

# The SILVER SAGE

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



A positive attitude may not solve all your problems, but it will annoy enough people to make it worth the effort.

Herm Albright

		US Rate	Nevada Rate	Nevada Rank 1 = worst
Foreclosure Filings Rate	Jul '10	0.3%	1.2%	1
Home Price Index	2010q1 v 2009q1	-3.1%	-12.2%	2
Wage & Salary Disbursements	2010q1 v 2009q1	-0.4%	-3.8%	2
Personal Income	2010q1 v 2009q1	1.9%	-0.3%	2
Employment*	Jul '10 v Jul '09	0.0%	-2.7%	1
Unemployment	Jul '10 v Jul '09	9.5%	14.3%	1

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

## State Large General Fund Revenues

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

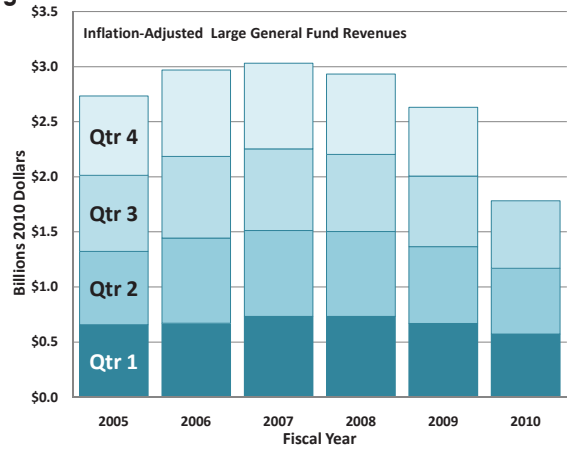
Large Revenue Sources	FY 2009	FY 1010	FY 2010 Year-to-Date							
	Actual	Forecast	Period		Collections			Yr/Yr Change		
	(millions)	(millions)	Through FY Month/Quarter	Actual (millions)	Budgeted (millions)	Difference (millions)	%	Actual %	Needed Hereafter to Meet Forecast %	
Sales Tax	\$842.4	\$729.8	(13.4)	M-11	\$688.9	\$664.6	\$24.3	3.7	(10.2)	(45.7)
Percentage Fees Collections*	655.2	639.4	(2.4)	M-12	631.0	639.4	(8.4)	(1.3)	(3.7)	n/a
Modified Business Tax	277.5	371.1	33.7	Q-3	292.7	280.3	12.4	4.4	39.6	15.4
Insurance Premium Tax	238.7	222.9	(6.6)	Q-3	174.1	168.4	5.7	3.4	(3.4)	(16.5)
Live Entertainment Tax - Gaming Portion	112.4	104.7	(6.9)	M-12	108.3	104.7	3.6	3.4	(3.6)	n/a
Lodging Tax	n/a	92.9	n/a	M-11	88.9	87.1	1.8	2.1	n/a	n/a
Cigarette Tax	97.0	88.2	(9.1)	M-11	80.4	80.4	0.0	0.0	(9.1)	(9.2)
Commercial Recordings	70.9	66.4	(6.3)	M-12	68.7	65.2	3.5	5.4	(1.3)	n/a
Real Property Transfer Tax	65.9	47.5	(27.9)	Q-3	39.5	36.0	3.5	9.7	(20.9)	(49.9)
Liquor Tax	37.0	38.0	2.7	M-11	35.0	34.5	0.5	1.4	4.1	(11.2)
<b>Totals</b>	<b>\$2,396.9</b>	<b>\$2,400.8</b>	<b>0.2</b>		<b>\$2,207.5</b>	<b>\$2,160.6</b>	<b>\$46.9</b>	<b>2.2</b>	<b>1.9</b>	<b>(16.2)</b>
*Percentage Fees Earned net of EFA	688.4	641.8	(6.8)	M-12	640.9	641.8	(0.9)	(0.1)	(6.9)	n/a

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

Fiscal Year		FY 2009 Actual*	FY 2010 Forecast**	FY 2010 Actual				95% Chance Forecast Correct if Yr/Yr % Difference Between	
Month	Quarter	Millions	Millions	Yr/Yr Change %	Millions	Yr/Yr Change %	Difference from forecast %		
1		\$140.5	\$136.5	(2.8)	\$140.2	(0.3)	2.7	+/-	14.1%
2		\$292.5	\$284.7	(2.7)	\$292.0	(0.2)	2.6	+/-	13.7%
3	1	\$592.7	\$595.1	0.4	\$606.5	2.3	1.9	+/-	17.9%
4		\$747.9	\$746.2	(0.2)	\$754.3	0.9	1.1	+/-	15.0%
5		\$897.6	\$892.8	(0.5)	\$895.5	(0.2)	0.3	+/-	12.6%
6	2	\$1,197.8	\$1,202.1	0.4	\$1,232.5	2.9	2.5	+/-	9.4%
7		\$1,323.2	\$1,324.0	0.1	\$1,351.8	2.2	2.1	+/-	7.6%
8		\$1,471.6	\$1,468.2	(0.2)	\$1,500.5	2.0	2.2	+/-	6.7%
9	3	\$1,776.0	\$1,782.4	0.4	\$1,813.5	2.1	1.7	+/-	4.1%
10		\$1,946.3	\$1,947.9	0.1	\$1,985.2	2.0	1.9	+/-	2.7%
11		\$2,093.0	\$2,089.8	(0.2)	\$2,114.4	1.0	1.2	+/-	2.0%
12	4	\$2,395.5	\$2,400.8	0.2				+/-	1.1%
Year End		\$2,396.9	\$2,400.8	0.2					

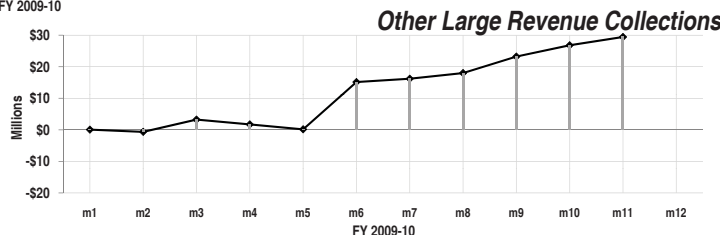
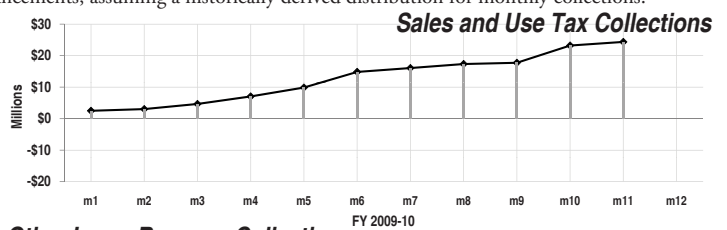
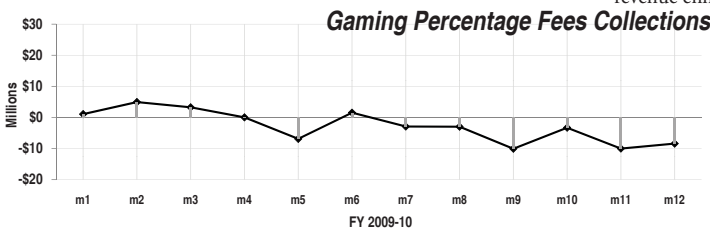
\*Actual Revenues are adjusted to reflect the historical average distribution.

\*\*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 January 2010 Economic Forum projections with appropriate revenue enhancements, assuming a historically derived distribution for monthly collections.



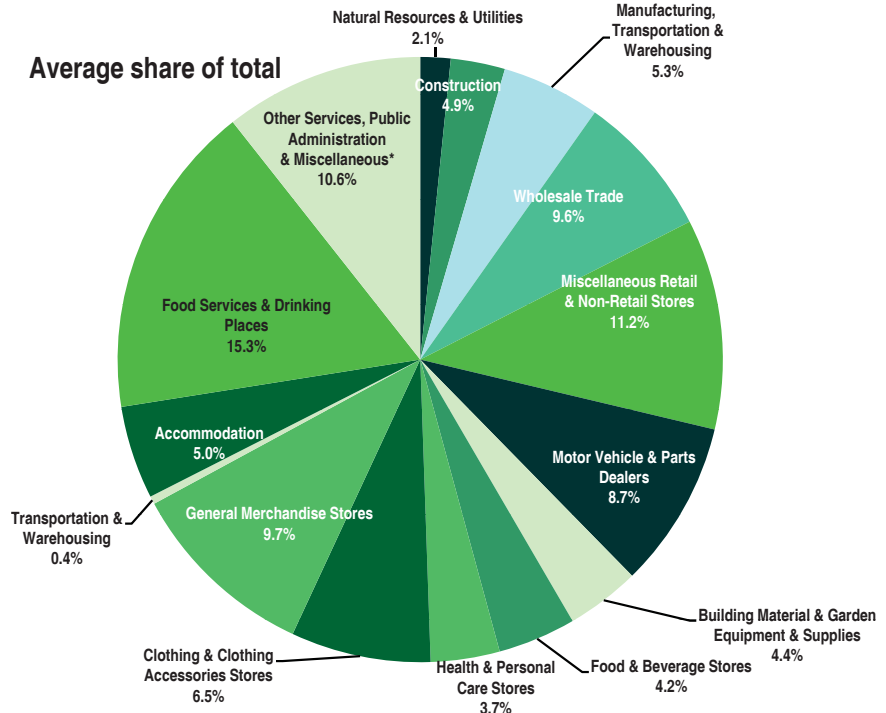
Statewide Sales and Use Tax

Taxable Sales by Industry

Year Over Year Change

Total Taxable Sales	Yr/Yr Chg %
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)
February 2010	(4.5)
March 2010	(7.4)
April 2010	2.0
May 2010	(1.9)

Average share of total



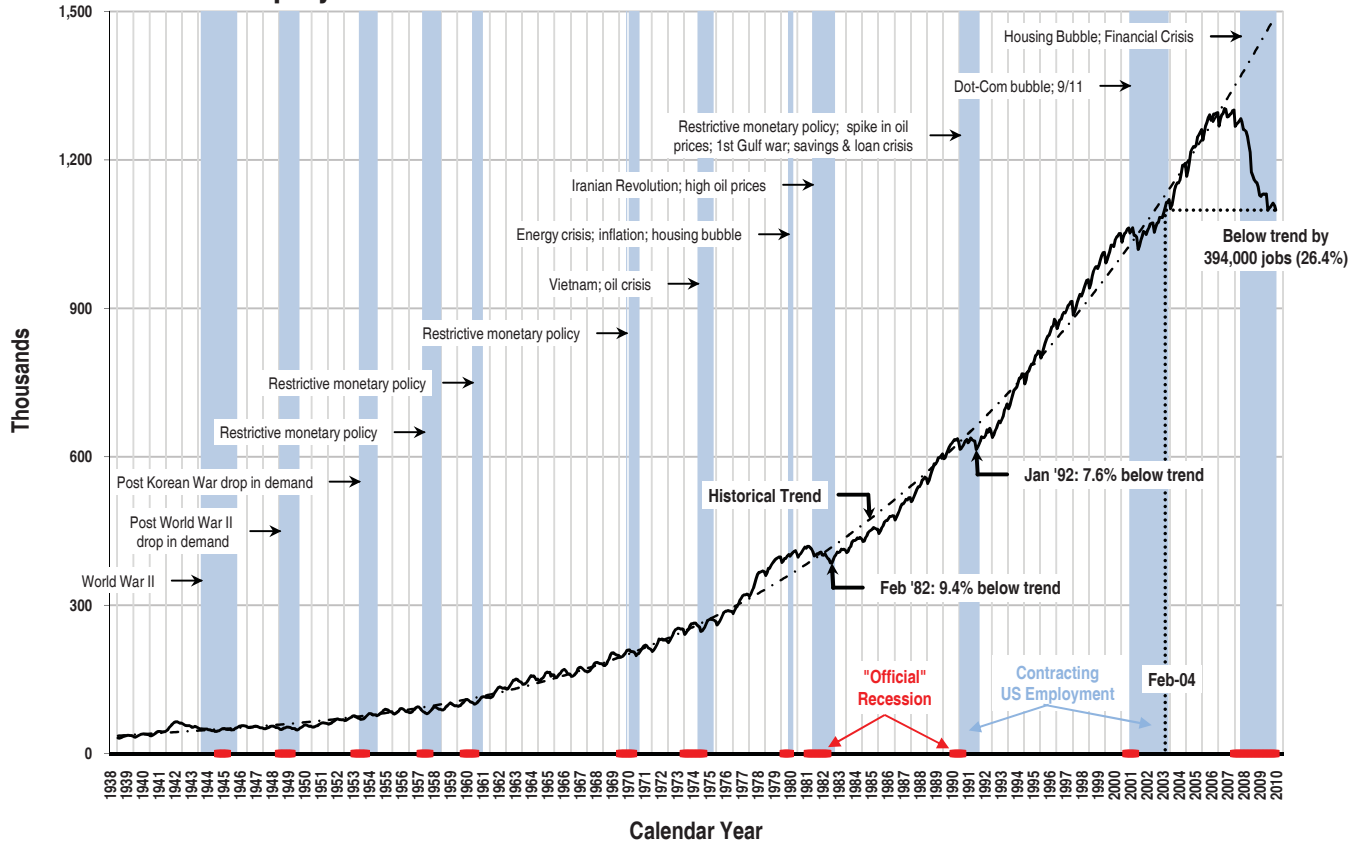
	Food Services & Drinking Places (722)			Miscellaneous Retail & Non-Retail Stores (442, 443, 447, 451, 453, 454)			General Merchandise Stores (452)			Motor Vehicle & Parts Dealers (441)			Wholesale Trade (423-425)		
	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank
May 2009	(10.7)	18.3	1	(17.0)	10.6	2	(10.6)	9.7	4	(29.8)	9.5	5	(39.1)	7.9	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
February 2010	7.4	18.4	1	(2.7)	11.8	2	2.7	10.3	4	8.2	8.9	5	(18.7)	7.6	7
March 2010	5.1	17.4	1	3.4	11.4	2	2.6	10.5	4	10.7	9.2	5	(51.4)	7.8	6
April 2010	0.1	17.7	1	1.8	10.7	2	(2.0)	8.7	5	10.9	8.9	4	(13.7)	7.4	7
May 2010	(0.7)	18.5	1	4.3	11.3	2	(0.3)	9.9	3	(1.7)	9.6	5	(8.9)	7.4	7

	Clothing & Clothing Accessories Stores (448)			Manufacturing (311-339)			Accommodation (721)			Food & Beverage Stores (445)			Building Material & Garden Equipment & Supplies (444)		
	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
May 2009	(15.2)	6.7	7	(25.1)	4.9	9	(9.5)	5.0	8	(10.2)	4.3	11	(23.1)	4.7	10
June 2009	(15.8)	6.7	7	(29.4)	5.1	8	(1.1)	4.7	9	0.6	4.3	12	(25.6)	4.4	10
July 2009	(9.7)	6.7	7	(22.4)	5.4	8	(20.0)	4.6	9	(3.2)	4.6	10	(24.9)	4.5	11
August 2009	(14.0)	7.2	7	(37.3)	4.6	9	(7.6)	5.0	8	(4.5)	4.3	10	(31.7)	3.8	12
September 2009	(7.9)	7.5	7	(22.0)	5.2	8	(2.4)	4.8	9	(2.0)	4.0	12	(29.6)	4.0	11
October 2009	4.2	7.2	7	(25.0)	5.1	9	(0.1)	5.2	8	(0.4)	4.1	11	(28.7)	4.1	10
November 2009	2.7	8.2	5	(12.1)	5.0	8	(1.4)	4.5	9	(7.1)	4.2	10	(19.7)	3.7	11
December 2009	4.2	9.3	5	4.4	5.7	8	5.9	3.8	11	(0.3)	4.7	9	(16.7)	2.9	13
January 2010	5.0	7.0	7	(22.4)	5.1	9	14.0	5.3	8	(4.8)	4.1	10	(22.2)	3.6	11
February 2010	9.8	7.6	6	(26.6)	3.9	10	28.1	5.3	8	(2.1)	4.1	9	(10.7)	3.6	11
March 2010	15.6	7.6	7	(4.4)	5.1	9	26.6	5.1	8	0.1	3.8	11	(8.1)	3.9	10
April 2010	5.2	6.8	8	70.6	8.3	6	15.0	5.4	9	(3.2)	3.8	11	(5.0)	4.4	10
May 2010	10.7	7.6	6	(10.2)	4.5	9	23.0	6.3	8	(7.2)	4.1	11	(8.6)	4.4	10

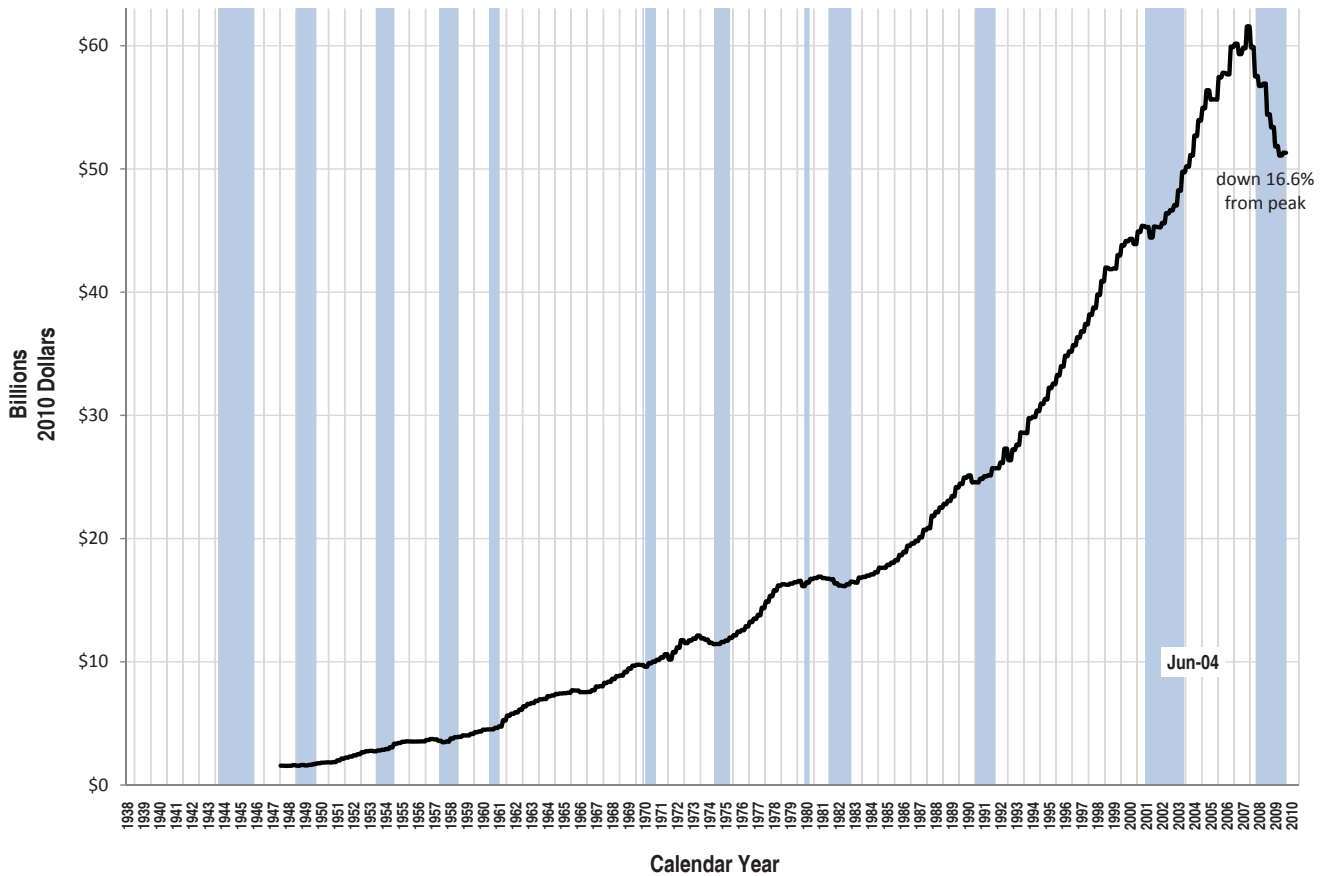
	Health & Personal Care Stores (446)			Construction (236-238)			Natural Resources & Utilities (111-221)			Transportation & Warehousing (481-493)			Other Services, Public Administration & Miscellaneous* (511-713, 811-999)		
	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank	Yr/Yr Chg %	Share of Total %	Rank
May 2009	(30.0)	3.2	12	(51.3)	2.9	13	(26.4)	1.4	14	(33.6)	0.3	15	(14.7)	10.5	3
June 2009	(17.5)	4.3	11	(51.3)	3.7	13	(19.4)	1.5	14	(3.7)	0.4	15	(19.4)	11.4	2
July 2009	(16.3)	4.0	12	(28.0)	3.8	13	(52.0)	0.9	14	(13.7)	0.4	15	(22.3)	9.9	4
August 2009	(22.5)	4.0	11	(47.5)	3.6	13	(80.6)	1.2	14	(42.5)	0.5	15	(29.1)	9.4	5
September 2009	(15.5)	4.1	10	(56.7)	3.4	13	(43.0)	1.5	14	(50.5)	0.5	15	(20.0)	11.6	2
October 2009	(7.1)	4.0	12	(39.0)	3.4	13	(82.1)	1.2	14	(22.1)	0.4	15	(11.5)	11.3	3
November 2009	(9.8)	3.4	12	(44.6)	3.3	13	9.6	1.7	14	(5.6)	0.4	15	(12.1)	10.9	4
December 2009	(0.7)	3.9	10	(56.5)	2.3	14	195.0	3.2	12	(12.7)	0.3	15	(9.1)	10.7	4
January 2010	(6.4)	3.4	12	(57.4)	2.6	13	(0.6)	1.5	14	(694.3)	0.4	15	(11.0)	10.8	3
February 2010	(7.0)	3.4	12	(57.9)	2.1	13	1.0	1.6	14	(19.2)	0.4	15	(12.0)	11.2	3
March 2010	(3.4)	3.4	12	(57.6)	2.1	13	(8.9)	1.2	14	35.9	0.5	15	(6.0)	11.0	3
April 2010	(15.4)	2.9	12	(32.1)	2.6	13	65.1	2.3	14	(0.8)	0.4	15	(9.6)	9.7	3
May 2010	(3.0)	3.2	12	(31.6)	2.0	13	(10.4)	1.2	14	36.0	0.5	15	(8.8)	9.8	4

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

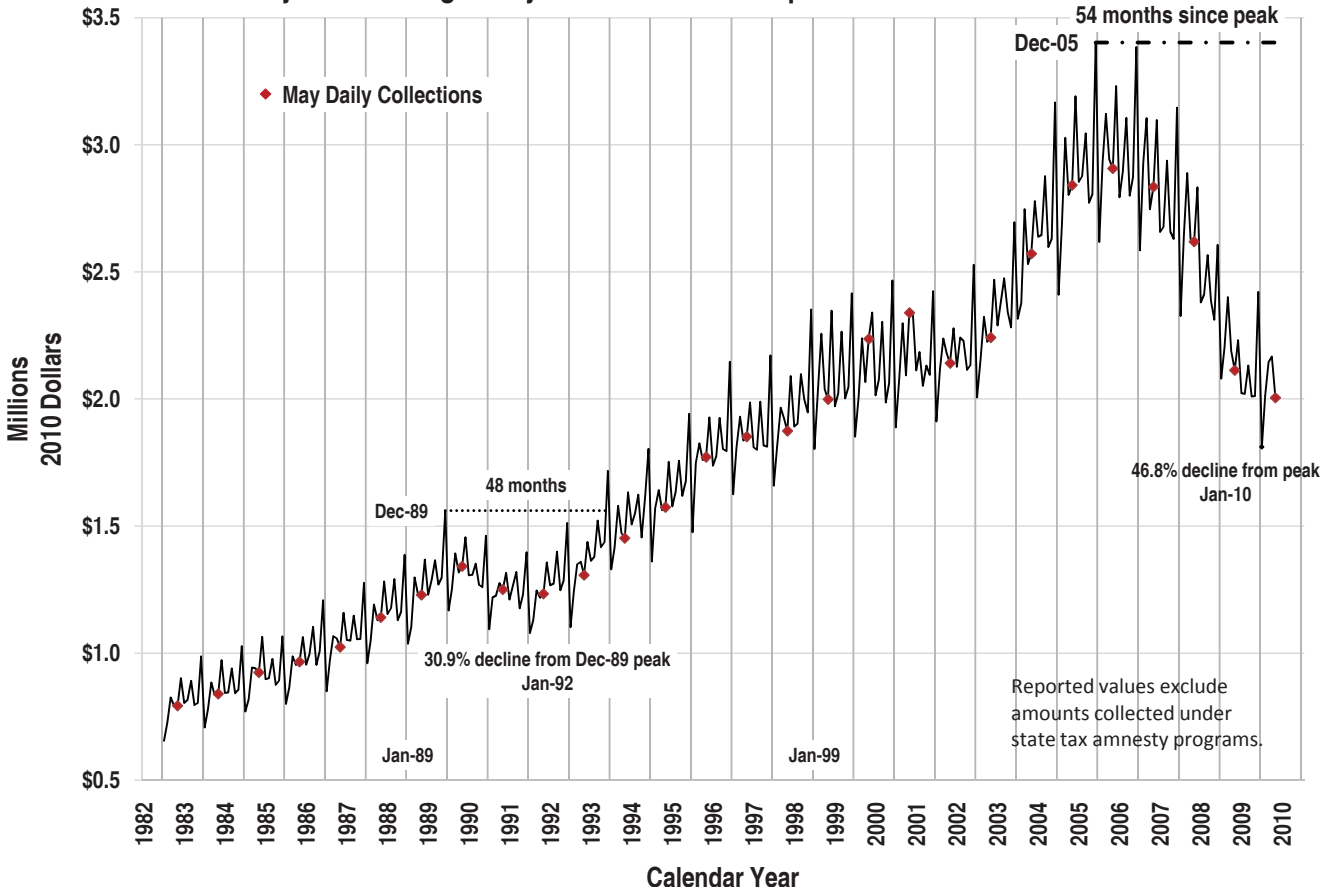
### Nevada Employment



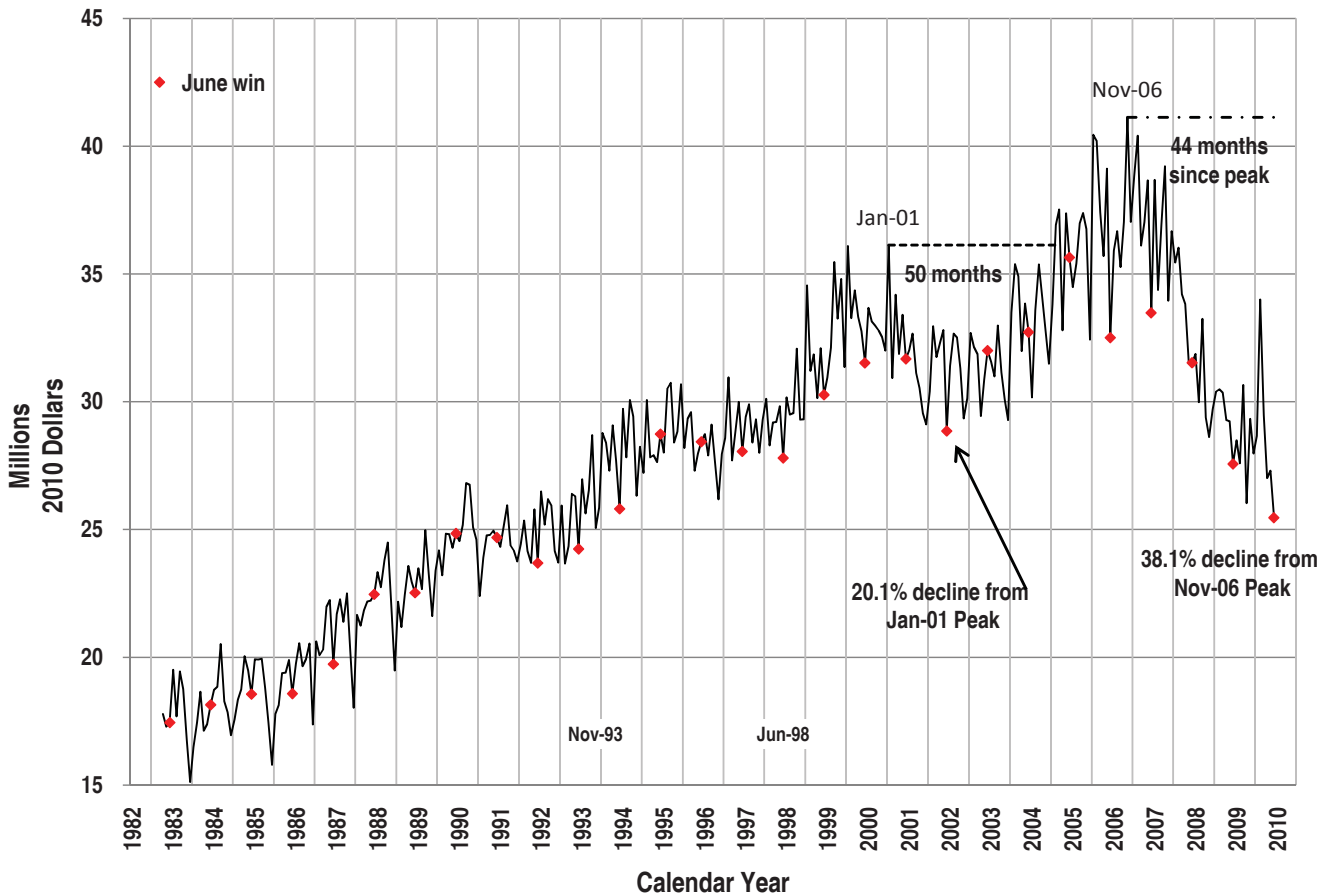
### Nevada Inflation-Adjusted Wage & Salary Disbursements



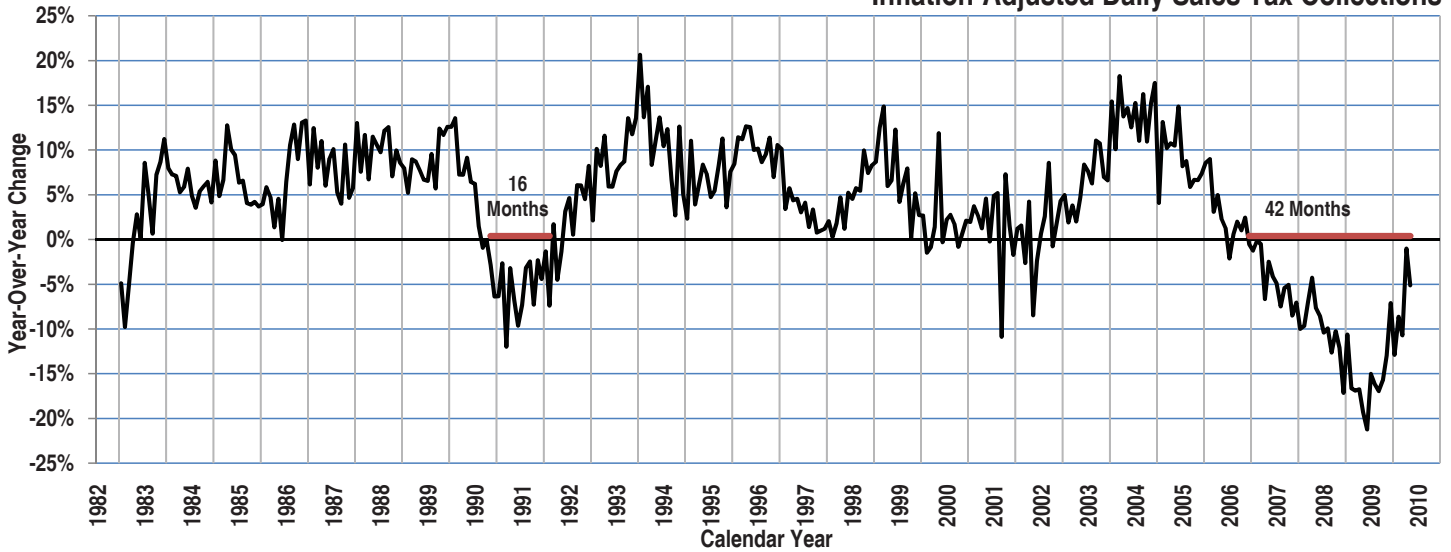
### Inflation-Adjusted Average Daily 2% Sales Tax Receipts



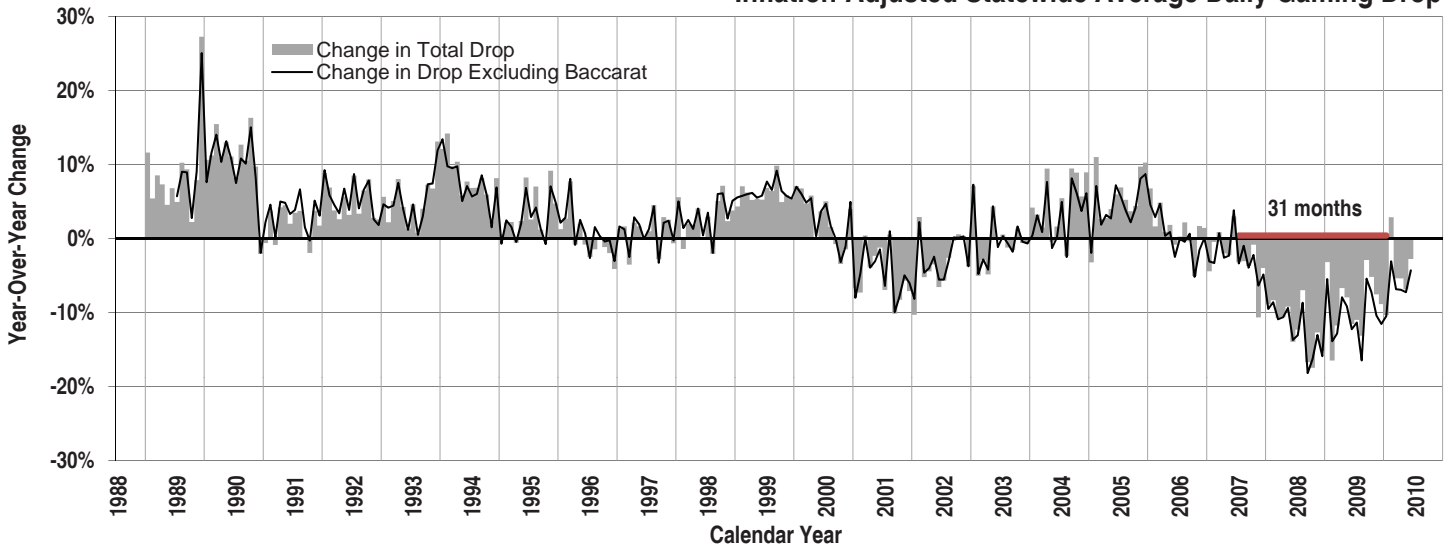
### Inflation-Adjusted Statewide Average Daily Gaming Win



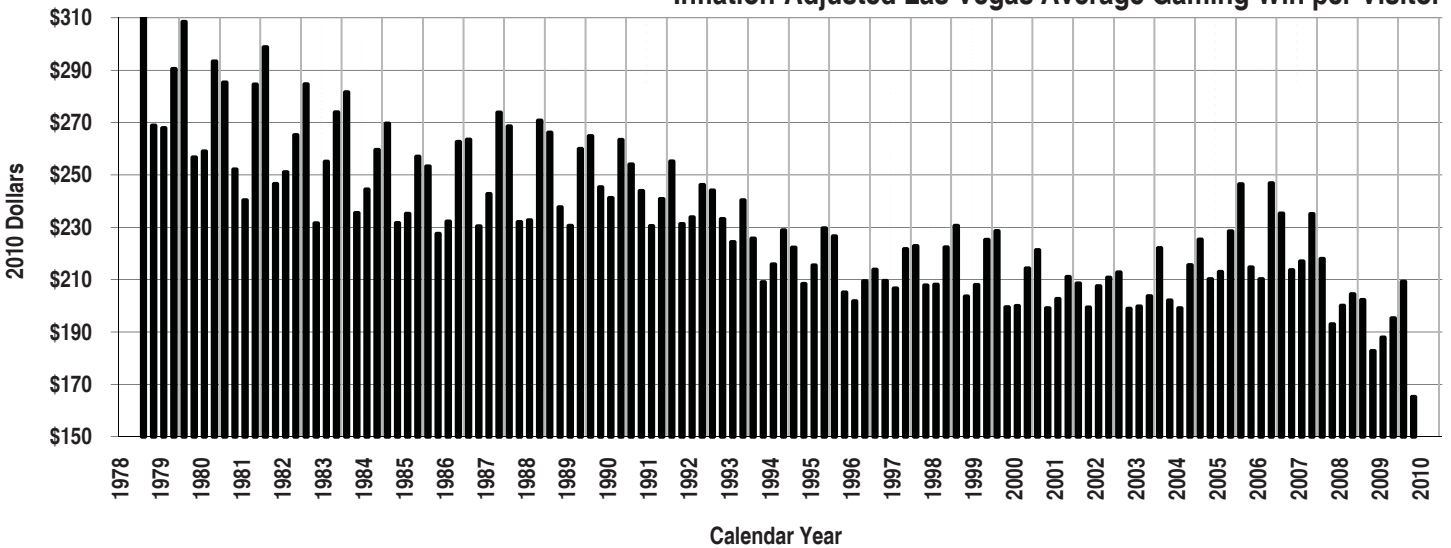
### Inflation-Adjusted Daily Sales Tax Collections



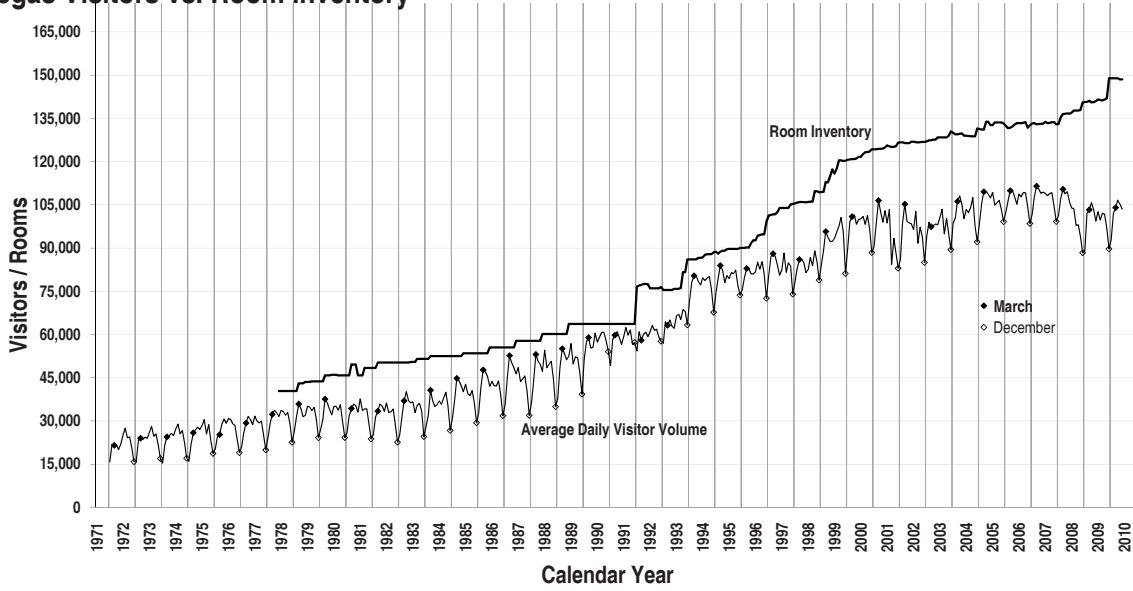
### Inflation-Adjusted Statewide Average Daily Gaming Drop



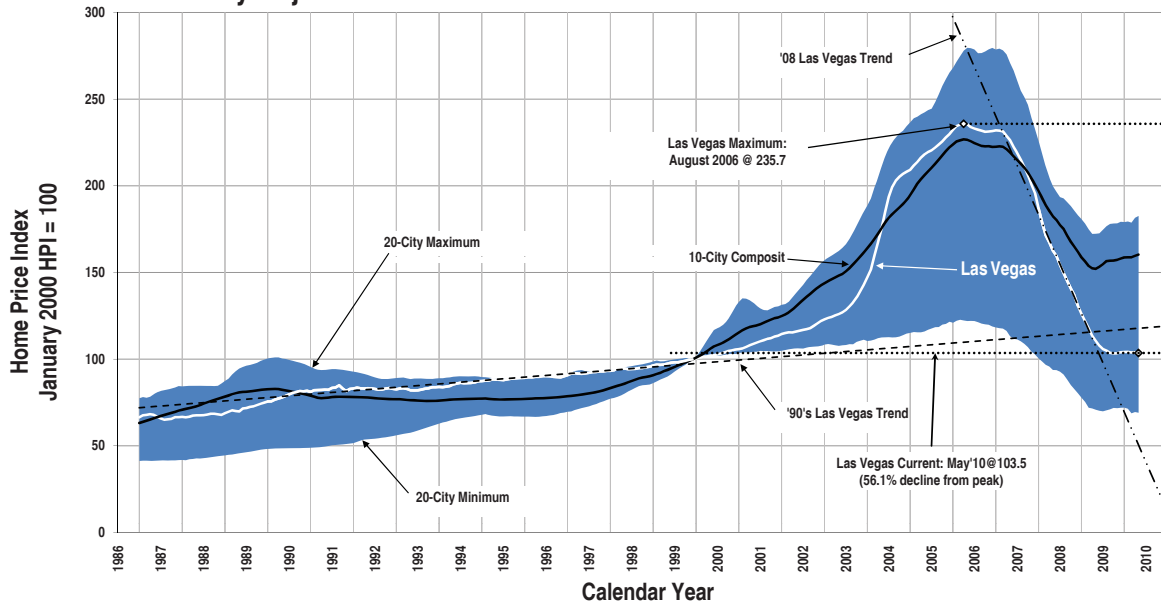
### Inflation-Adjusted Las Vegas Average Gaming Win per Visitor



### Las Vegas Visitors vs. Room Inventory



### Case-Shiller Seasonally Adjusted Home Price Index



### Nevada Single Family Home Permits Issued

