

THE STATE OF NEVADA ECONOMIC FORUM

Leo Seevers, Chairman  
John Restrepo, Vice Chairman  
Michael R. Alastuey  
Linda Rosenthal  
Cathy Santoro



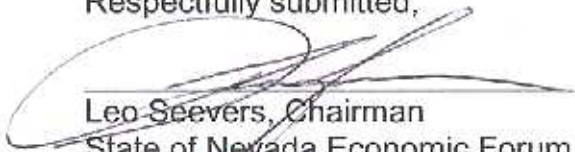
June 20, 2008

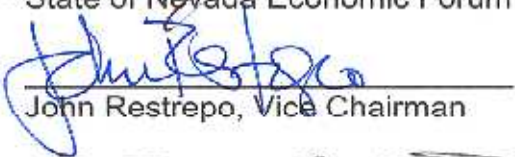
Members of the 74<sup>th</sup> Legislature  
Governor of Nevada  
Capitol Building  
Carson City, Nevada 89701-4747

Dear Nevada Legislature:

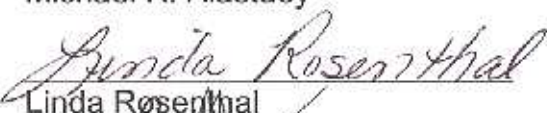
Enclosed is the Economic Forum's report of revised forecasts for selected General Fund revenues for Fiscal Year 2007-08 and Fiscal Year 2008-09 approved at the June 20, 2008, meeting. The forecasts in this report were prepared pursuant to the Executive Order issued by the Governor on June 16, 2008. As specified in the Executive Order, the report includes revised forecasts for the following General Fund revenues: sales and use tax, gaming percentage fee, live entertainment tax (gaming), insurance premium tax, modified business tax (financial institutions and non-financial institutions), real property transfer tax, cigarette tax, net proceeds of minerals tax, Treasurer's interest income, unclaimed property receipts, short-term car rental fee, and the Secretary of State's commercial recordings (including Las Vegas commercial filings).

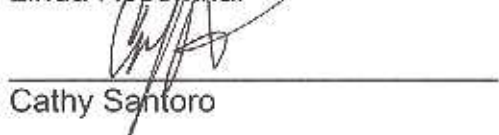
Respectfully submitted,

  
Leo Seevers, Chairman  
State of Nevada Economic Forum

  
John Restrepo, Vice Chairman

  
Michael R. Alastuey

  
Linda Rosenthal

  
Cathy Santoro

Enclosure

**Revised Forecasts for Selected General Fund Revenues: FY 2008 and FY 2009**  
**Economic Forum Forecast for FY 2008 and FY 2009 is the Forecast Approved at their June 20, 2008, Meeting**

Actual and Forecast Revenues are in Millions of Dollars  
 Economic Forum June 20, 2008, Meeting: 6-20-08 1:45 PM

	FY 2006		FY 2007		FY 2008			FY 2009			2007-2009 Biennium		
	Actual: Millions \$'s		Actual Millions \$'s	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change <sup>2</sup>	% Change
<b>Sales and Use Tax</b>	\$985.036		\$1,000.217	1.5%									
Economic Forum <sup>1</sup>					\$964.700	-\$35.517	-3.6%	\$929.500	-\$35.200	-3.6%	\$1,894.200	-\$91.053	-4.6%
Fiscal Division					\$967.481	-\$32.736	-3.3%	\$997.635	\$30.154	3.1%	\$1,965.117	-\$20.136	-1.0%
Budget Division					\$964.700	-\$35.517	-3.6%	\$929.500	-\$35.200	-3.6%	\$1,894.200	-\$91.053	-4.6%
<b>Percentage Fees Tax</b>	\$790.185		\$820.051	3.8%									
Economic Forum <sup>1</sup>					\$786.000	-\$34.051	-4.2%	\$801.720	\$15.720	2.0%	\$1,587.720	-\$22.516	-1.4%
Agency					\$789.285	-\$30.766	-3.8%	\$843.698	\$54.412	6.9%	\$1,632.983	\$22.747	1.4%
Fiscal Division					\$789.351	-\$30.700	-3.7%	\$832.219	\$42.868	5.4%	\$1,621.570	\$11.334	0.7%
Budget Division					\$786.100	-\$33.951	-4.1%	\$790.700	\$4.600	0.6%	\$1,576.800	-\$33.436	-2.1%
<b>Insurance Premium Tax</b>	\$238.297		\$259.275	8.8%									
Economic Forum <sup>1</sup>					\$257.200	-\$2.075	-0.8%	\$266.500	\$9.300	3.6%	\$523.700	\$26.129	5.3%
Fiscal Division					\$256.689	-\$2.586	-1.0%	\$263.654	\$6.965	2.7%	\$520.342	\$22.771	4.6%
Budget Division					\$257.200	-\$2.075	-0.8%	\$266.500	\$9.300	3.6%	\$523.700	\$26.129	5.3%
<b>Real Property Transfer Tax</b>	\$164.842		\$120.375	-27.0%									
Economic Forum <sup>1</sup>					\$83.955	-\$36.420	-30.3%	\$55.482	-\$28.473	-33.9%	\$139.437	-\$145.779	-51.1%
Fiscal Division					\$83.955	-\$36.420	-30.3%	\$55.482	-\$28.473	-33.9%	\$139.437	-\$145.779	-51.1%
Budget Division					\$83.500	-\$36.875	-30.6%	\$57.800	-\$25.700	-30.8%	\$141.300	-\$143.916	-50.5%
<b>Cigarette Tax</b>	\$114.693		\$113.072	-1.4%									
Economic Forum <sup>1</sup>					\$109.900	-\$3.172	-2.8%	\$109.900	\$0.000	0.0%	\$219.800	-\$7.965	-3.5%
Fiscal Division					\$110.256	-\$2.815	-2.5%	\$110.351	\$0.095	0.1%	\$220.608	-\$7.157	-3.1%
Budget Division					\$109.900	-\$3.172	-2.8%	\$109.900	\$0.000	0.0%	\$219.800	-\$7.965	-3.5%
<b>LET - Gaming</b>	\$108.420		\$121.655	12.2%									
Economic Forum <sup>1</sup>					\$119.000	-\$2.655	-2.2%	\$121.975	\$2.975	2.5%	\$240.975	\$10.899	4.7%
Agency					\$120.130	-\$1.525	-1.3%	\$124.518	\$4.388	3.7%	\$244.648	\$14.572	6.3%
Fiscal Division					\$119.595	-\$2.061	-1.7%	\$125.491	\$5.896	4.9%	\$245.086	\$15.010	6.5%
Budget Division					\$122.000	\$0.345	0.3%	\$124.300	\$2.300	1.9%	\$246.300	\$16.224	7.1%

**Revised Forecasts for Selected General Fund Revenues: FY 2008 and FY 2009**  
**Economic Forum Forecast for FY 2008 and FY 2009 is the Forecast Approved at their June 20, 2008, Meeting**

Actual and Forecast Revenues are in Millions of Dollars  
 Economic Forum June 20, 2008, Meeting: 6-20-08 1:45 PM

	FY 2006		FY 2007		FY 2008			FY 2009			2007-2009 Biennium		
	Actual: Millions \$'s		Actual Millions \$'s	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change <sup>2</sup>	% Change
<b>MBT - Nonfinancial</b>	\$232.761		\$257.432	10.6%									
Economic Forum <sup>1</sup>					\$258.600	\$1.168	0.5%	\$261.186	\$2.586	1.0%	\$519.786	\$29.593	6.0%
Fiscal Division					\$259.194	\$1.762	0.7%	\$265.393	\$6.199	2.4%	\$524.587	\$34.394	7.0%
Budget Division					\$258.600	\$1.168	0.5%	\$266.700	\$8.100	3.1%	\$525.300	\$35.107	7.2%
<b>MBT - Financial</b>	\$22.491		\$21.520	-4.3%									
Economic Forum <sup>1</sup>					\$20.100	-\$1.420	-6.6%	\$19.200	-\$0.900	-4.5%	\$39.300	-\$4.711	-10.7%
Fiscal Division					\$20.448	-\$1.073	-5.0%	\$20.519	\$0.072	0.4%	\$40.967	-\$3.044	-6.9%
Budget Division					\$20.100	-\$1.420	-6.6%	\$19.200	-\$0.900	-4.5%	\$39.300	-\$4.711	-10.7%
<b>MBT - TOTAL</b>	\$255.252		\$278.953	9.3%									
Economic Forum <sup>1</sup>					\$278.700	-\$0.253	-0.1%	\$280.386	\$1.686	0.6%	\$559.086	\$24.881	4.7%
Fiscal Division					\$279.642	\$0.689	0.2%	\$285.912	\$6.270	2.2%	\$565.554	\$31.349	5.9%
Budget Division					\$278.700	-\$0.253	-0.1%	\$285.900	\$7.200	2.6%	\$564.600	\$30.395	5.7%
<b>Short-Term Car Rental</b>	\$26.660		\$29.807	11.8%									
Economic Forum <sup>1</sup>					\$29.517	-\$0.290	-1.0%	\$30.373	\$0.856	2.9%	\$59.890	\$3.423	6.1%
Fiscal Division					\$29.618	-\$0.189	-0.6%	\$30.537	\$0.919	3.1%	\$60.154	\$3.688	6.5%
Budget Division					\$31.600	\$1.793	6.0%	\$31.600	\$0.000	0.0%	\$63.200	\$6.733	11.9%
<b>Net Proceeds of Minerals</b>	\$19.588		\$27.685	41.3%									
Economic Forum <sup>1</sup>					\$35.600	\$7.915	28.6%	\$35.600	\$0.000	0.0%	\$71.200	\$23.927	50.6%
Fiscal Division					\$35.600	\$7.915	28.6%	\$35.600	\$0.000	0.0%	\$71.200	\$23.927	50.6%
Budget Division					\$35.600	\$7.915	28.6%	\$35.600	\$0.000	0.0%	\$71.200	\$23.927	50.6%
<b>Treasurer's Interest Income</b>	\$32.666		\$52.404	60.4%									
Economic Forum <sup>1</sup>					\$56.900	\$4.496	8.6%	\$18.100	-\$38.800	-68.2%	\$75.000	-\$10.070	-11.8%
Agency					\$56.900	\$4.496	8.6%	\$18.100	-\$38.800	-68.2%	\$75.000	-\$10.070	-11.8%
Fiscal Division					\$56.900	\$4.496	8.6%	\$18.100	-\$38.800	-68.2%	\$75.000	-\$10.070	-11.8%
Budget Division					\$56.900	\$4.496	8.6%	\$18.100	-\$38.800	-68.2%	\$75.000	-\$10.070	-11.8%

**Revised Forecasts for Selected General Fund Revenues: FY 2008 and FY 2009**  
**Economic Forum Forecast for FY 2008 and FY 2009 is the Forecast Approved at their June 20, 2008, Meeting**

Actual and Forecast Revenues are in Millions of Dollars  
 Economic Forum June 20, 2008, Meeting: 6-20-08 1:45 PM

	FY 2006		FY 2007		FY 2008			FY 2009			2007-2009 Biennium		
	Actual: Millions \$'s		Actual Millions \$'s	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change <sup>2</sup>	% Change
<b>Unclaimed Property</b>	\$22.270		\$23.465	5.4%									
Economic Forum <sup>1</sup>					\$44.000	\$20.535	87.5%	\$34.000	-\$10.000	-22.7%	\$78.000	\$32.266	70.6%
Agency					\$44.000	\$20.535	87.5%	\$34.000	-\$10.000	-22.7%	\$78.000	\$32.266	70.6%
Fiscal Division					\$44.000	\$20.535	87.5%	\$34.000	-\$10.000	-22.7%	\$78.000	\$32.266	70.6%
Budget Division					\$44.000	\$20.535	87.5%	\$34.000	-\$10.000	-22.7%	\$78.000	\$32.266	70.6%
<b>SOS Commercial Recordings</b>	\$79.992		\$76.969	-3.8%									
Economic Forum <sup>1</sup>					\$78.976	\$2.007	2.6%	\$78.976	\$0.000	0.0%	\$157.952	\$0.991	0.6%
Agency					\$78.976	\$2.006	2.6%	\$78.976	\$0.000	0.0%	\$157.951	\$0.990	0.6%
Fiscal Division					\$78.976	\$2.006	2.6%	\$78.976	\$0.000	0.0%	\$157.951	\$0.990	0.6%
Budget Division					\$78.976	\$2.006	2.6%	\$78.976	\$0.000	0.0%	\$157.951	\$0.990	0.6%
<b>Total - Major Tax Sources</b>	\$2,837.899		\$2,923.927	3.0%									
Economic Forum <sup>1</sup>					\$2,844.448	-\$79.479	-2.7%	\$2,762.512	-\$81.936	-2.9%	\$5,606.960	-\$154.866	-2.7%
Fiscal Division					\$2,852.061	-\$71.866	-2.5%	\$2,867.957	\$15.896	0.6%	\$5,720.019	-\$41.807	-0.7%
Budget Division					\$2,849.176	-\$74.752	-2.6%	\$2,762.876	-\$86.300	-3.0%	\$5,612.051	-\$149.775	-2.6%

<sup>1</sup> Economic Forum's June 20, 2008, General Fund Revenue Forecast for FY 2008 and FY 2009.

<sup>2</sup> Represents the difference between the total for the 2007-09 biennium (FY 2008 and FY 2009 forecast collections) and the total for the 2005-07 biennium (FY 2006 and FY 2007 actual collections).

**Comparison of the Economic Forum's June 20, 2008 Revised Forecasts for Selected General Fund Revenues for FY 2008 and FY 2009  
to the Economic Forum's May 1, 2007, Forecast for the Selected General Fund Revenue Forecasts**

Forecast Revenues are in Millions of Dollars  
Economic Forum June 20, 2008, Meeting: 6-20-08 1:45 PM

	FY 2006		FY 2007			FY 2008			FY 2009			2007-2009 Biennium		
	Actual: Millions \$'s		Actual Millions \$'s	% Change		Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change <sup>2</sup>	% Change
<b>Sales and Use Tax</b>	\$985.036		\$1,000.217	1.5%										
Economic Forum - June 2008			\$964.700	-3.6%		\$929.500	-\$35.200	-3.6%	\$1,894.200	-\$91.053	-4.6%			
Economic Forum - May 2007			\$1,065.405	6.5%		\$1,139.983	\$74.578	7.0%	\$2,205.388	\$220.135	11.1%			
Difference: June 08 - May 07			-\$100.705			-\$210.483			-\$311.188					
<b>Percentage Fees Tax</b>	\$790.185		\$820.051	3.8%										
Economic Forum - June 2008			\$786.000	-4.2%		\$801.720	\$15.720	2.0%	\$1,587.720	-\$22.516	-1.4%			
Economic Forum - May 2007			\$865.039	5.5%		\$927.170	\$62.131	7.2%	\$1,792.209	\$181.973	11.3%			
Difference: June 08 - May 07			-\$79.039			-\$125.450			-\$204.489					
<b>Insurance Premium Tax</b>	\$238.297		\$259.275	8.8%										
Economic Forum - June 2008			\$257.200	-0.8%		\$266.500	\$9.300	3.6%	\$523.700	\$26.129	5.3%			
Economic Forum - May 2007			\$290.236	11.9%		\$319.714	\$29.478	10.2%	\$609.950	\$112.379	22.6%			
Difference: June 08 - May 07			-\$33.036			-\$53.214			-\$86.250					
<b>Real Property Transfer Tax</b>	\$164.842		\$120.375	-27.0%										
Economic Forum - June 2008			\$83.955	-30.3%		\$55.482	-\$28.473	-33.9%	\$139.437	-\$145.779	-51.1%			
Economic Forum - May 2007			\$124.166	3.1%		\$134.880	\$10.714	8.6%	\$259.046	-\$26.170	-9.2%			
Difference: June 08 - May 07			-\$40.211			-\$79.398			-\$119.609					
<b>Cigarette Tax</b>	\$114.693		\$113.072	-1.4%										
Economic Forum - June 2008			\$109.900	-2.8%		\$109.900	\$0.000	0.0%	\$219.800	-\$7.965	-3.5%			
Economic Forum - May 2007			\$115.700	2.3%		\$116.200	\$0.500	0.4%	\$231.900	\$4.135	1.8%			
Difference: June 08 - May 07			-\$5.800			-\$6.300			-\$12.100					
<b>LET - Gaming</b>	\$108.420		\$121.655	12.2%										
Economic Forum - June 2008			\$119.000	-2.2%		\$121.975	\$2.975	2.5%	\$240.975	\$10.899	4.7%			
Economic Forum - May 2007			\$129.697	6.6%		\$143.185	\$13.488	10.4%	\$272.882	\$42.806	18.6%			
Difference: June 08 - May 07			-\$10.697			-\$21.210			-\$31.907					

**Comparison of the Economic Forum's June 20, 2008 Revised Forecasts for Selected General Fund Revenues for FY 2008 and FY 2009  
to the Economic Forum's May 1, 2007, Forecast for the Selected General Fund Revenue Forecasts**

Forecast Revenues are in Millions of Dollars  
Economic Forum June 20, 2008, Meeting: 6-20-08 1:45 PM

	FY 2006		FY 2007		FY 2008			FY 2009			2007-2009 Biennium		
	Actual: Millions \$'s		Actual Millions \$'s	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change <sup>2</sup>	% Change
<b>MBT - Nonfinancial</b>	\$232.761		\$257.432	10.6%									
Economic Forum - June 2008			\$258.600	0.5%	\$1.168	\$2.586	1.0%	\$261.186	\$2.586	1.0%	\$519.786	\$29.593	6.0%
Economic Forum - May 2007			\$276.292	7.3%	\$18.860	\$21.274	7.7%	\$297.566	\$21.274	7.7%	\$573.858	\$83.665	17.1%
Difference: June 08 - May 07			-\$17.692					-\$36.380			-\$54.072		
<b>MBT - Financial</b>	\$22.491		\$21.520	-4.3%									
Economic Forum - June 2008			\$20.100	-6.6%	-\$1.420	-\$0.900	-4.5%	\$19.200	-\$0.900	-4.5%	\$39.300	-\$4.711	-10.7%
Economic Forum - May 2007			\$24.277	12.8%	\$2.757	\$1.700	7.0%	\$25.977	\$1.700	7.0%	\$50.254	\$6.243	14.2%
Difference: June 08 - May 07			-\$4.177					-\$6.777			-\$10.954		
<b>MBT - TOTAL</b>	\$255.252		\$278.953	9.3%									
Economic Forum - June 2008			\$278.700	-0.1%	-\$0.253	\$1.686	0.6%	\$280.386	\$1.686	0.6%	\$559.086	\$24.881	4.7%
Economic Forum - May 2007			\$300.569	7.7%	\$21.616	\$22.974	7.6%	\$323.543	\$22.974	7.6%	\$624.112	\$89.907	16.8%
Difference: June 08 - May 07			-\$21.869					-\$43.157			-\$65.026		
<b>Short-Term Car Rental</b>	\$26.660		\$29.807	11.8%									
Economic Forum - June 2008			\$29.517	-1.0%	-\$0.290	\$0.856	2.9%	\$30.373	\$0.856	2.9%	\$59.890	\$3.423	6.1%
Economic Forum - May 2007			\$29.517	-1.0%	-\$0.290	\$0.886	3.0%	\$30.403	\$0.886	3.0%	\$59.920	\$3.453	6.1%
Difference: June 08 - May 07			\$0.000					-\$0.030			-\$0.030		
<b>Net Proceeds of Minerals</b>	\$19.588		\$27.685	41.3%									
Economic Forum - June 2008			\$35.600	28.6%	\$7.915	\$0.000	0.0%	\$35.600	\$0.000	0.0%	\$71.200	\$23.927	50.6%
Economic Forum - May 2007			\$22.813	-17.6%	-\$4.872	-\$0.084	-0.4%	\$22.729	-\$0.084	-0.4%	\$45.542	-\$1.731	-3.7%
Difference: June 08 - May 07			\$12.787					\$12.871			\$25.658		
<b>Treasurer's Interest Income</b>	\$32.666		\$52.404	60.4%									
Economic Forum - June 2008			\$56.900	8.6%	\$4.496	-\$38.800	-68.2%	\$18.100	-\$38.800	-68.2%	\$75.000	-\$10.070	-11.8%
Economic Forum - May 2007			\$41.193	-21.4%	-\$11.211	-\$9.374	-22.8%	\$31.819	-\$9.374	-22.8%	\$73.012	-\$12.058	-14.2%
Difference: June 08 - May 07			\$15.707					-\$13.719			\$1.988		

**Comparison of the Economic Forum's June 20, 2008 Revised Forecasts for Selected General Fund Revenues for FY 2008 and FY 2009  
to the Economic Forum's May 1, 2007, Forecast for the Selected General Fund Revenue Forecasts**

Forecast Revenues are in Millions of Dollars  
Economic Forum June 20, 2008, Meeting: 6-20-08 1:45 PM

	FY 2006		FY 2007		FY 2008			FY 2009			2007-2009 Biennium		
	Actual: Millions \$'s		Actual Millions \$'s	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change	% Change	Forecast: Millions \$'s	\$ Change <sup>2</sup>	% Change
<b>Unclaimed Property</b>	\$22.270		\$23.465	5.4%									
Economic Forum - June 2008					\$44.000	\$20.535	87.5%	\$34.000	-\$10.000	-22.7%	\$78.000	\$32.266	70.6%
Economic Forum - May 2007					\$17.098	-\$6.367	-27.1%	\$17.263	\$0.165	1.0%	\$34.361	-\$11.373	-24.9%
Difference: June 08 - May 07					\$26.902			\$16.737			\$43.639		
<b>SOS Commercial Recordings</b>	\$79.992		\$76.969	-3.8%									
Economic Forum - June 2008					\$78.976	\$2.007	2.6%	\$78.976	\$0.000	0.0%	\$157.952	\$0.991	0.6%
Economic Forum - May 2007					\$81.598	\$4.629	6.0%	\$86.407	\$4.809	5.9%	\$168.005	\$11.044	7.0%
Difference: June 08 - May 07					-\$2.622			-\$7.431			-\$10.053		
<b>Total - Major Tax Sources</b>	\$2,837.899		\$2,923.927	3.0%									
Economic Forum - June 2008					\$2,844.448	-\$79.479	-2.7%	\$2,762.512	-\$81.936	-2.9%	\$5,606.960	-\$154.866	-2.7%
Economic Forum - May 2007					\$3,083.031	\$159.104	5.4%	\$3,293.296	\$210.265	6.8%	\$6,376.327	\$614.501	10.7%
Difference: June 08 - May 07					-\$238.583			-\$530.784			-\$769.367		

<sup>1</sup> Economic Forum's May 1, 2007, General Fund Revenue Forecast for FY 2008, and FY 2009 (adjusted for actions approved by the 2007 Legislature when required)

<sup>2</sup> Represents the difference between the total for the 2007-09 biennium (FY 2008 and FY 2009 forecast collections) and the total for the 2005-07 biennium (FY 2006 and FY 2007 actual collections).