

# The SILVER SAGE

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



We have done so much, with so little, for so long, we are now qualified to do anything, with nothing.

Mother Teresa of Calcutta

		US Rate	Nevada Rate	Rank
				1 = worst
Foreclosure Filings Rate	Feb-10	0.2%	1.0%	1
Home Price Index	2009 v 2008	-4.6%	-26.1%	1
Wage & Salary Disbursements	2009 v 2008	-4.0%	-8.8%	1
Personal Income	2009 v 2008	-1.7%	-4.8%	1
Employment*	Feb '10 v '09	-2.5%	-5.2%	1
Unemployment	Feb '10 v '09	9.7%	13.2%	2

## State Large General Fund Revenues

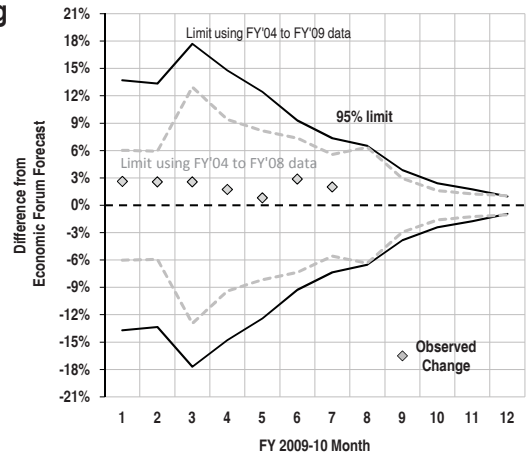
### January 2010 Economic Forum Forecast with Legislatively Approved Revenue Enhancements v Actual

Large Revenue Sources	FY 2009		FY 1010		FY 2010 Year-to-Date				Yr/Yr Change	
	Actual	Forecast	Actual	Forecast	Period	Collections		Actual	Needed Hereafter to Meet Forecast	
	(millions)	(millions)	Yr/Yr Change %	Through FY Month/Quarter	Actual (millions)	Budgeted (millions)	Difference (millions)	%	%	%
Sales Tax	\$842.4	\$729.8	(13.4)	M-7	\$438.8	\$422.8	\$16.1	3.8	(10.1)	(17.9)
Percentage Fees Collections*	655.4	639.4	(2.4)	M-8	406.3	409.3	(2.9)	(0.7)	(3.1)	(1.2)
Modified Business Tax	277.5	371.1	33.7	Q-2	200.5	187.3	13.2	7.0	43.1	24.1
Insurance Premium Tax	238.7	222.9	(6.6)	Q-2	115.6	110.1	5.5	5.0	(1.9)	(11.2)
Live Entertainment Tax - Gaming Portion	112.4	104.7	(6.9)	M-7	63.1	60.2	2.9	4.8	(2.3)	(13.0)
Lodging Tax	n/a	92.9	n/a	M-7	53.4	56.7	(3.3)	(5.9)	n/a	n/a
Cigarette Tax	97.0	88.2	(9.1)	M-7	50.6	51.4	(0.7)	(1.4)	(10.4)	(7.3)
Commercial Recordings	70.9	66.1	(6.8)	M-8	41.8	42.2	(0.4)	(0.9)	(7.6)	(5.3)
Real Property Transfer Tax	65.9	47.5	(27.9)	Q-2	28.2	25.7	2.5	9.6	(21.1)	(36.1)
Liquor Tax	37.0	38.0	2.7	M-7	22.4	21.8	0.7	3.1	5.9	(1.5)
<b>Totals</b>	<b>\$2,397.2</b>	<b>\$2,400.4</b>	<b>0.1</b>		<b>\$1,420.8</b>	<b>\$1,387.4</b>	<b>\$33.4</b>	<b>2.4</b>	<b>2.3</b>	<b>(2.9)</b>
*Percentage Fees Earned net of EFA	688.4	641.8	(6.8)	M-8	421.8	422.6	(0.9)	(0.2)	(7.0)	(6.4)

## FY 2009-10 Large General Fund Revenues Cumulative Year-To-Date Tracking

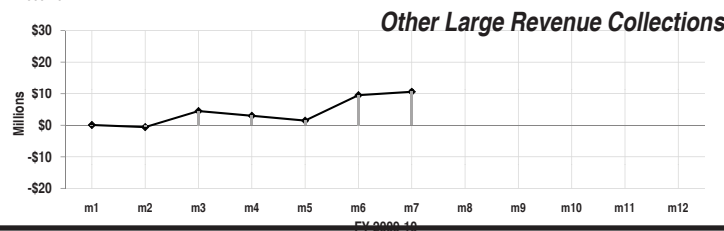
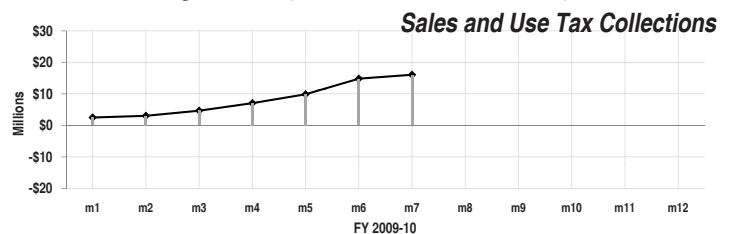
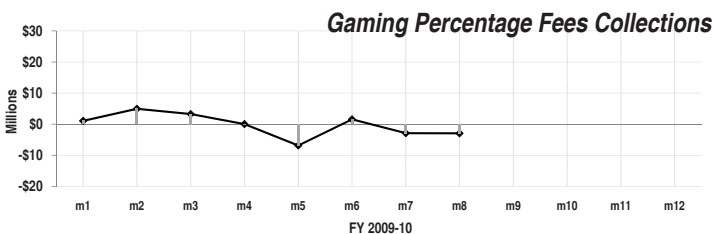
Fiscal Year		FY 2009 Actual*	FY 2010 Forecast**	FY 2010 Actual				
Month	Quarter	Millions	Millions	Yr/Yr Change %	Millions	Yr/Yr Change %	Difference from forecast	95% Chance Forecast Correct if Yr/Yr % Difference Between
1		\$140.5	\$136.5	(2.9)	\$140.1	(0.3)	2.6	+/- 13.7%
2		\$292.5	\$284.6	(2.7)	\$291.9	(0.2)	2.6	+/- 13.4%
3	1	\$590.3	\$592.7	0.4	\$608.0	3.0	2.6	+/- 17.7%
4		\$745.5	\$743.8	(0.2)	\$756.7	1.5	1.7	+/- 14.8%
5		\$895.3	\$890.3	(0.6)	\$897.6	0.3	0.8	+/- 12.4%
6	2	\$1,200.0	\$1,203.8	0.3	\$1,238.5	3.2	2.9	+/- 9.3%
7		\$1,325.5	\$1,325.7	0.0	\$1,352.5	2.0	2.0	+/- 7.3%
8		\$1,473.9	\$1,469.9	(0.3)				+/- 6.5%
9	3	\$1,772.0	\$1,778.2	0.3				+/- 3.8%
10		\$1,942.4	\$1,943.7	0.1				+/- 2.4%
11		\$2,089.1	\$2,085.6	(0.2)				+/- 1.7%
12	4	\$2,395.9	\$2,400.4	0.2				+/- 1.0%
Year End		\$2,405.9	\$2,400.4	(0.2)				

\*Actual Revenues are adjusted to reflect the historical average distribution.  
\*\*Total includes relevant revenue enhancements.



## Cumulative Difference Between Actual and Forecast

Positive numbers indicate actual collections ahead of forecast for the indicated fiscal year. The monthly forecasts are based upon the May 2009 Economic Forum projections with appropriate revenue enhancements, assuming a historically derived distribution for monthly collections.



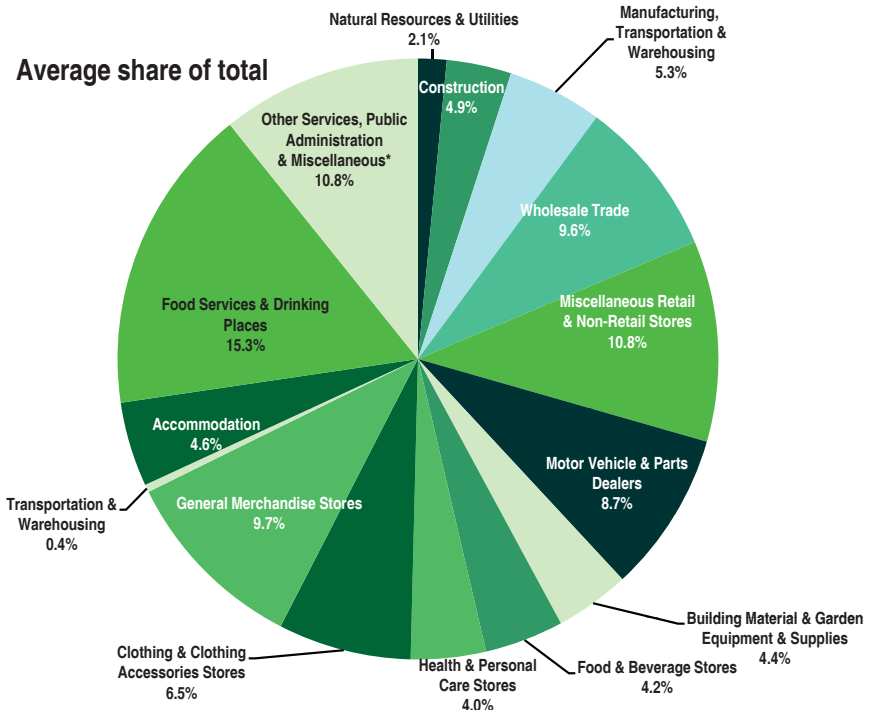
Statewide Sales and Use Tax

Taxable Sales by Industry

Year Over Year Change

Total Taxable Sales	Yr/Yr Chg %
January 2009	(12.9)
February 2009	(18.9)
March 2009	(16.5)
April 2009	(17.9)
May 2009	(21.1)
June 2009	(20.5)
July 2009	(18.8)
August 2009	(24.1)
September 2009	(17.7)
October 2009	(17.8)
November 2009	(10.9)
December 2009	(6.6)
January 2010	(8.1)

Average share of total

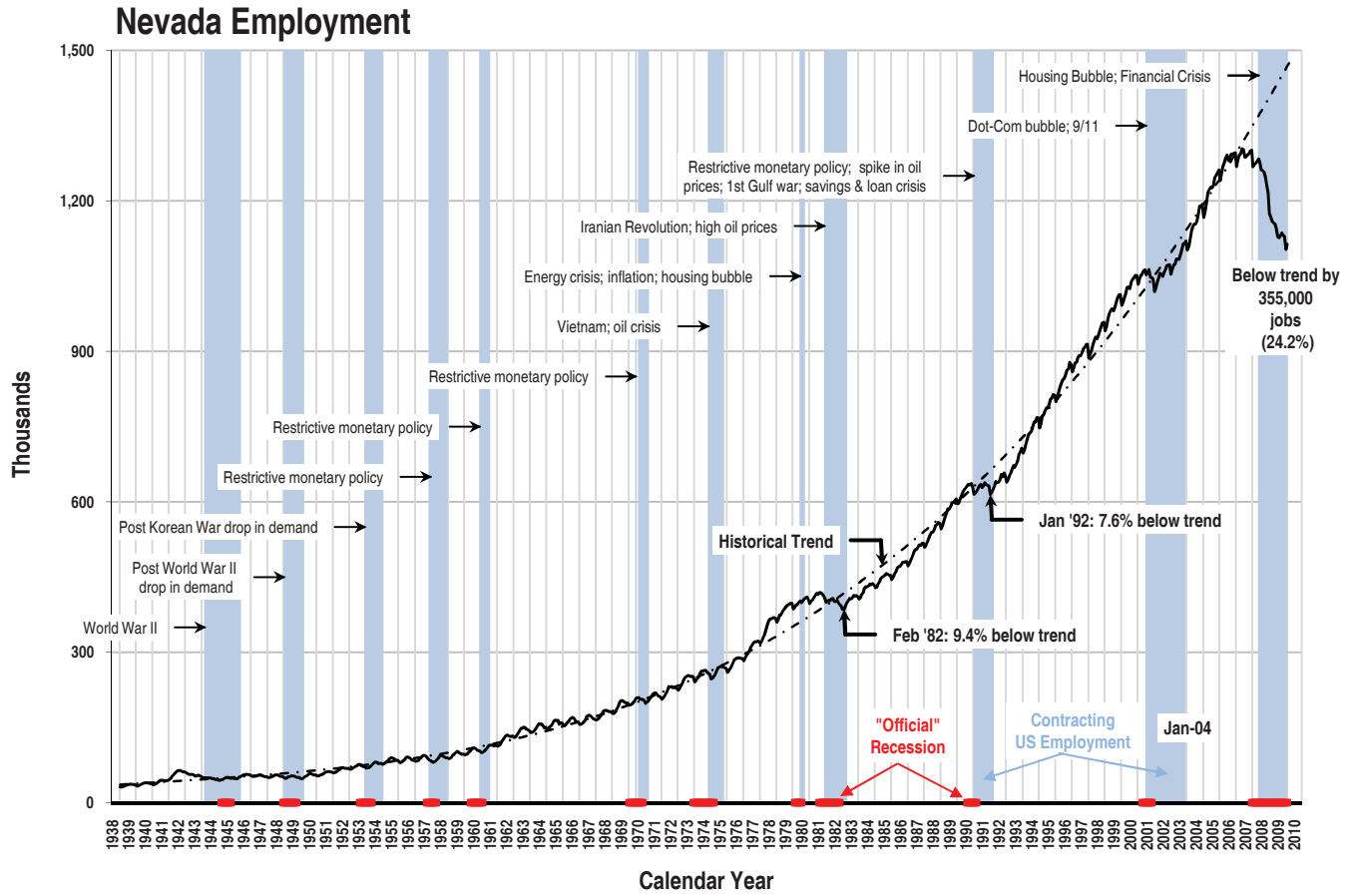


	Food Services & Drinking Places (722)			Miscellaneous Retail & Non-Retail Stores (442, 443, 447, 451, 453, 454)			General Merchandise Stores (452)			Motor Vehicle & Parts Dealers (441)			Wholesale Trade (423-425)		
	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank
January 2009	(12.9)	16.9	1	(11.9)	10.7	3	(6.1)	8.8	5	(30.2)	8.9	4	(22.8)	8.6	6
February 2009	(9.9)	16.4	1	(12.7)	11.0	3	(9.0)	9.9	4	(43.1)	7.8	6	(23.3)	8.5	5
March 2009	(6.8)	15.5	1	(21.7)	9.5	5	(11.5)	9.8	4	(39.2)	7.6	6	(27.0)	14.5	2
April 2009	(6.9)	18.1	1	(27.4)	9.8	3	(5.2)	9.4	4	(30.4)	8.1	6	(27.7)	8.5	5
May 2009	(10.2)	18.4	1	(24.4)	9.7	4	(7.5)	10.1	3	(29.9)	9.5	5	(40.7)	7.7	6
June 2009	(9.2)	16.0	1	(15.7)	10.4	3	(11.0)	9.4	4	(26.3)	9.1	5	(36.9)	8.5	6
July 2009	2.3	17.8	1	(18.9)	10.0	2	(10.8)	9.6	5	(31.7)	9.9	3	(34.5)	8.0	6
August 2009	(10.5)	17.4	1	(19.0)	10.2	3	(9.3)	9.8	4	(16.4)	11.0	2	(35.7)	8.0	6
September 2009	5.5	16.8	1	(15.8)	10.7	3	(6.2)	9.3	4	(20.7)	8.4	5	(31.7)	8.3	6
October 2009	(8.9)	16.9	1	(10.0)	11.3	2	(3.2)	9.5	4	(14.1)	8.7	5	(35.8)	7.5	6
November 2009	(10.0)	16.1	1	(4.8)	12.1	2	(1.5)	11.5	3	(9.3)	7.7	6	(27.0)	7.3	7
December 2009	(16.5)	12.1	3	(4.0)	13.3	2	(0.7)	13.6	1	(0.4)	7.3	6	(25.1)	6.9	7
January 2010	0.1	18.4	1	(0.7)	11.6	2	0.2	9.6	4	(4.6)	9.2	5	(20.9)	7.4	6

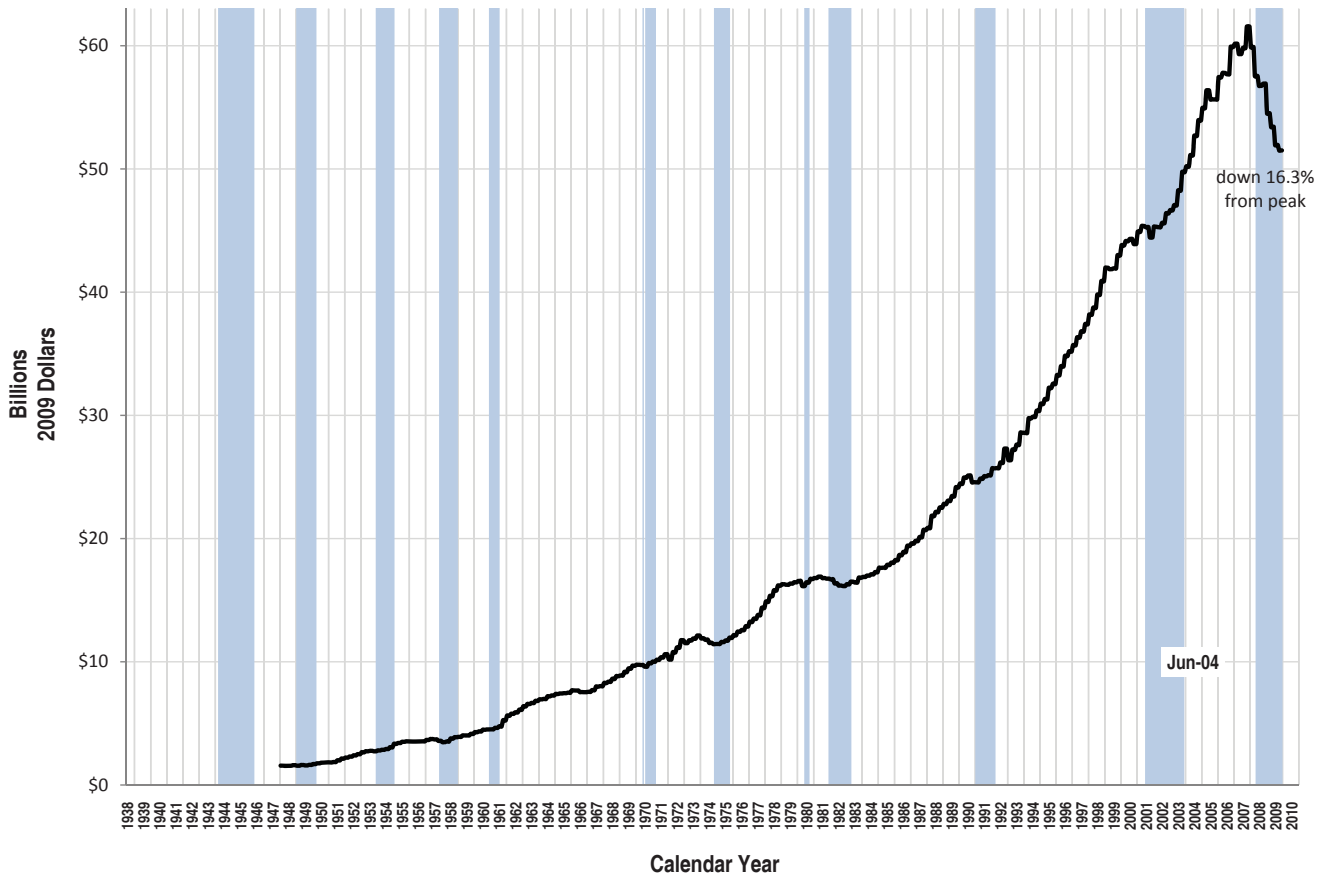
	Clothing & Clothing Accessories Stores (448)			Manufacturing (311-339)			Accommodation (721)			Food & Beverage Stores (445)			Health & Personal Care Stores (446)		
	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank
January 2009	(10.0)	6.1	7	(14.3)	6.0	8	18.6	4.3	10	(6.9)	3.9	12	(27.1)	3.4	13
February 2009	(13.0)	6.6	7	(37.3)	5.0	8	(21.1)	3.9	12	0.2	4.2	11	(7.9)	4.5	10
March 2009	(18.6)	6.1	7	(29.7)	5.0	8	(18.3)	3.5	13	(0.1)	3.8	12	(28.5)	4.0	10
April 2009	(10.1)	6.6	7	(29.1)	5.1	8	(6.0)	4.7	9	(2.6)	4.3	12	(10.1)	4.6	11
May 2009	(15.3)	6.7	7	(24.9)	4.9	8	(11.9)	4.9	9	(4.7)	4.6	11	(10.6)	4.1	12
June 2009	(15.8)	6.7	7	(29.4)	5.1	8	(1.1)	4.7	9	0.6	4.3	12	(17.5)	4.3	11
July 2009	(9.7)	6.7	7	(22.4)	5.4	8	(20.0)	4.6	9	(3.2)	4.6	10	(16.3)	4.0	12
August 2009	(14.0)	7.2	7	(37.3)	4.6	9	(7.6)	5.0	8	(4.5)	4.3	10	(22.5)	4.0	11
September 2009	(7.9)	7.5	7	(22.0)	5.2	8	(2.4)	4.8	9	(2.0)	4.0	12	(15.5)	4.1	10
October 2009	4.2	7.2	7	(25.0)	5.1	9	(0.1)	5.2	8	(0.4)	4.1	11	(7.1)	4.0	12
November 2009	2.7	8.2	5	(12.1)	5.0	8	(1.4)	4.5	9	(7.1)	4.2	10	(9.8)	3.4	12
December 2009	4.2	9.3	5	4.4	5.7	8	5.9	3.8	11	(0.3)	4.7	9	(0.7)	3.9	10
January 2010	5.0	7.0	7	(22.4)	5.1	9	14.0	5.3	8	(4.8)	4.1	10	(6.4)	3.4	12

	Building Material & Garden Equipment & Supplies (444)			Construction (236-238)			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
January 2009	(13.4)	4.3	11	28.8	5.6	9	0.8	1.4	14	(113.9)	(0.1)	15	(11.0)	11.2	2
February 2009	(25.1)	3.9	13	(40.0)	4.6	9	54.5	1.5	14	(32.3)	0.5	15	(7.6)	11.6	2
March 2009	(22.2)	3.9	11	(33.5)	4.4	9	(33.5)	1.2	14	(38.8)	0.4	15	(20.5)	10.7	3
April 2009	(24.8)	4.7	10	(32.2)	3.9	13	(11.8)	1.4	14	(26.4)	0.4	15	(15.8)	10.5	2
May 2009	(23.6)	4.6	10	(52.1)	2.8	13	(25.7)	1.4	14	(28.7)	0.4	15	(16.7)	10.3	2
June 2009	(25.6)	4.4	10	(51.3)	3.7	13	(19.4)	1.5	14	(3.7)	0.4	15	(19.4)	11.4	2
July 2009	(24.9)	4.5	11	(28.0)	3.8	13	(52.0)	0.9	14	(13.7)	0.4	15	(22.3)	9.9	4
August 2009	(31.7)	3.8	12	(47.5)	3.6	13	(80.6)	1.2	14	(42.5)	0.5	15	(29.1)	9.4	5
September 2009	(29.6)	4.0	11	(56.7)	3.4	13	(43.0)	1.5	14	(50.5)	0.5	15	(20.0)	11.6	2
October 2009	(28.7)	4.1	10	(39.0)	3.4	13	(82.1)	1.2	14	(22.1)	0.4	15	(11.5)	11.3	3
November 2009	(19.7)	3.7	11	(44.6)	3.3	13	9.6	1.7	14	(5.6)	0.4	15	(12.1)	10.9	4
December 2009	(16.7)	2.9	13	(56.5)	2.3	14	195.0	3.2	12	(12.7)	0.3	15	(9.1)	10.7	4
January 2010	(22.2)	3.6	11	(57.4)	2.6	13	(0.6)	1.5	14	(694.3)	0.4	15	(11.0)	10.8	3

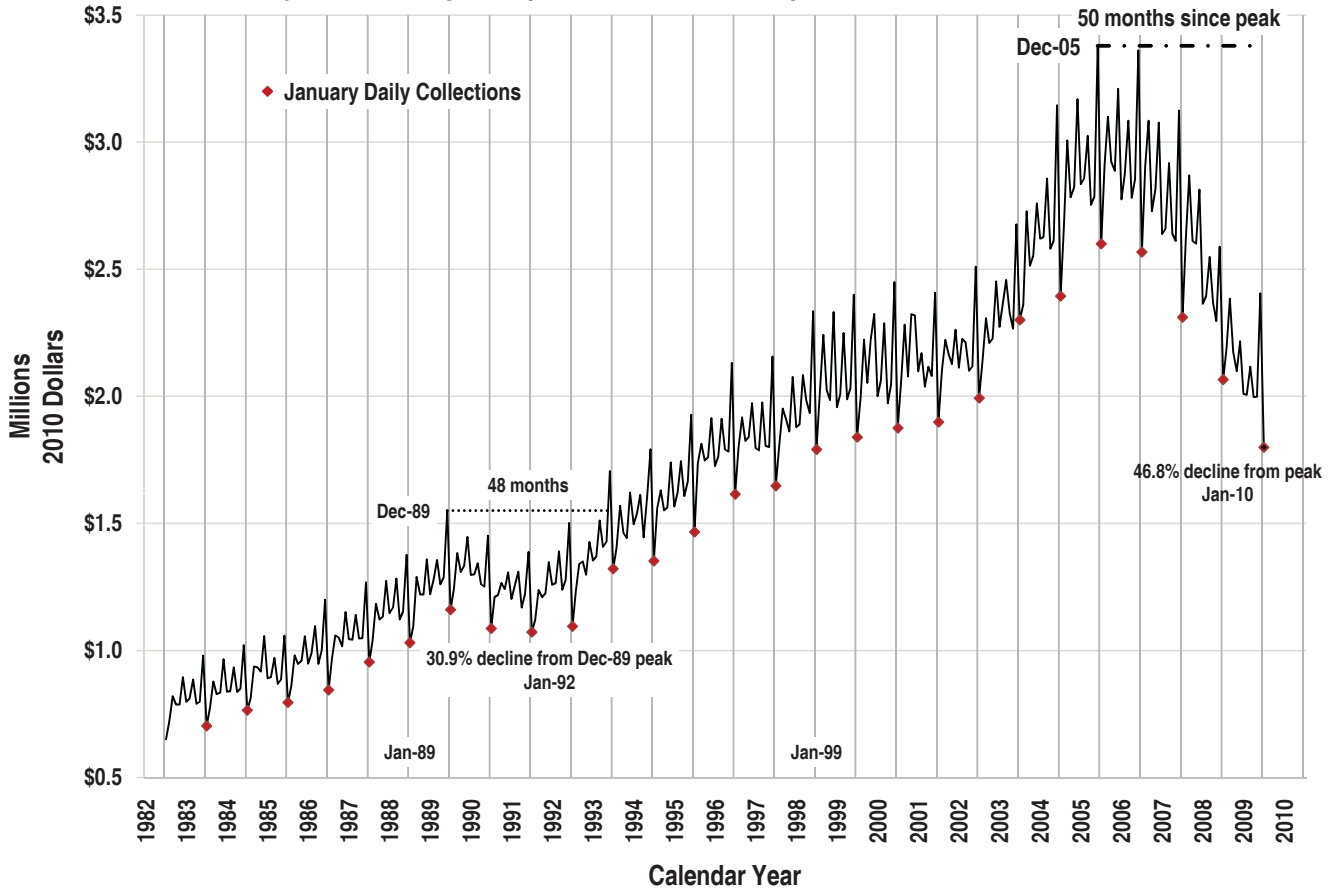
\*Miscellaneous includes Information, Financial, Insurance and Real Estate Sectors.



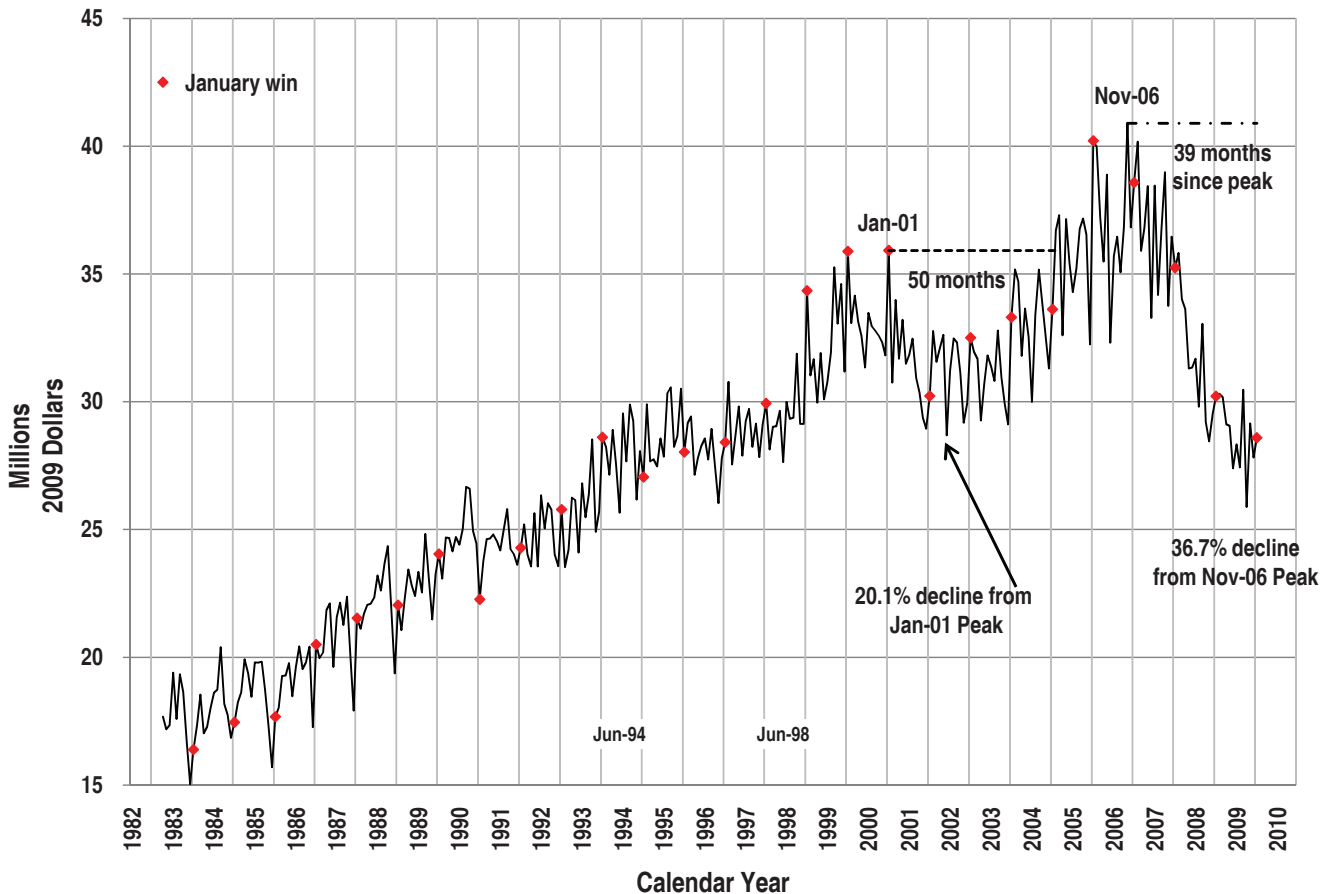
### Nevada Inflation-Adjusted Wage & Salary Disbursements



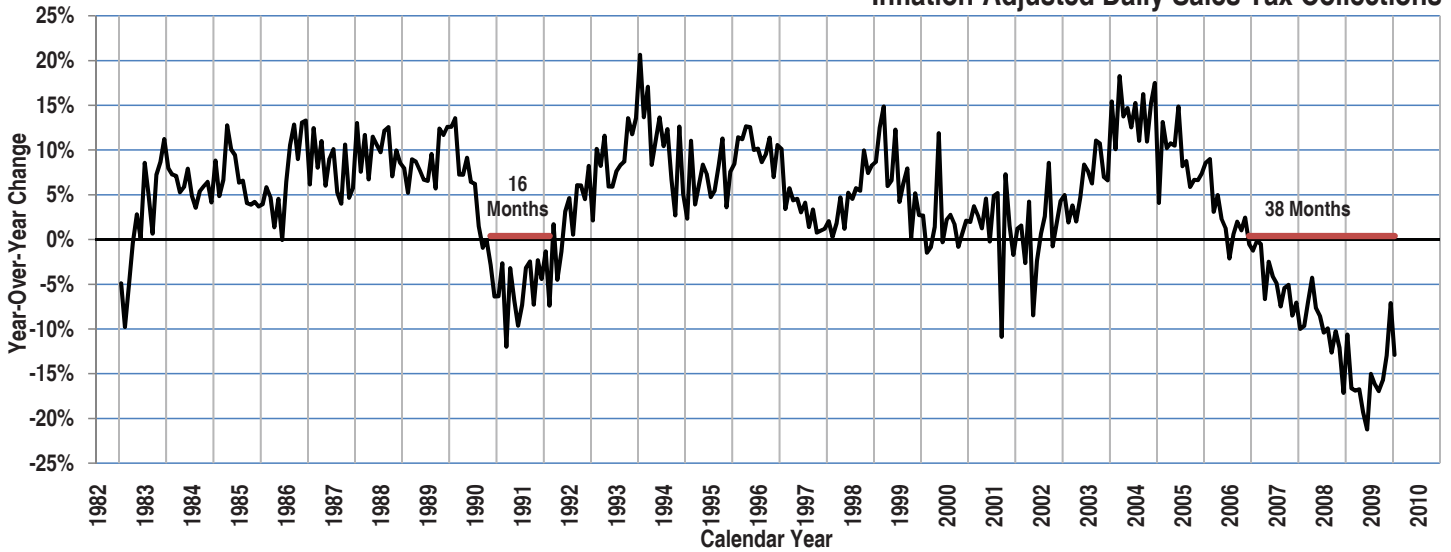
### Inflation-Adjusted Average Daily 2% Sales Tax Receipts



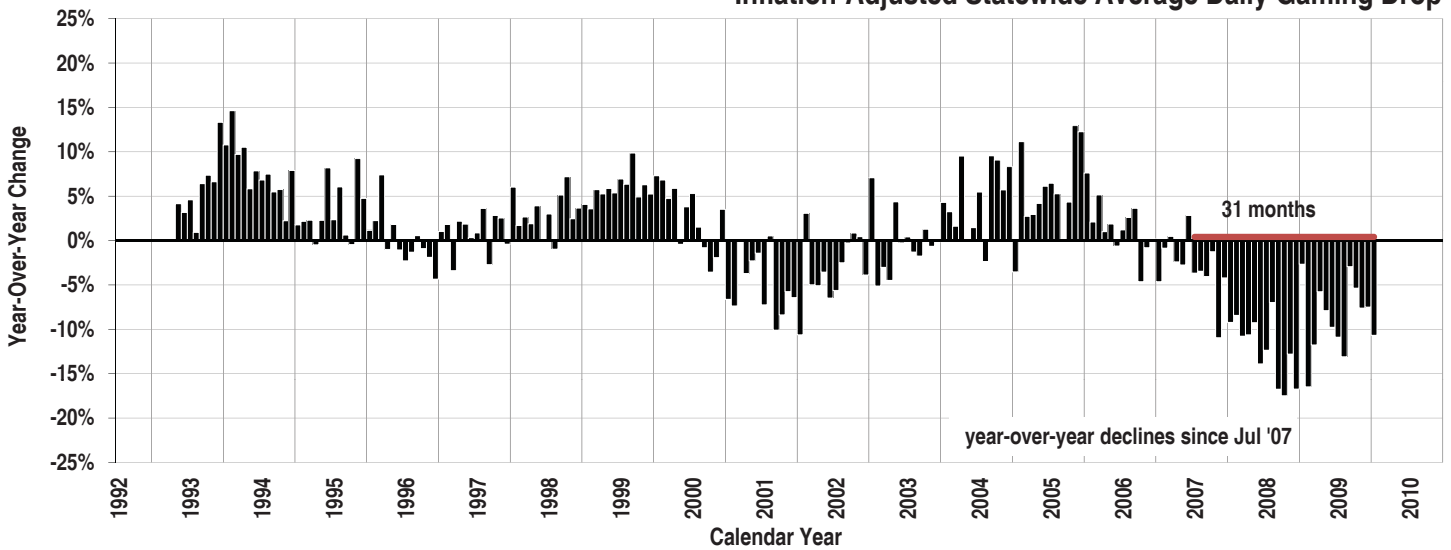
### Inflation-Adjusted Statewide Average Daily Gaming Win



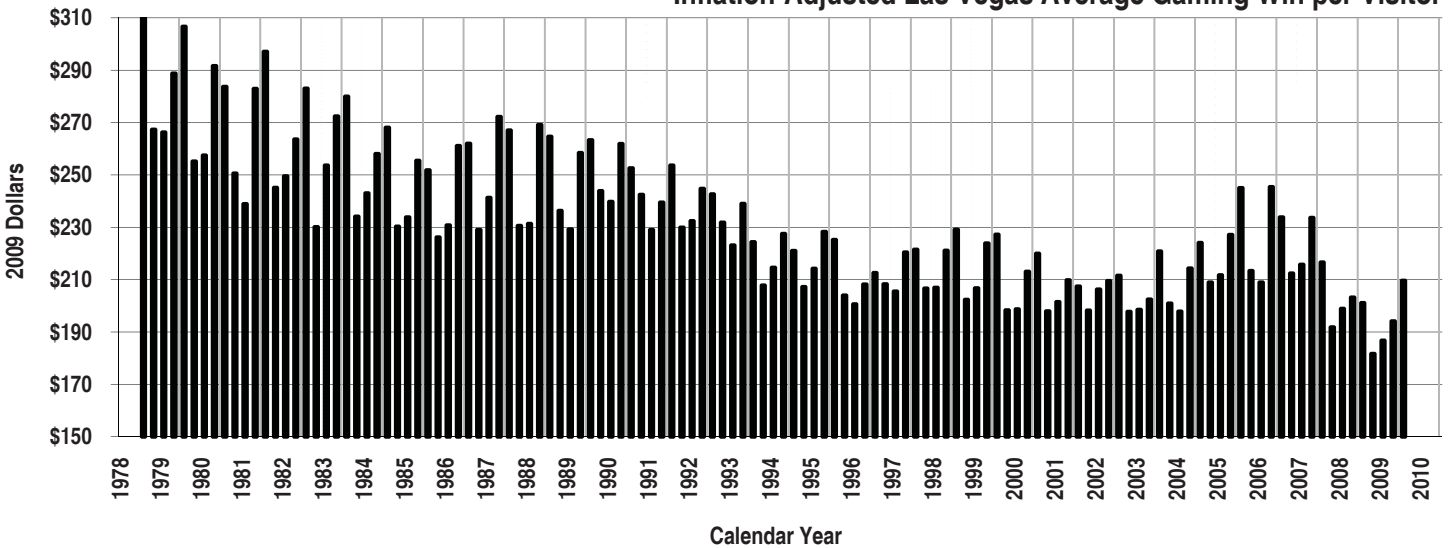
### Inflation-Adjusted Daily Sales Tax Collections



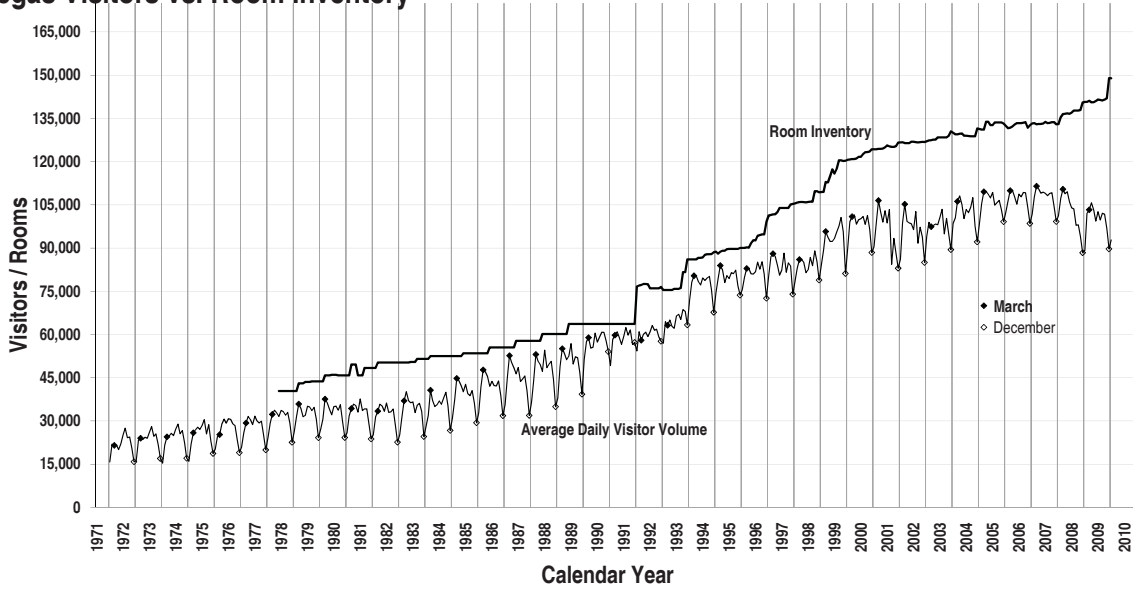
### Inflation-Adjusted Statewide Average Daily Gaming Drop



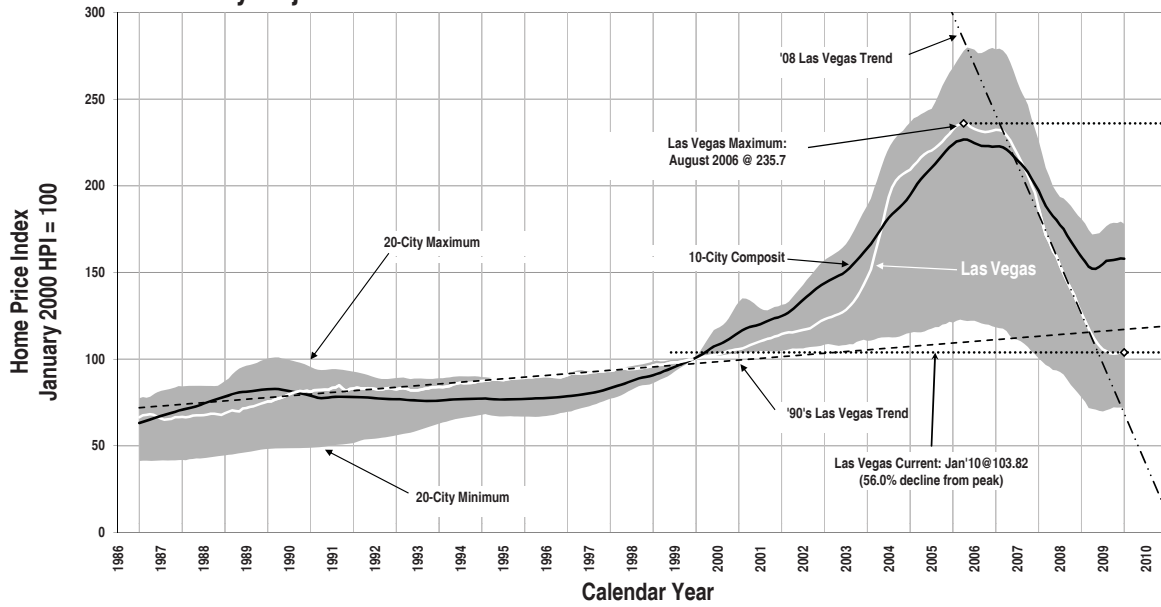
### Inflation-Adjusted Las Vegas Average Gaming Win per Visitor



### Las Vegas Visitors vs. Room Inventory



### Case-Shiller Seasonally Adjusted Home Price Index



### Nevada Single Family Home Permits Issued

