

The SILVER SAGE

AN OVERVIEW OF NEVADA'S ECONOMY BY THE SAGES AT THE DEPARTMENT OF ADMINISTRATION



This long run is a misleading guide to current affairs. In the long run we are all dead. Economists set themselves too easy, too useless a task if in tempestuous seasons they can only tell us that when the storm is long past the ocean is flat again.

John Maynard Keynes

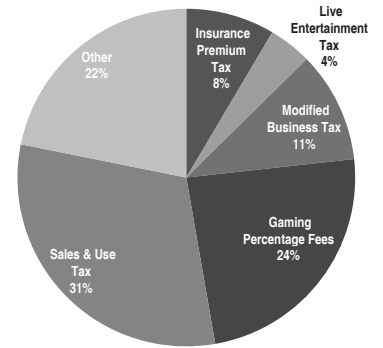
		US Rate	Nevada Rate	Nevada Rank 1=worst
Foreclosure Filings Rate	Jul '09	0.3%	1.8%	1
Home Price Index	1st Quarter '09 v '08	-7.1%	-31.1%	1
Wage & Salary Disbursements	1st Quarter '09 v '08	-0.4%	-4.9%	1
Personal Income	1st Quarter '09 v '08	0.8%	-2.0%	1
Employment*	Jul '09 v '08	-4.2%	-10.2%	2
Unemployment	Jul '09	9.4%	12.5%	3

*Nevada employment adjusted to reflect data from quarterly reports from employers to DETR.

State Large General Fund Revenues - May 2009 Economic Forum Forecast v Actual

FY 2008-09	Reporting Period	Budgeted YTD	Actual YTD	Difference	
SALES TAX	Year End	\$855,934,000	\$842,368,064	(\$13,565,936)	-1.6%
PERCENTAGE FEES COLLECTIONS	Year End	\$662,997,000	\$655,443,319	(\$7,553,681)	-1.1%
MODIFIED BUSINESS TAX	Year End	\$284,403,000	\$277,516,292	(\$6,886,708)	-2.4%
INSURANCE PREMIUM TAX	Year End	\$234,713,000	\$238,687,224	\$3,974,224	1.7%
LIVE ENTERTAINMENT TAX - GAMING PORTION	Year End	\$116,028,000	\$112,404,967	(\$3,623,033)	-3.1%
CIGARETTE TAX	Year End	\$99,194,000	\$96,986,907	(\$2,207,093)	-2.2%
REAL PROPERTY TRANSFER TAX	Year End	\$65,261,000	\$65,922,452	\$661,452	1.0%
COMMERCIAL RECORDINGS	Year End	\$71,000,000	\$70,867,017	(\$132,983)	-0.2%
LIQUOR TAX	Year End	\$39,279,000	\$36,980,796	(\$2,298,204)	-5.9%
Totals		\$2,428,809,000	\$2,397,177,037	(\$31,631,963)	-1.3%

FY 2009-10	Reporting Period	Budgeted YTD	Actual YTD	Difference	
PERCENTAGE FEES COLLECTIONS	June	\$47,856,603	\$45,680,446	(\$2,176,157)	-4.5%
COMMERCIAL RECORDINGS	July	\$5,869,503	\$5,924,573	\$55,070	0.9%
Totals		\$53,726,106	\$51,605,019	(\$2,121,086)	-3.9%

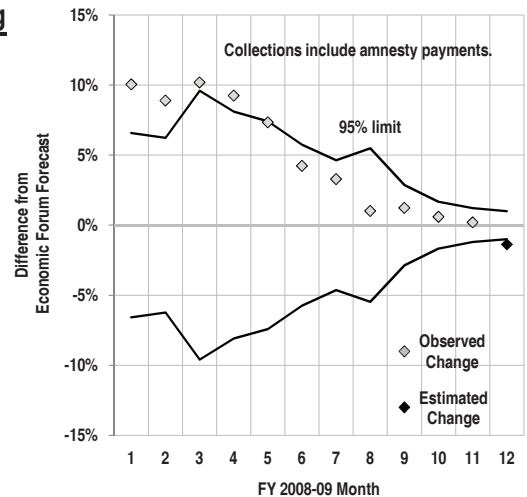


FY 2008-09 Large General Fund Revenues Cumulative Year-To-Date Tracking

Fiscal Year	Historical Average	FY 2007-08 Actual*	FY 2008-09 Forecast	FY 2008-09 Actual**	Difference from Forecast	95% Chance Forecast Correct If Difference Between		
Month	Quarter	Share of Total	Millions	Millions	Millions	Lower Limit	Upper Limit	
1		5.4%	\$147.7	\$131.7	\$145.0	10.0%	-6.6%	6.6%
2		11.8%	\$321.0	\$286.3	\$311.7	8.9%	-6.2%	6.2%
3	1	23.8%	\$646.8	\$576.9	\$635.6	10.2%	-9.6%	9.6%
4		30.1%	\$820.8	\$732.2	\$799.8	9.2%	-8.1%	8.1%
5		36.5%	\$994.2	\$886.8	\$951.8	7.3%	-7.4%	7.4%
6	2	49.3%	\$1,342.1	\$1,197.1	\$1,247.7	4.2%	-5.7%	5.7%
7		54.6%	\$1,486.7	\$1,326.1	\$1,369.6	3.3%	-4.6%	4.6%
8		61.2%	\$1,665.4	\$1,485.5	\$1,500.5	1.0%	-5.5%	5.5%
9	3	73.3%	\$1,994.8	\$1,779.3	\$1,801.0	1.2%	-2.9%	2.9%
10		80.5%	\$2,191.3	\$1,954.6	\$1,966.1	0.6%	-1.7%	1.7%
11		86.6%	\$2,357.6	\$2,102.9	\$2,107.0	0.2%	-1.2%	1.2%
12	4	99.3%	\$2,704.8	\$2,412.6	\$2,379.5	-1.4%	-1.0%	1.0%
Year End		100.0%	\$2,723.0	\$2,428.8	\$2,396.3			

*Actual Revenues are adjusted to reflect the historical average distribution.

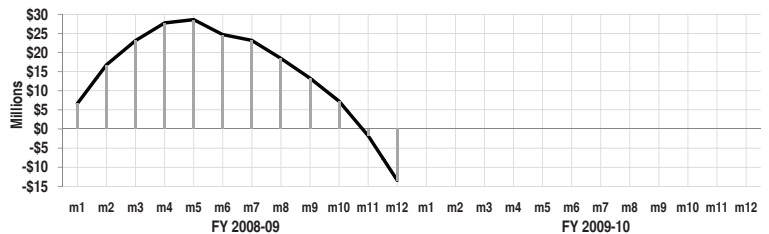
**Month 12 amount estimated based on trends in recent collections.



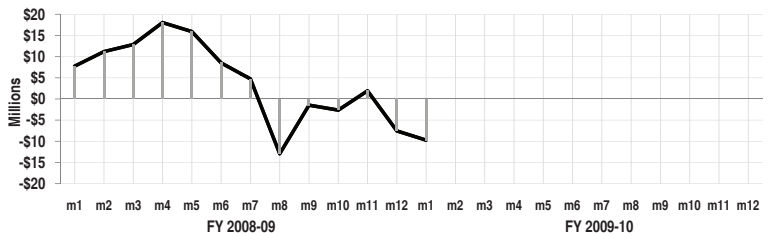
Cumulative Difference Between Actual and Forecast

Positive numbers indicate actual collections ahead of forecast for sum of FY 2008-09 plus FY 2009-10. The monthly forecast is based upon the May 2009 Economic Forum projections and a historic monthly trends.

Sales and Use Tax Collections



Gaming Percentage Fees Collections

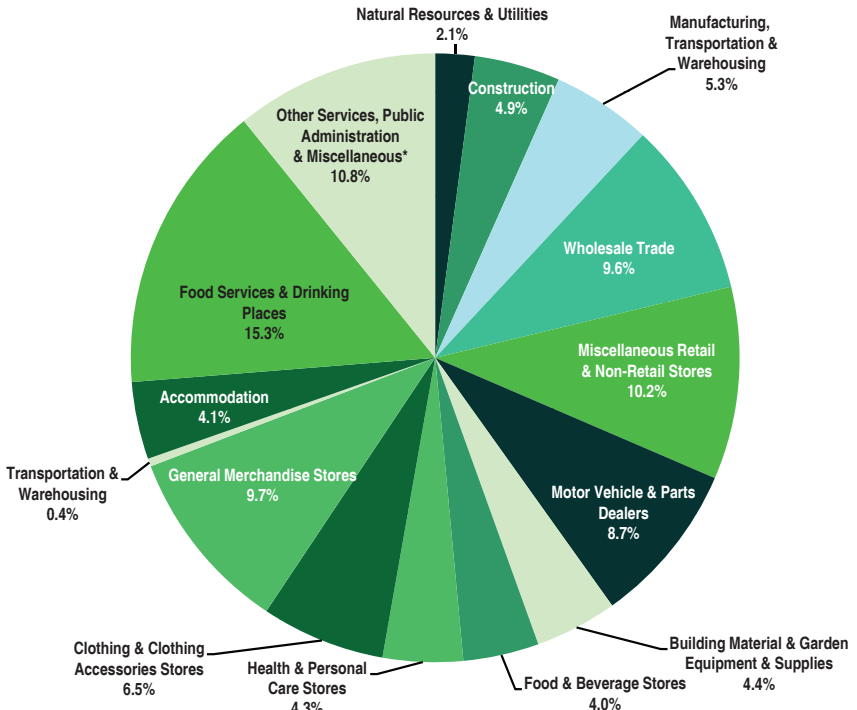


Statewide Sales and Use Tax

Taxable Sales by Industry

Year Over Year Change

Total Taxable Sales	Yr/Yr Chg %
June 2008	(6.0)
July 2008	(5.2)
August 2008	3.1
September 2008	(5.2)
October 2008	(6.2)
November 2008	(10.9)
December 2008	(16.2)
January 2009	(12.9)
February 2009	(18.9)
March 2009	(16.5)
April 2009	(17.9)
May 2009	(21.1)
June 2009	(20.5)



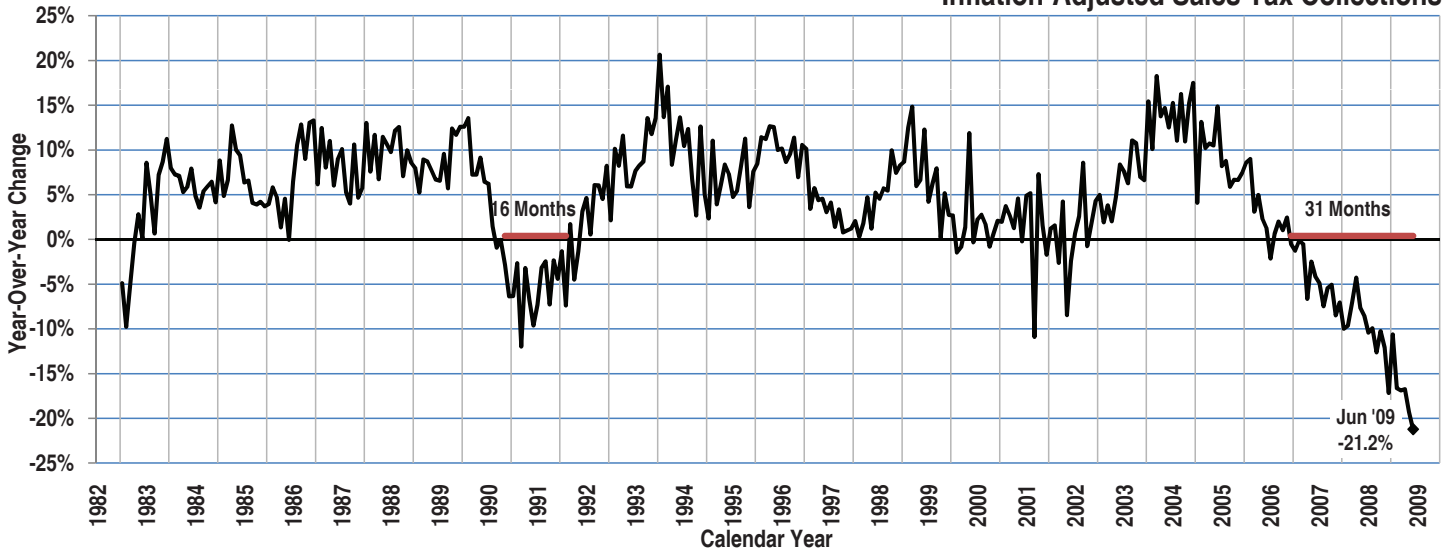
	Food Services & Drinking Places (722)			Miscellaneous Retail & Non-Retail Stores (442, 443, 447, 451, 453, 454)			General Merchandise Stores (452)			Wholesale Trade (423-425)			Motor Vehicle & Parts Dealers (441)		
	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank
June 2008	(11.7)	14.0	1	(5.8)	9.8	4	(3.5)	8.4	6	11.2	10.8	3	(16.7)	9.8	5
July 2008	(7.0)	14.0	1	(4.4)	10.1	4	0.6	8.7	6	(5.6)	9.6	5	(10.3)	11.8	2
August 2008	(1.7)	14.7	1	(0.4)	9.6	4	(1.9)	8.2	6	(2.6)	9.3	5	(18.8)	9.9	3
September 2008	(19.6)	12.6	1	(7.1)	9.9	4	27.8	10.8	3	(0.6)	9.6	5	(24.1)	8.5	6
October 2008	(14.8)	15.2	1	(7.1)	9.9	3	(2.9)	8.4	5	(6.7)	9.5	4	(31.3)	8.2	6
November 2008	(6.7)	15.9	1	(14.6)	10.6	4	(9.2)	10.9	3	(13.3)	8.5	5	(34.4)	7.5	6
December 2008	(9.5)	13.4	1	(10.7)	12.2	3	(7.7)	13.3	2	(17.3)	8.4	5	(34.0)	6.7	7
January 2009	(13.3)	16.8	1	(17.0)	10.1	3	(2.1)	9.1	4	(25.5)	8.3	6	(30.2)	8.9	5
February 2009	(9.9)	16.4	1	(12.7)	11.0	3	(9.0)	9.9	4	(23.3)	8.5	5	(43.1)	7.8	6
March 2009	(6.8)	15.5	1	(21.7)	9.5	5	(11.5)	9.8	4	27.0	14.5	2	(39.2)	7.6	6
April 2009	(6.9)	18.1	1	(27.4)	9.8	3	(5.2)	9.4	4	(27.7)	8.5	5	(30.4)	8.1	6
May 2009	(10.2)	18.4	1	(24.4)	9.7	4	(7.5)	10.1	3	(40.7)	7.7	6	(29.9)	9.5	5
June 2009	(9.2)	16.0	1	(15.7)	10.4	3	(11.0)	9.4	4	(36.9)	8.5	6	(26.3)	9.1	5

	Clothing & Clothing Accessories Stores (448)			Manufacturing (311-339)			Construction (236-238)			Building Material & Garden Equipment & Supplies (444)			Health & Personal Care Stores (446)		
	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank
June 2008	3.8	6.3	7	(21.3)	5.8	9	27.0	6.0	8	(14.7)	4.7	10	(22.0)	4.2	11
July 2008	0.8	6.0	7	(20.2)	5.5	8	(5.7)	4.1	12	(9.0)	5.0	9	(1.3)	4.3	11
August 2008	8.2	6.3	7	(6.4)	5.5	8	45.8	5.1	9	(5.3)	4.4	11	7.7	4.3	12
September 2008	(6.5)	6.6	7	(12.9)	5.4	9	1.8	6.2	8	1.3	4.7	10	(10.0)	4.2	11
October 2008	(12.3)	5.7	8	(10.3)	5.7	7	8.9	4.5	11	(7.3)	4.9	10	(1.9)	3.9	13
November 2008	(8.7)	7.1	7	(22.9)	5.1	8	12.4	5.0	9	(16.5)	4.2	11	(14.4)	4.1	12
December 2008	(19.4)	8.3	6	(23.7)	5.1	8	(8.1)	4.7	9	(28.1)	3.4	12	(20.6)	4.5	11
January 2009	(10.0)	6.1	7	(14.3)	6.0	8	21.7	5.3	9	(11.6)	4.3	10	(7.6)	4.3	11
February 2009	(13.0)	6.6	7	(37.3)	5.0	8	(40.0)	4.6	9	(25.1)	3.9	13	(7.9)	4.5	10
March 2009	(18.6)	6.1	7	(29.7)	5.0	8	(33.5)	4.4	9	(22.2)	3.9	11	(28.5)	4.0	10
April 2009	(10.1)	6.6	7	(29.1)	5.1	8	(32.2)	3.9	13	(24.8)	4.7	10	(10.1)	4.6	11
May 2009	(15.3)	6.7	7	(24.9)	4.9	8	(52.1)	2.8	13	(23.6)	4.6	10	(10.6)	4.1	12
June 2009	(15.8)	6.7	7	(29.4)	5.1	8	(51.3)	3.7	13	(25.6)	4.4	10	(17.5)	4.3	11

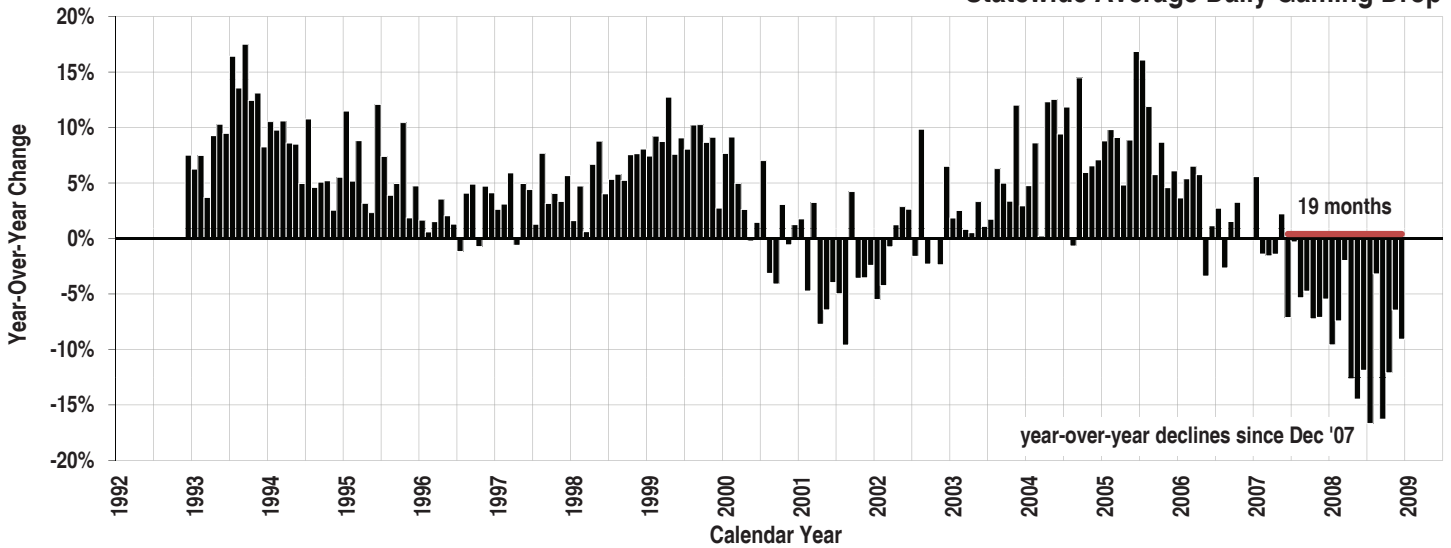
	Accommodation (721)			Food & Beverage Stores (445)			Natural Resources & Utilities (111-221)			Transportation & Warehousing (481-493)			Other Services, Public Administration & Miscellaneous* (511-713, 811-999)		
	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank
June 2008	26.5	3.8	12	(8.1)	3.4	13	(17.1)	1.4	14	(26.8)	0.3	15	(6.7)	11.2	2
July 2008	24.2	4.5	10	3.2	3.9	13	54.6	1.5	14	(9.2)	0.3	15	(12.4)	10.6	3
August 2008	9.9	3.9	13	(0.2)	3.5	14	256.0	4.5	10	55.7	0.7	15	4.0	10.1	2
September 2008	(2.7)	3.8	12	(3.4)	3.5	13	65.2	2.0	14	41.7	0.7	15	(4.1)	11.6	2
October 2008	(1.0)	4.2	12	(12.3)	3.6	14	440.2	5.6	9	10.3	0.4	15	(9.5)	10.2	2
November 2008	0.6	4.0	13	7.3	4.3	10	8.2	1.4	14	(11.1)	0.4	15	(1.4)	11.1	2
December 2008	7.8	3.3	13	(7.6)	4.6	10	(26.5)	1.0	14	(53.7)	0.4	15	(20.6)	10.8	4
January 2009	16.4	4.2	13	(0.4)	4.2	12	0.7	1.4	14	(117.4)	(0.1)	15	(12.8)	10.9	2
February 2009	(21.1)	3.9	12	0.2	4.2	11	54.5	1.5	14	(32.3)	0.5	15	(7.6)	11.6	2
March 2009	(18.3)	3.5	13	(0.1)	3.8	12	(33.5)	1.2	14	(38.8)	0.4	15	(20.5)	10.7	3
April 2009	(6.0)	4.7	9	(2.6)	4.3	12	(11.8)	1.4	14	(26.4)	0.4	15	(15.8)	10.5	2
May 2009	(11.9)	4.9	9	(4.7)	4.6	11	(25.7)	1.4	14	(28.7)	0.4	15	(16.7)	10.3	2
June 2009	(1.1)	4.7	9	0.6	4.3	12	(19.4)	1.5	14	(3.7)	0.4	15	(19.4)	11.4	2

*Miscellaneous includes Information, Financial, Insurance and Real Estate Sectors.

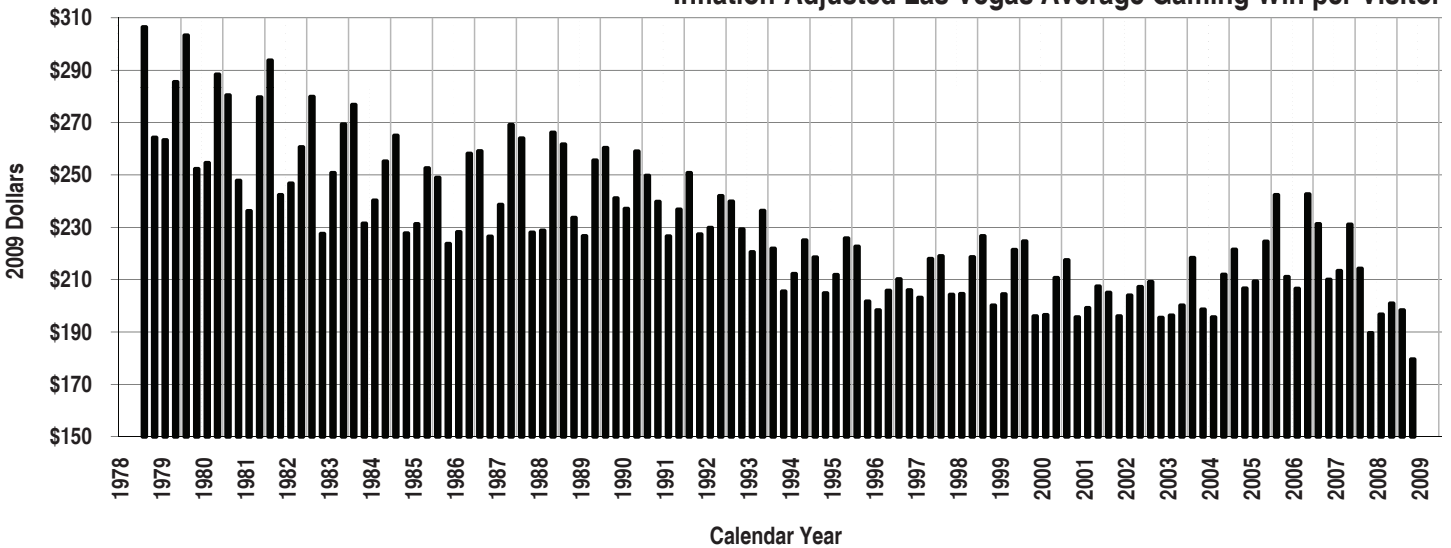
Inflation-Adjusted Sales Tax Collections



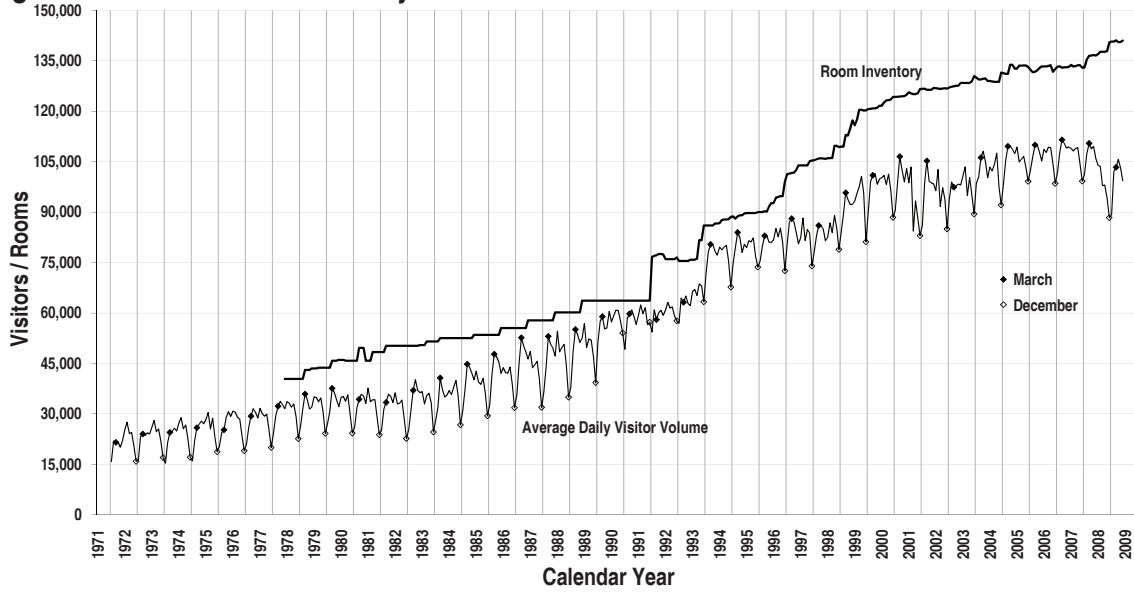
Statewide Average Daily Gaming Drop



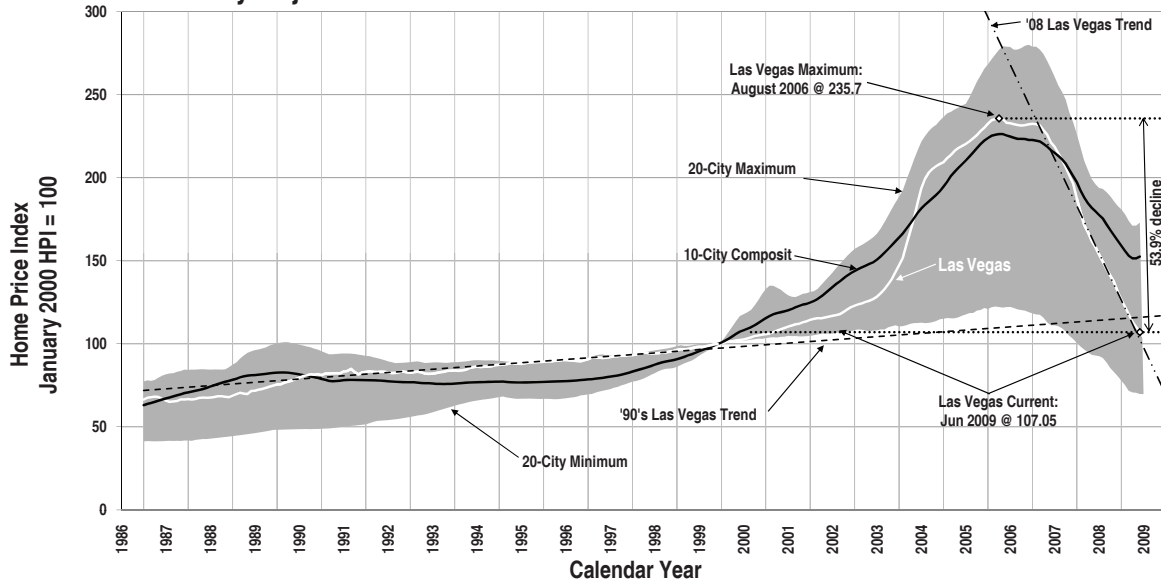
Inflation-Adjusted Las Vegas Average Gaming Win per Visitor



Las Vegas Visitors vs. Room Inventory



Case-Shiller Seasonally Adjusted Home Price Index



Nevada Single Family Home Permits Issued

