.1%	(6,935,066)	-64.2%	(80,994,407)	-61.7%	7,028,620	N/A	273,271,928	90.8%
	Mar 2011	54,029,433	-33.3%	408,249,768	-6.3%	(2,782,737)	-80.8%	(83,731,143)	-62.9%	51,246,697	-22.9%	324,518,625	54.8%
	Apr 2011	89,080,454	37.5%	497,330,222	-0.6%	(5,175,712)	60.1%	(88,906,855)	-61.2%	83,904,743	36.4%	408,423,368	50.6%
May 2011	46,972,820	-13.3%	544,303,042	-1.8%	(4,564,706)	64.7%	(93,471,561)	-59.7%	42,408,114	-17.5%	450,831,481	39.7%	
June 2011	114,699,502	19.9%	659,002,544	1.4%	(5,295,333)	3.2%	(98,766,894)	-58.3%	109,404,169	20.8%	560,235,650	35.6%	
FY 2012	July 2011	29,025,322	-7.2%	29,025,322	-7.2%	(3,384,799)	-56.8%	(3,384,799)	-56.8%	25,640,524	9.4%	25,640,524	9.4%
	Aug 2011	42,313,720	87.4%	71,339,042	32.5%	(9,940,301)	128.0%	(13,325,100)	9.3%	32,373,418	77.7%	58,013,942	39.2%
	Sept 2011	120,105,342	-2.8%	191,444,384	7.9%	(3,943,140)	-30.0%	(17,268,240)	-3.1%	116,162,203	-1.5%	174,176,145	9.2%
	Oct 2011	36,309,111	17.0%	227,753,495	9.3%	(12,402,526)	11.1%	(29,670,766)	2.3%	23,906,584	20.4%	198,082,729	10.4%
	Nov 2011	24,880,266	164.6%	252,633,761	16.0%	(30,713,346)	-34.1%	(60,384,112)	-20.1%	(5,833,080)	N/A	192,249,649	35.2%
	Dec 2011	131,961,174	40.8%	384,594,935	23.5%	(2,135,074)	N/A	(62,519,186)	-11.4%	129,826,100	31.5%	322,075,749	33.7%
	Jan 2012	34,263,313	19.3%	418,858,249	23.1%	(1,136,019)	-67.0%	(63,655,205)	-14.0%	33,127,294	31.0%	355,203,043	33.4%
	Feb 2012	15,261,053	9.3%	434,119,301	22.6%	(2,913,898)	-58.0%	(66,569,104)	-17.8%	12,347,154	75.7%	367,550,198	34.5%
	Mar 2012	68,531,557	26.8%	502,650,858	23.1%	(2,643,333)	-5.0%	(69,212,437)	-17.3%	65,888,224	28.6%	433,438,422	33.6%
	Apr 2012	92,679,219	4.0%	595,330,077	19.7%	(2,529,765)	-51.1%	(71,742,202)	-19.3%	90,149,454	7.4%	523,587,875	28.2%
May 2012	45,069,600	-4.1%	640,399,677	17.7%	(35,017,028)	667.1%	(106,759,230)	14.2%	10,052,572	-76.3%	533,640,447	18.4%	
June 2012	113,038,847	-1.4%	753,438,524	14.3%	(2,907,449)	-45.1%	(109,666,679)	11.0%	110,131,398	0.7%	643,771,845	14.9%	
FY 2013	July 2012	30,975,920	6.7%	30,975,920	6.7%	(10,190,368)	201.1%	(10,190,368)	201.1%	20,785,552	-18.9%	20,785,552	-18.9%
	Aug 2012	26,449,162	-37.5%	57,425,082	-19.5%	(4,041,736)	-59.3%	(14,232,104)	6.8%	22,407,426	-30.8%	43,192,978	-25.5%
	Sept 2012	135,770,478	13.0%	193,195,560	0.9%	(2,846,561)	-27.8%	(17,078,665)	-1.1%	132,923,917	14.4%	176,116,895	1.1%
	Oct 2012	41,787,184	15.1%	234,982,743	3.2%	(14,427,659)	16.3%	(31,506,324)	6.2%	27,359,524	14.4%	203,476,419	2.7%
	Nov 2012	18,662,746	-25.0%	253,645,489	0.4%	(21,832,325)	-28.9%	(53,338,649)	-11.7%	(3,169,579)	N/A	200,306,840	4.2%
	Dec 2012	114,140,782	-13.5%	367,786,271	-4.4%	(19,137,873)	796.4%	(72,476,522)	15.9%	95,002,909	-26.8%	295,309,749	-8.3%
	Jan 2013	26,071,307	-23.9%	393,857,578	-6.0%	(5,244,589)	361.7%	(77,721,111)	22.1%	20,826,718	-37.1%	316,136,467	-11.0%
	Feb 2013	15,024,306	-1.6%	408,881,884	-5.8%	(2,084,792)	-28.5%	(79,805,903)	19.9%	12,939,514	4.8%	329,075,981	-10.5%
	Mar 2013	77,103,276	12.5%	485,985,160	-3.3%	(1,702,847)	-35.6%	(81,508,750)	17.8%	75,400,429	14.4%	404,476,410	-6.7%
	Apr 2013	104,068,674	12.3%	590,053,834	-0.9%	(1,847,071)	-27.0%	(83,355,821)	16.2%	102,221,603	13.4%	506,698,013	-3.2%
May 2013	33,282,523	-26.2%	623,336,357	-2.7%	(2,547,119)	-92.7%	(85,902,940)	-19.5%	30,735,404	205.7%	537,433,417	0.7%	
June 2013	131,310,962	16.2%	754,647,319	0.2%	(6,717,981)	131.1%	(92,620,921)	-15.5%	124,592,981	13.1%	662,026,398	2.8%	
FY 2014	July 2013	34,069,704	10.0%	34,069,704	10.0%	(8,988,196)	-11.8%	(8,988,196)	-11.8%	25,081,508	20.7%	25,081,508	20.7%
	Aug 2013	14,407,351	-45.5%	48,477,055	-15.6%	(3,863,822)	-4.4%	(12,852,018)	-9.7%	10,543,529	-52.9%	35,625,037	-17.5%
	Sept 2013	123,780,418	-8.8%	172,257,473	-10.8%	(25,870,935)	808.8%	(38,722,953)	126.7%	97,909,483	-26.3%	133,534,520	-24.2%
	Oct 2013	42,701,887	2.2%	214,959,360	-8.5%	(10,435,834)	-27.7%	(49,158,787)	56.0%	32,266,053	17.9%	165,800,573	-18.5%
	Nov 2013	24,590,006	31.8%	239,549,366	-5.6%	(23,491,341)	7.6%	(72,650,128)	36.2%	1,098,665	N/A	166,899,238	-16.7%
	Dec 2013	125,462,558	9.9%	365,011,924	-0.8%	(40,720,245)	112.8%	(113,370,373)	56.4%	84,742,313	-10.8%	251,641,551	-14.8%
	Jan 2014	21,695,410	-16.8%	386,707,334	-1.8%	(5,413,529)	3.2%	(118,783,902)	52.8%	16,281,881	-21.8%	267,923,432	-15.3%
	Feb 2014	16,552,646	10.2%	403,259,980	-1.4%	(1,410,014)	-32.4%	(120,193,916)	50.6%	15,142,632	17.0%	283,066,064	-14.0%
	Mar 2014	80,881,943	4.9%	484,141,923	-0.4%	(2,438,851)	43.2%	(122,632,767)	50.5%	78,443,092	4.0%	361,509,156	-10.6%
	Apr 2014												
May 2014													
June 2014													

1/

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Economic Indicators

Recent Economic Indicators

NATIONAL

According to the U.S. Department of Commerce Bureau of Economic Analysis, the **U.S. Real Gross Domestic Product (GDP)** increased at an annual rate of 2.4% in the fourth quarter of 2013. This estimate was a downward revision of the preliminary 3.2% figure and a further deceleration from the 4.1% growth in the third quarter. The deceleration was due to decreases in federal government spending and residential investment and a slowdown in inventory accumulation. The quarterly decrease in residential investment (housing) was the first since the third quarter of 2010.

The Conference Board's **U.S. Consumer Confidence Index** decreased (1.6)% in February but grew 14.9% since February 2013. The component of the index that measures optimism about current circumstances increased by 5.7% since January, but the component that looks at confidence in the near future dropped by (6.3)%.

The Conference Board's **U.S. Leading Economic Index** resumed its growth, increasing by 0.3% in January, following a pause in December. Of the index's 10 components, 6 improved during the month. During the month, improvement in several measures of financial markets and in initial unemployment claims more than offset negative contributions to the index from worsening consumer confidence, building permit creation, and orders of manufactured goods.

Consumer prices, as measured by the U.S. **Consumer Price Index (CPI)**, increased 0.1% in February and 1.1% above February 2013 prices. A 0.4% increase in food prices drove more than half of the monthly increase. Falling gasoline prices more than offset oil and natural gas increases and pulled the overall energy index down during the month. Annual inflation measured by the index in the future is expected to strongly influence the pace the Federal Reserve Bank reduces their monetary stimulus to the economy.

"The quarterly decrease in residential investment (housing) was the first since the third quarter of 2010."

ARIZONA

Housing

The number of Maricopa County **pending foreclosures** decreased from 5,698 in January to 5,424 in February. The February total is significantly below the peak in December 2009 (51,466). *See Appendix A – Tracking Arizona's Recovery.*

The total housing inventory in the Greater Phoenix area increased from 21,718 in February 2013 to 29,661 in February 2014, a 36.6% increase.

In the Metropolitan Phoenix area, the **median price of a single family home** was \$196,900 in January. This represents a (4.0)% decrease from December, and a 20.8% increase from January of last year.

Another measure of the health of the Arizona real estate market is permitting activity. For the 3-month period through January, a total of 1,244 **single-family building permits** had been issued statewide, an 8.0% increase from last year. While permitting activity has seen gains, the current level of permitting remains far below a more normal 3-month average of 3,000 to 4,000 permits. *See Appendix A – Tracking Arizona's Recovery.*

Employment

As a result of the annual benchmarking revision of establishment survey data, the Department of Administration (DOA) reported in March that Arizona nonfarm employment growth in 2012 and 2013 was marginally higher than previous estimates had indicated. By incorporating more comprehensive data based on unemployment insurance records, the federal Bureau of Labor Statistics (BLS) determined that the state added, on average, 3,200 and 6,000 more jobs per month in 2012 and 2013, respectively, than previously reported. On an average annual basis, the job growth in 2013 was 0.1% higher than previously estimated. Overall, the state had a net increase of 51,700 (+2.1%) nonfarm jobs in 2013, which was only marginally higher than the 51,400 net job gain in 2012.

Recent Economic Indicators (Continued)

“As part of Medicaid expansion and restoration that began January 1, 2014, the [childless adult] program again allowed new participants. Since the December MFH, the population has increased by 88,383 to reach a level of 156,153.”

The latest estimate of **nonfarm employment** showed that the state shed (42,200) jobs in January over December in the prior year. Job losses typically occur in January when the holiday season comes to an end. The average job reduction for the month of January in the prior 10 years was (57,900). Compared to January 2013, nonfarm employment was up by 2.2%, or 55,400 jobs.

The household survey data used to estimate the state’s **unemployment rate** was also revised in March. The historical revision, which essentially covered the period from October 2012 through October 2013, was relatively small. The state’s seasonally adjusted jobless rate fell from 7.6% in December to 7.5% in January. The U.S. unemployment rate in January was significantly lower at 6.6%.

State Agency Data

At the beginning of March, total **AHCCCS** caseloads increased to 1.30 million members. Overall, AHCCCS caseloads are currently 3.2% above March 2013 levels. The traditional acute care AHCCCS population, which consists primarily of lower income children and their parents remained the same since last month while decreasing (0.5)% since last year. The total population in this program is approximately 877,000.

From July 2011 through December 2013, the childless adult program did not allow new participants. As part of Medicaid expansion and restoration that began January 1, 2014, the program again allowed new participants. Since the December MFH, the population has increased by 88,383 to reach a level of 156,153. As a whole, the Proposition 204 program has increased 8.2% compared to the prior month, and 30.7% from the prior year.

Medicaid expansion also resulted in the creation of a new member population consisting of adults from 100% to 133% of the Federal Poverty Level (FPL). At the beginning of March, 5,806 individuals had enrolled under this new population.

KidsCare I provides coverage for 2,143 children with incomes above those in the traditional population. Its enrollment has declined since a freeze was implemented in January 2010. Enrollment in the program has declined (72.1)% from the prior year, though a portion of that decrease is the result of

transferring 3,300 children that became eligible for the Traditional acute care program on January 1, 2014.

There were 31,683 **TANF recipients** in the state in January, a monthly caseload decrease of (5.0)%. Year-over-year, the number of TANF recipients has declined by (17.9)%. The statutory lifetime limit on cash assistance is 24 months.

The appropriation for TANF cash assistance in the FY 2014 budget funds an average monthly caseload of approximately 34,346 recipients in FY 2014. The 31,683 TANF recipients includes 1,675 tribal recipients. These recipients belong to tribes that operate their own TANF program but contract with the state for program administration, meaning there were 30,008 state-funded TANF recipients in January.

The **Supplemental Nutrition Assistance Program (SNAP)**, formerly known as Food Stamps, provides assistance to low-income households to purchase food. In January, there were a total 1.0 million food stamp recipients in the state, a (1.7)% decrease over the prior month. Compared to the same month last year, food stamp participation was down by (5.6)%. The number of SNAP recipients began increasing steadily in July 2007, after several years in the 550,000 to 575,000 range.

The 3-month average count of the **Department of Corrections (ADC) inmate population** increased to 41,258 inmates in February 2013. Relative to the prior 3-month period, the population has increased by 131 inmates. Compared to a year ago, the population has increased by 1,212 inmates.

Recent 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 (SA)	January	7.5%	(0.1) %	(0.5)%
- Initial Unemployment Insurance Claims	January	23,110	24.6%	(7.3)%
- Unemployment Insurance Recipients	January	35,396	1.6%	(9.2)%
- Non-Farm Employment - Total	January	2.53 million	(1.6)%	2.2%
Manufacturing	January	153,600	(1.0)%	(0.7)%
Construction	January	121,200	(2.4)%	4.3%
- Average Weekly Hours, Manufacturing	January	39.2	(4.4)%	(1.8)%
- Contracting Tax Receipts (3-month average)	Dec-Feb	\$39.0 million	(4.2)%	13.6%*
- Retail Sales Tax Receipts (3-month average)	Dec-Feb	\$190.9 million	0.5%	11.5%*
- Residential Building Permits (3-month moving average)				
Single-family	Nov-Jan	1,244	(4.5)%	8.0%
Multi-unit	Nov-Jan	661	13.8%	(8.6)%
- Greater Phoenix Home Sales				
Single-Family	January	5,356	(18.8)%	(22.8)%
Townhouse/Condominium	January	904	(14.3)%	(17.8)%
- Greater Phoenix Median Home Price				
Single-Family	January	\$196,900	(4.0)%	20.8%
Townhouse/Condominium	January	\$118,250	(1.5)%	16.5%
- Greater Phoenix S&P/Case-Shiller Home Price Index (Jan. 2000 = 100)	December	144.48	(0.3)%	15.3%
- Foreclosure Activity, Maricopa County	February	5,424	(4.8)%	(48.8)%
Pending Foreclosures (Active Notices)				
- Greater Phoenix Total Housing Inventory, (ARMLS)	February	29,661	4.2%	36.6%
- Phoenix Sky Harbor Air Passengers	December	3.53 million	9.6%	4.0%
- Revenue Per Available Hotel Room	January	\$62.19	11.4%	6.6%
- Arizona Average Natural Gas Price (\$ per thousand cubic feet)	December	\$5.10	(1.2)%	6.3%
- Arizona Consumer Confidence Index (1985 = 100)	1st Quarter 2014	68.9	3.0%	N/A
- Arizona Coincident Index (July 1992 = 100)	December	184.50	0.2%	2.4%
- Arizona Leading Index -- 6 month projected growth rate	Oct-Dec	3.2%	0.5%	0.3%
- Arizona Personal Income	3rd Quarter 2013	\$246.5 billion	0.9%	4.5%
- Arizona Population	July 1, 2013	6.63 million	N/A	1.2%
- AHCCCS Recipients	March	1,303,787	2.2%	3.2%
Acute Care Traditional		876,911	0.0%	(0.5)%
Prop 204 Childless Adults		156,153	18.6%	91.2%
Other Prop 204		143,486	0.1%	(2.8)%
Adult Expansion		5,806	90.8%	-
Kids Care I		2,143	-6.4%	(72.1)%
Long-Term Care – Elderly & DD		54,714	0.1%	2.8%
Emergency Services		64,574	0.6%	1.3%
- TANF Recipients	January	31,683	(5.0)%	(17.9)%
- SNAP (Food Stamps) Recipients	January	1,046,459	(1.7)%	(5.6)%
- ADC Inmate Growth (3-month average)	Dec-Feb	41,258	131 inmates	1,212 inmates
- Probation Caseload				
Non-Maricopa	January	17,517	15	(355)
Maricopa County	January	24,932	37	(141)
United States				
- Gross Domestic Product (Chained 2009 dollars, SAAR)	4 th Quarter 2013 (Second Estimate)	\$15.9 trillion	2.4%	2.5%
- Consumer Confidence Index (1985 = 100)	February	78.1	(1.6)%	14.9%
- Leading Indicators Index (2004 = 100)	January	99.5	0.3%	5.7%
- U.S. Semiconductor Billings (3-month moving average)	Nov.-Jan.	\$5.6 billion	(3.5)%	17.3%
- Consumer Price Index, SA (1982-84 = 100)	February	235.2	0.1%	1.1%

* Excludes the temporary 1¢ increase that expired at the end of May 2013.

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.

John Arnold is the Director of the Governor's Office of Strategic Planning and Budgeting (OSPB).

Brian Cary is Manager of Forecasting, Research and Economic Development 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.

State Treasurer Doug Ducey serves as the Arizona's Chief Banker and Investment Officer overseeing more than \$9.7 billion in state assets. Treasurer Ducey also serves as the Chairman of Arizona's State Board of Investment, and State Loan Commission. He also serves as the State's Surveyor General and is a member of the State Land Selection Board. With a degree in Finance from Arizona State University, he was inducted into the W.P. Carey School of Business *Hall of Fame* in 2004 and joined the Treasurer's Office from the private sector where he built and developed two Arizona businesses.

Pete Ewen is Chief Economist and Manager of the Revenue and Fuel Analysis and Forecast Group at Pinnacle West. He has been with Arizona Public Service/Pinnacle West for more than 20 years.

George W. Hammond is associate director of the Economic and Business Research Center in the Eller College of Management at the University of Arizona. Dr. Hammond brings 17 years of experience in state and local econometric forecasting and regional economic analysis to the Center. He has completed over 50 regional economic studies on topics that include economic and workforce development, energy forecasting, and the impact of higher education on human capital accumulation.

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.

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

Dr. Aruna Murthy is Director of Economic Analysis for the Office of Employment and Population Statistics at the Arizona Department of Administration.

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 2001.

Martin Shultz is a Senior Policy Director in Brownstein Hyatt Farber Schreck's Phoenix Office. Prior to joining Brownstein, Mr. Schultz was the Vice President of Government Affairs at Pinnacle West Capital Corporation and its subsidiaries. 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.