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Revenue Review

June 22, 2022



WASHINGTON STATE
ECONOMIC AND REVENUE FORECAST COUNCIL

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WASHINGTON STATE
ECONOMIC AND REVENUE FORECAST COUNCIL

AGENDA

REVENUE REVIEW MEETING

June 22, 2022
10:00 a.m.

- Call to order
- Approval of meeting minutes from June 8, 2022
- Economic & Revenue Forecast
 - Adoption of official state economic and revenue forecast and unofficial optimistic and pessimistic alternative forecasts
- Adjournment

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STATE OF WASHINGTON
ECONOMIC AND REVENUE FORECAST COUNCIL
PO Box 40912 • Olympia, Washington 98504-0912 • (360) 534-1560

Meeting Minutes
Economic Review
June 8, 2022
Conference Call

Economic and Revenue Forecast Council

Tim Ormsby, House of Representatives, Chair
Christine Rolfes, Senate
Lynda Wilson, Senate
Ed Orcutt, House of Representatives
Mike Pellicciotti, Treasurer
Vikki Smith, Department of Revenue
David Schumacher, Office of Financial Management

Staff

Steve Lerch, Executive Director

Call to Order

Representative Ormsby called the meeting to order at 10:05 a.m.

Approval of the Minutes

Representative Orcutt moved, seconded by Representative Ormsby, to adopt the meeting minutes from April 14, 2022. Motion passed at 10:05 a.m.

Economic Forecast Presentation

Dr. Lerch presented information on the preliminary economic forecast.

Adjournment

With no further business, the meeting adjourned at 10:31 a.m.

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**Economic & Revenue Forecast Council
State of Washington**



Economic & Revenue Review: June 22, 2022

Executive Summary

United States

- This forecast is based on a modified version of IHS Markit's June 2022 Control forecast for the U.S. economy. The forecast for GDP growth in 2022 is now 2.5%, down from 3.7% in the February forecast. For 2023, real GDP growth is 1.9%, down from 2.7% in the February forecast. For 2024, real GDP growth is 2.1%, down from 2.2% in the February forecast. We do not have a new long term forecast from Blue Chip since the March 2022 forecast. For 2025-27, we assume the same growth rates as in the March Blue Chip long term forecast. We expect growth rates of 2.0%, 2.0%, and 1.9% in 2025 through 2027, unchanged from the February forecast.
- Our oil price forecast reflects the futures markets, primarily the Brent (North Sea) oil price but also the West Texas Intermediate (WTI) benchmark. This forecast was based on the June 15th closing prices for Brent and WTI futures. Oil prices are higher and peak later than expected in the February forecast but are expected to decline gradually over the forecast period. The latest futures prices indicate that the refiner acquisition price of crude will average \$108 per barrel in the second quarter of 2022 compared to \$86 in the February forecast. By the fourth quarter of 2025 the refiner acquisition price of crude is expected to average \$75 per barrel compared to \$69 per barrel in the February forecast.
- National employment in May increased by 390,000 net jobs. Employment in March and April were revised down by a combined 22,000 jobs. Sectors with the largest job gains in May included professional and technical services (+48,000), transportation and warehousing (+47,000), food services and drinking places (+46,000), state government education (+36,000), construction (+36,000), educational services (+33,000), health care (+28,000), and accommodation (+21,000). Sectors with declining employment in May included retail trade (-61,000), transportation equipment manufacturing (-8,000), finance and insurance (-6,000), U.S. Postal Service (-4,000), facilities support services (-4,000) and services to building and dwellings (-2,000).
- Two key measures of consumer confidence decreased in May. The University of Michigan consumer sentiment survey decreased by 6.8 points to 58.4 in May. Most of the decline in consumer sentiment reflected negative views on current buying conditions for houses and durable goods and for future economic activity. The Conference Board index of consumer confidence fell by 2.2 points to 106.4. Survey results indicated that the decrease in consumer confidence was due to concerns about a softening of current labor market conditions and weaker expectations for future economic activity.

- Residential construction activity and home sales slowed in May. May housing starts decreased by 14.4% (SA) compared to April and were 3.5% below their May 2021 level. Housing units authorized by building permits in May were 7.0% (SA) below their April level but 0.2% above their year-ago level. New home sales in April decreased by 16.6% (SA) compared to March and were 26.9% below their year-ago level. Existing home sales in May decreased by 3.4% (SA) compared to April and were down 8.6% compared to May 2021. The seasonally adjusted Case-Shiller national home price index for March was 2.1% above its February level and 20.5% above its year-ago level.
- Threats to the U.S. and Washington economies include the potential for inflation to remain elevated, the impacts of the Russia-Ukraine conflict and the risk of recession.

Washington

- We have five months of new Washington employment data since the February forecast was released. Total seasonally adjusted nonfarm payroll employment increased 60,100 in from December 2021 to May 2022 which was 2,700 less than the increase of 62,800 expected in the forecast. Washington employment surpassed its pre-recession peak for the first time in May. Washington employment is now 900 (0.0%) higher than at its February 2020 peak. In comparison, national employment is 0.5% below its pre-recession peak. Private services-providing sectors added 44,900 jobs in the five-month period of which 12,900 were in the socially-dense leisure and hospitality sector. The manufacturing sector added 6,200 jobs, including 1,500 jobs in aerospace manufacturing, and construction employment increased by 6,100 jobs. State and local government employment increased by 3,200 jobs from December to May but the federal government lost 400 jobs.
- We have also incorporated another quarter of benchmark employment data from the Quarterly Census of Employment and Wages (QCEW). The new QCEW data and other revisions added 27,300 (0.8%) to the estimated level of total employment in December 2021. Though employment growth from December through May was slightly less than expected, May employment is 24,600 (0.7%) higher than expected in the February forecast due to the upward revision to the December estimate.
- Washington's unemployment rate declined to 3.9% in May from 4.1% in April, matching the all-time low in the series last achieved at the business cycle peak in February 2020. The unemployment rate is down significantly from the 16.8% rate reached in April 2020 which was an all-time high in the series that dates back to 1976.
- After the grounding of the 737 Max and then the pandemic, Washington's aerospace employment declined from 89,600 at end of 2019 to a low of 66,800 in August 2021, a loss of 22,800 jobs. Since August, the industry added back 2,400 jobs, bringing the level to 69,200 in May 2022. We expect aerospace employment to continue to expand in Washington, adding 5,700 jobs from the second quarter of 2022 to the fourth quarter of 2024. We expect slower but still positive growth for the remainder of the forecast.
- In March, after the forecast was complete, the U.S. Department of Commerce, Bureau of Economic Analysis (BEA) released state personal

income estimates for the fourth quarter of 2021. Washington personal income increased from \$550.3 billion (SAAR) in the third quarter of 2021 to \$555.7 billion in the fourth quarter. The 4.0% increase (SAAR) in Washington personal income was the 21st best performance among the states and District of Columbia and exceeded the 2.4% rate of increase for the U.S. as a whole. Once again, changes to personal income from Covid-19 relief programs dominated overall personal income growth. Special Covid-related unemployment insurance (UI) programs declined by \$4.7 billion in the fourth quarter. Changes to other Covid-related programs netted another \$2.4 billion reduction for a total decline of \$7.1 billion in personal income growth from Covid-related programs in the fourth quarter. Washington personal income excluding these programs increased at an 9.6% annual rate which was 19th best in the nation and slightly surpassed national rate of 9.5%.

- Washington housing construction remained very strong in the first quarter of 2022 due to booming multi-family activity. In the first quarter, 60,500 units (SAAR) were permitted, up from 58,900 in the fourth quarter of 2021. First quarter permits consisted of 25,000 single-family units and 35,500 multi-family units. The February forecast assumed 51,200 (SAAR) units in the first quarter consisting of 24,800 single-family units and 26,400 multi-family units. Permits dropped in April to 49,100 units (SAAR) consisting of 23,400 single-family units and 25,700 multi-family units. The February forecast expected 49,900 units (SAAR) in the second quarter as a whole, consisting of 25,700 single-family units and 24,200 multi-family units.
- Seattle-area home prices continue to rise rapidly. According to the S&P/Case-Shiller Home Price Indices, seasonally adjusted Seattle home prices increased 3.4% in March compared to a 2.4% increase in the composite-20 index. March Seattle home prices were up 27.6% over the year, which is a new record in the series that goes back to 2000-2001 growth. In comparison, the composite-20 index was up 21.2% over the year in March. March Seattle home prices were up 202% since the December 2011 trough and exceeded the May 2007 peak by 110%.
- Seattle-area consumer price inflation outpaced the national average in the year ending in April 2022. From April 2021 to April 2022, the seasonally adjusted Seattle CPI rose 9.1% compared to the 8.2% increase in the U.S. City Average index. These relatively high rates were partially due to much higher food and energy prices this year compared to last year. However, core prices, which exclude food and energy, still increased 7.8% in Seattle and 6.1% in the national index. Seattle shelter cost inflation exceeded the national average at 6.3% compared to 5.1%. Seattle inflation excluding shelter also exceeded the national average at 10.7% compared to 9.8%.
- According to the World Institute for Strategic Economic Research (WISER), Washington exports increased 29% from the first quarter of 2021 to the first quarter of 2022. After more than two years of year-over-year declines, Washington exports of transportation equipment (mostly Boeing planes) increased over the year for a fourth consecutive quarter, rising 92%. Agricultural exports increased 17% over the year but this could be misleading as the data include soybean and corn exports which receive only minimal processing in Washington. Exports from all other sectors (mostly manufacturing) increased 12% over the year.

- Washington car and truck sales continue to trend lower. The seasonally adjusted number of new vehicle registrations decreased 1.7% in May following a 0.3% increase in April. The number of registrations was down 22.8% over the year in May.
- We expect a 4.8% increase in Washington employment this year up from the 4.2% growth rate expected in the February forecast. The increase in growth this year is due to upward revisions to historical data. We expect slower growth during the remainder of 2022 through mid-2025 as the U.S economy slows, partially offset by higher growth in the last two years of the forecast. We expect employment growth to average 0.9% per year in 2023 through 2027, down from 1.2% per year in the February forecast. Our forecast for nominal personal income growth this year is 3.0%, up from 2.9% in the February forecast. However, real personal income is expected to decline 3.0% this year which is a more severe decline than the 1.4% decline expected in February. Personal income growth this year will be undermined by the withdrawal of the extraordinary stimulus of the previous two years. Our new forecast for nominal personal income growth in 2023 through 2027 averages 5.3% per year which is the same rate expected in the February forecast.

Revenue

- State taxable activity has once again been much stronger than expected. Cumulative major General Fund-State (GF-S) collections from February 11 through June 10, 2022 came in \$590 million (6.4%) above the February forecast.
- Most of the collections in excess of the forecast were Revenue Act taxes (the main category of GF-S taxes including retail sales and use, business and occupation (B&O), public utility and non-cigarette tobacco products). Cumulative Revenue Act collections came in \$440 million (6.8%) higher than forecasted in February. Much of this increase was due to the gap between the level of price inflation expected in the forecast and the large increase in inflation that started after the forecast. As people and companies were able to largely maintain their level of real spending in the early months of the inflation spike, their nominal spending and hence taxable activity was boosted by the increase in prices.
- The property market has also continued to be stronger than expected. Real estate excise tax (REET) collections came in \$131 million (28.4%) higher than forecasted. While the commercial market cooled somewhat, residential real estate activity greatly exceeded expectations. With the recent increases in mortgage rates, however, taxable activity is expected to decrease, making FY 2022 the peak in the REET collections for remainder of the forecast period. Nevertheless, given the surplus in collections and the high level the market is declining from, REET collections in the 2021-23 biennium are now expected to be \$177 million higher than previously forecasted. The REET forecast was increased by \$59 million for the 2023-25 biennium.
- In addition to the higher than expected economic activity since February, the June economic forecast projected increases in construction employment and housing permits, both of which are conducive to revenue growth. The

increases from those sources, however, were tempered by an expected slowing from the recent rapid pace of economic growth as people and businesses struggle with rising prices. Revenue Act receipts have been increased by \$947 million in the 2021-23 biennium and \$569 million in the 2023-25 biennium. Forecasted Revenue Act collections were decreased by several tax credits and exemptions passed during the 2022 legislative session. The changes decreased expected collections by \$44 million in the current biennium and \$135 million in the 2023-25 biennium.

- Including the increases in Revenue Act taxes, REET and other sources, the GF-S forecast has been increased by \$1.30 billion in the 2021-23 biennium and \$556 million in the 2023-25 biennium. Besides the legislative changes reducing Revenue Act collections, there were several other changes that reduced revenue. The total of legislative and budget-driven revenue reductions was \$94 million in the current biennium and \$480 million in the next biennium. Without the legislative reductions, the GF-S forecast would have increased by \$1.39 billion in the current biennium and \$1.04 billion in the next biennium.
- Forecasted GF-S revenue is now \$60.218 billion for the 2021-23 biennium and \$62.731 billion for the 2023-25 biennium. Forecasted GF-S revenue is \$66.670 billion for the 2025-57 biennium.
- The forecast of Education Legacy Trust Account (ELTA) revenue was increased by \$80 million in the 2021-23 biennium and \$21 million in the 2023-25 biennium due to higher REET and estate tax collections. Forecasted ELTA revenue is now \$1.822 billion for the 2021-23 biennium, \$2.105 billion for the 2023-25 biennium and \$2.324 billion for the 2025-27 biennium.
- The forecast of revenue dedicated to the Opportunity Pathways Account (OPA) was decreased by \$3 million in the 2021-23 biennium and \$2 million in the 2023-25 biennium. Forecasted OPA revenue is now \$342 million for the 2021-23 biennium, \$355 million for the 2023-25 biennium and \$357 million for the 2025-27 biennium.
- Forecasted revenue dedicated to the Workforce Education Investment Account (WEIA) has been increased by \$81 million in the 2021-23 biennium and \$56 million in the 2023-25 biennium due to stronger than expected collections since the February forecast. Forecasted WEIA revenue is now \$766 million for the 2021-23 biennium, \$809 million for the 2023-25 biennium and \$851 million for the 2025-27 biennium.
- Summing the changes to the GF-S, ELTA, OPA and WEIA forecasts, total state revenue subject to the budget outlook process is expected to increase by \$1.552 billion in the 2021-23 biennium and \$1.112 billion in the 2023-25 biennium.
- The forecasted total of GF-S, ELTA, OPA and WEIA revenue for the 2021-23 biennium is \$63.147 billion, an increase of 18.9% over 2019-21 biennial revenue, and forecasted total revenue for the 2023-25 biennium is \$65.999 billion, an increase of 4.5% over expected 2021-23 biennial revenue. Forecasted total revenue for the 2025-27 biennium is \$70.202 billion, an increase of 6.4% over expected 2023-25 biennial revenue.

Revenue Review

Presented to
Economic and Revenue Forecast Council

Steve Lerch
Executive Director

June 22, 2022



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Summary

- Inflation, oil prices and interest rates are higher than in the February forecast
- The forecast assumes the 0.75% interest rate increase by the Federal Reserve this month
- WA personal income, employment are lower but building permits are higher than in the February forecast
- The forecast of funds subject to the budget outlook is increased by \$1,457 million for 2021-23 biennium

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Since the February forecast...

The economic forecast incorporates Jan., Feb., Mar., Apr. and May 2022 employment data for WA; Feb., Mar., Apr. and May 2022 for the U.S.

Positives:

- U.S. employment has increased by 1,938,000 jobs
- WA employment has increased by 60,100 jobs
- Growth in new COVID cases is lower
- WA revenue collections have been strong but growth may be slowing

Negatives:

- Inflation is higher
- Interest rates are higher
- Supply chain and logistics bottlenecks continue to hamper production and sales

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Data updates since preliminary forecast

U.S.

- May employment: +390,000 jobs
- May unemployment rate: unchanged at 3.6%
- GDP growth: 2022 decreased from 2.6% to 2.5%; 2023 decreased from 2.1% to 1.9%

Washington

- May unemployment rate: 3.9%, down from 4.1% in April

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Forecast risks

Upside

- Supply chains recover more quickly than expected, leading to increased supply of goods and services, slower inflation
- Quicker resolution of Russia – Ukraine conflict

Downside

- Rising interest rates push economy into recession
- Inflation remains elevated
- Russia – Ukraine conflict intensifies

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Recent commentary and headlines

Governor's
Council of
Economic
Advisors: 38%
recession
probability in
next 12 months

Evercore ISI consultancy (June 7 2022)

- U.S. economy clearly slowing, still strong
- State tax survey shows overall receipts pulling back from their highest level since 2006

World Bank (June 2022)

- Several years of above-average inflation and below-average growth now seem likely

Blue Chip Economic Indicators (June 2022)

- U.S. recession probability in:
 - 2022: 26%
 - 2023: 39%

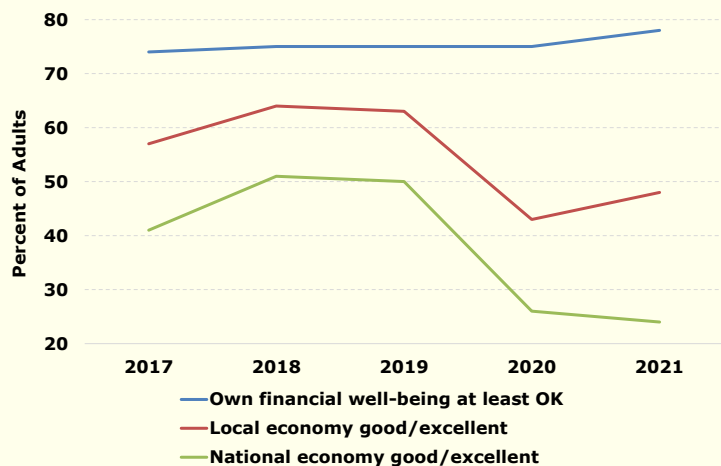
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Perception of own finances has remained positive while overall economic conditions seen as declining



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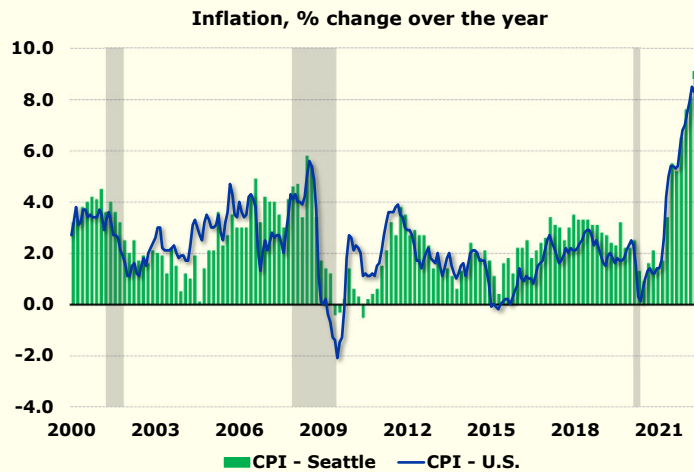
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Source: Federal Reserve Board of Governors, Survey of Household Economics and Decisionmaking, data through 2021

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In May, prices increased at their fastest pace since December 1981



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Source: U.S. Bureau of Labor Statistics, U.S. data through May 2022, Seattle data through Apr. 2022

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U.S. retail trade sales fell by 0.3% in May; first drop since December 2021

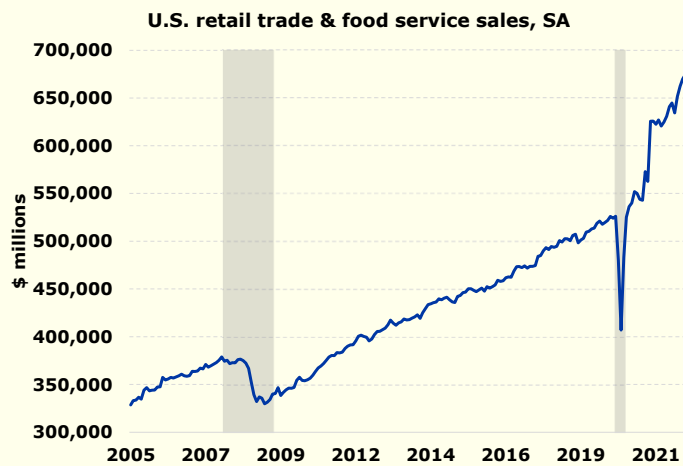
Sectors with largest sales increases & decreases in May:

Gas stations:
+4.0%

Grocery stores:
+1.2%

Auto & motor vehicle dealers:
-4.0%

Electronics & appliance stores:
-1.3%



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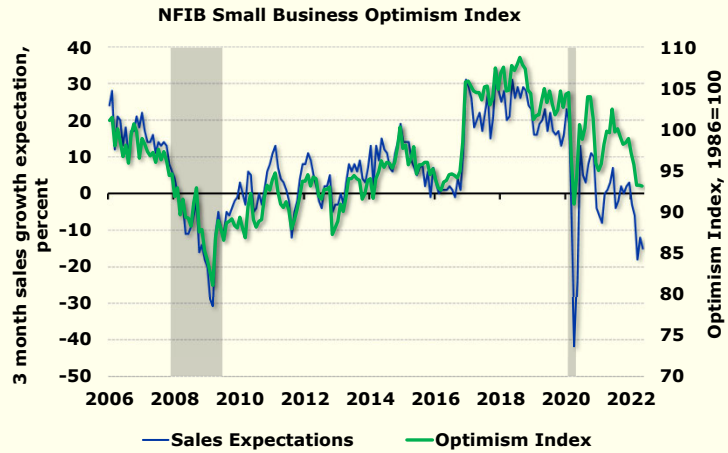
Source: U.S. Census Bureau; data through advanced May 2022

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Small business owners expect business conditions to deteriorate over next six months



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Source: National Federation of Independent Business; data through May 2022

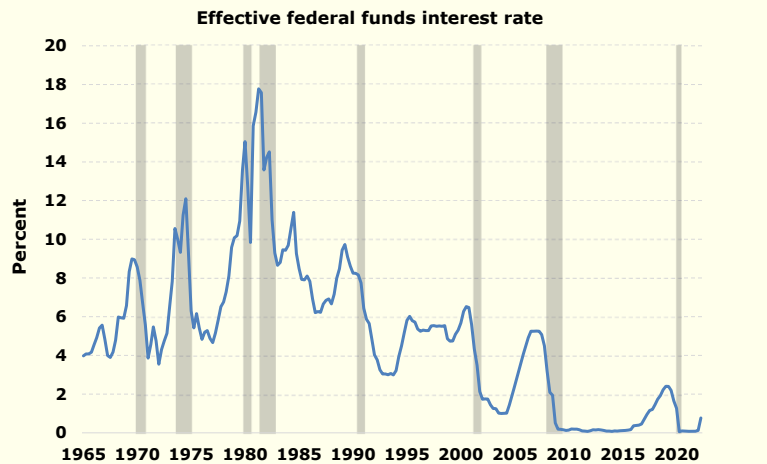
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Recessions have frequently been preceded by the Federal Reserve raising interest rates

However, not all Fed rate increases have been followed by recession



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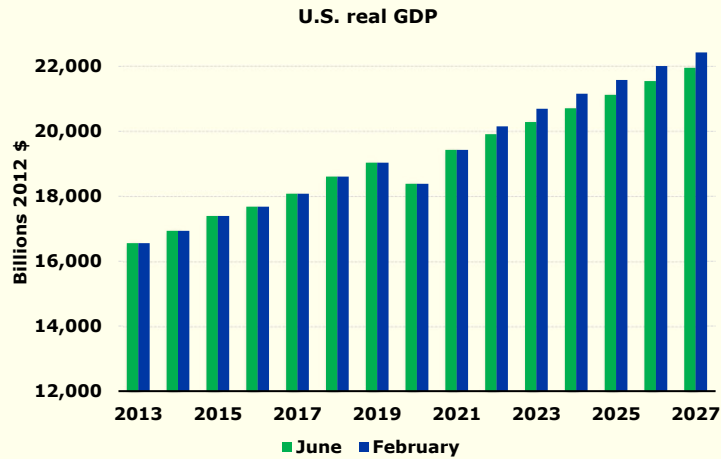
Source: Federal Reserve Board of Governors; quarterly data through Q2 2022

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GDP is lower than in the February forecast



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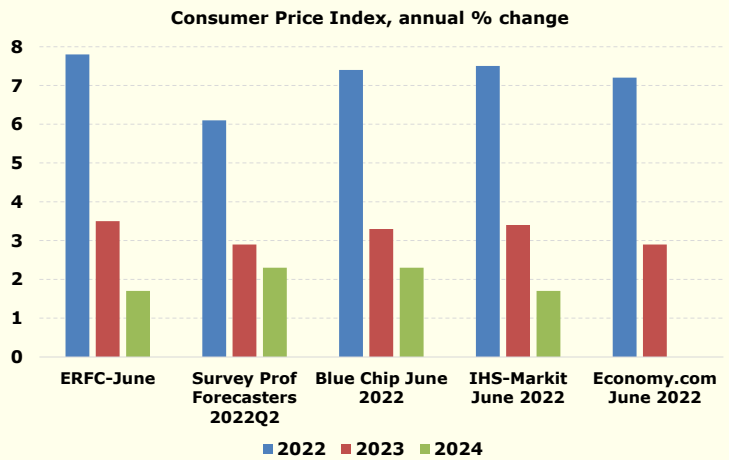
Source: ERFC June 2022 forecast; historical data through 2021

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Inflation forecasts much higher than in February, still expected to decrease after this year



The Consumer Price Index increased by 4.7% in 2021

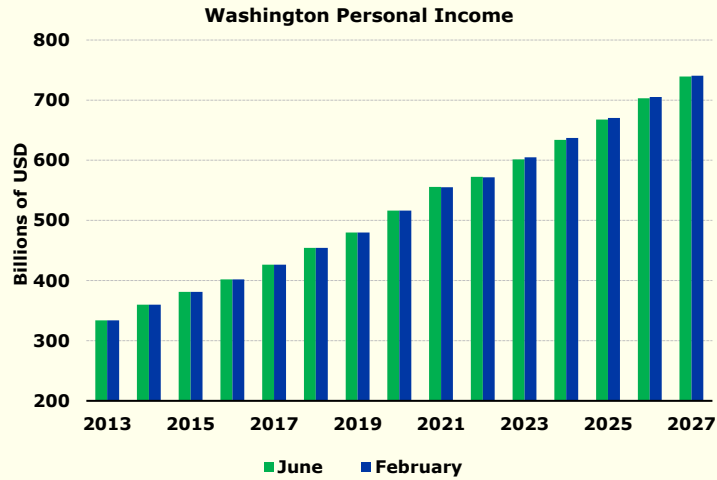
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WA personal income is slightly lower in 2023 – 2027 compared to the February forecast



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Source: ERFC June 2022 forecast; historical data through 2021

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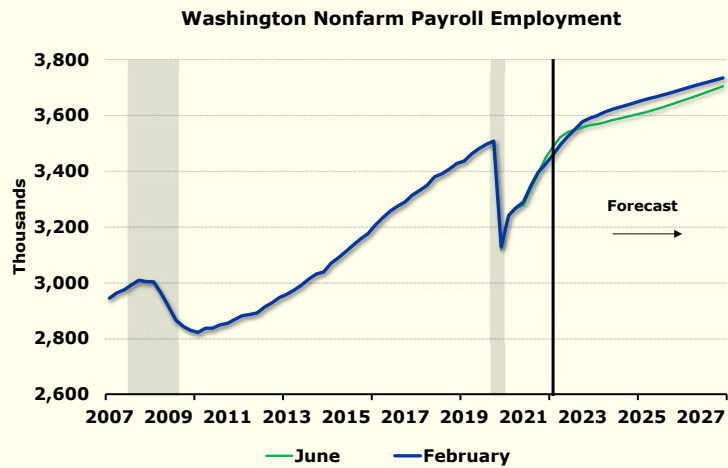


WA employment forecast is lower than in February

Average annual employment growth, 2023 to 2027:

U.S. = 0.4%

WA = 0.9%



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Source: ERFC June 2022 forecast; historical data through Q1 2022

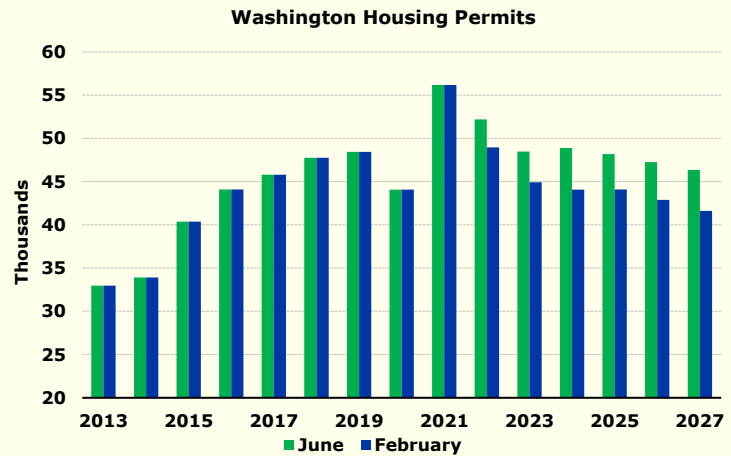
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WA housing permits higher 2022 – 25 compared to February; reflects new data on housing depreciation

Since the February forecast, U.S. Dept. of Housing & Urban Development released survey data indicating existing housing is depreciating faster than expected, requiring higher replacement rates.



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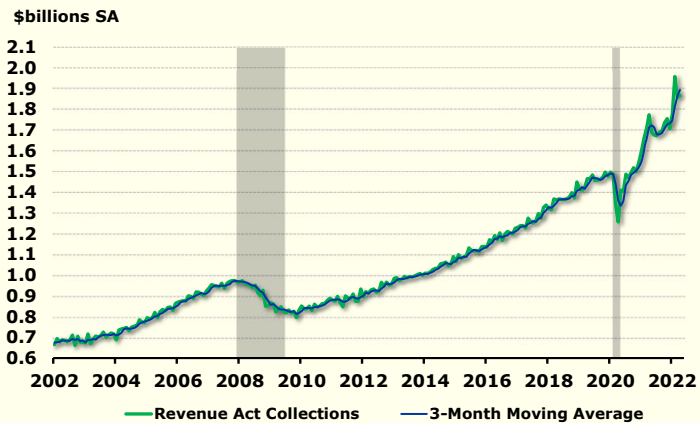
Source: ERFC June 2022 forecast; historical data through 2021

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Revenue Act collections remain strong but year over year growth slowed to 4.2% for April activity



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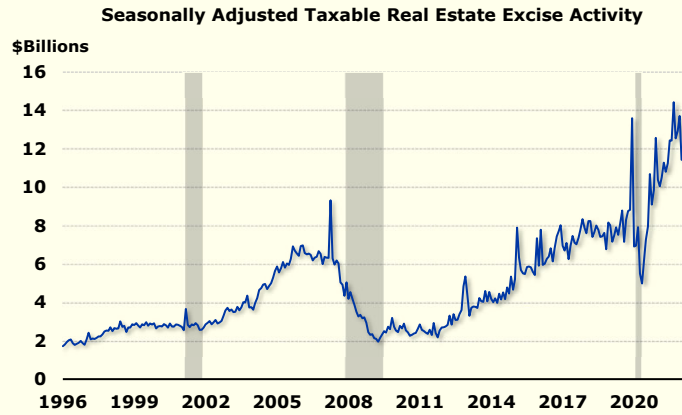
* Adjusted for large one-time transactions, amnesty payments, reporting frequency change and deferred 2020 payments, current definition of Revenue Act
Source: DOR and ERFC; monthly data through April 2022 activity

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Seasonally adjusted taxable REET activity slowed in May but remains strong



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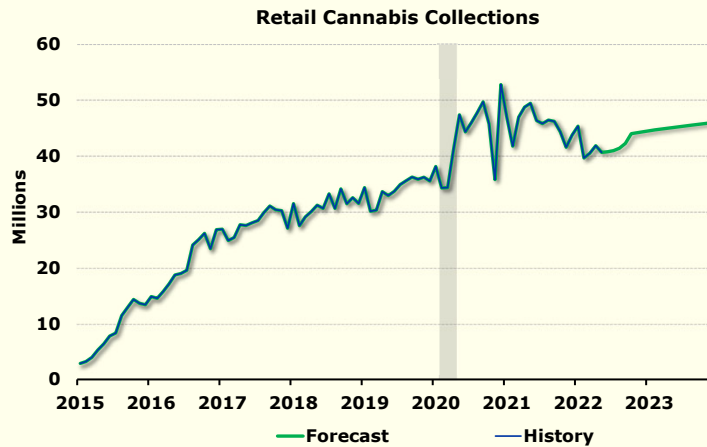
Source: ERFC; Monthly data through May 2022 estimate

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Cannabis revenues appear to be moderating



Collections came in 7.3% below the February forecast

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Source: ERFC June 2022 forecast; historical data through May 2022

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Cannabis excise tax and license fee estimates

Total change since February forecast:

- 2021-23
-\$22.5 M
- 2023-25
+\$0.6 M
- 2025-27
-\$7.2 M

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\$Millions

Cannabis Forecast

	<u>2021-23</u>	<u>2023-25</u>	<u>2025-27</u>
GF-S share of excise tax and license fees	\$335	\$341	\$363
Non-GF	\$719	\$787	\$834
Total	\$1,054	\$1,127	\$1,197

Detail may not add to total due to rounding
Source: ERFC June 2022 forecast; historical data through January 2022

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Forecast changes: all funds, 2021-23 biennium, cash basis

\$Millions	<u>Feb 2022 Forecast</u>	<u>Non-economic Change</u>	<u>Forecast Change</u>	<u>June 2022 Forecast</u>	<u>Total Change[#]</u>
General Fund-State	\$58,919	(\$94)	\$1,392	\$60,218	\$1,298
Education Legacy Trust Account	\$1,743	(\$0)	\$80	\$1,822	\$80
WA Opportunity Pathways Account	\$345	(\$1)	(\$2)	\$342	(\$3)
Workforce Education Investment Account	\$684	(\$1)	\$83	\$766	\$81
Total	\$61,691	(\$95)	\$1,552	\$63,147	\$1,457

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Detail may not add to total due to rounding

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Forecast changes, all funds: 2023-2025 biennium, cash basis

\$Millions	<u>Feb 2022 Forecast</u>	<u>Non-economic Change</u>	<u>Forecast Change</u>	<u>Jun 2022 Forecast</u>	<u>Total Change[#]</u>
General Fund-State	\$62,175	(\$480)	\$1,036	\$62,731	\$556
Education Legacy Trust Account	\$2,084	(\$0)	\$21	\$2,105	\$21
WA Opportunity Pathways Account	\$356	(\$1)	(\$1)	\$355	(\$2)
Workforce Education Investment Account	\$753	\$1	\$55	\$809	\$56
Total	\$65,368	(\$480)	\$1,112	\$65,999	\$632

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[#] Detail may not add to total due to rounding

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What are the major factors that drove the revenue forecast increase?

- Collections variance of \$590 million since February forecast
- Moderate revenue growth forecast but from a higher base due to strong collections
- Higher inflation

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2021-23 Biennium alternative General Fund-State forecasts

\$Millions (cash basis)	2021-23 Biennium	Difference From the baseline*
June 2022 Baseline (50%)	\$60,218	
<u>June 2022 Alternative Forecasts</u>		
Optimistic (15%)	\$62,145	\$1,928
Pessimistic (35%)	\$58,034	(\$2,183)
Probability Weighted Average	\$59,742	(\$475)
GCEA*	\$60,205	(\$12)

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*Based on the Governor's Council of Economic Advisors' economic assumptions
#May not add to total due to rounding

WASHINGTON STATE ECONOMIC AND REVENUE FORECAST COUNCIL



2023-25 Biennium alternative General Fund-State forecasts

\$Millions (cash basis)	2023-25 Biennium	Difference From the baseline*
June 2022 Baseline (50%)	\$62,731	
<u>June 2022 Alternative Forecasts</u>		
Optimistic (15%)	\$67,765	\$5,034
Pessimistic (35%)	\$56,560	(\$6,171)
Probability Weighted Average	\$61,326	(\$1,405)
GCEA*	\$63,222	\$491

Revenue Review
June 22, 2022

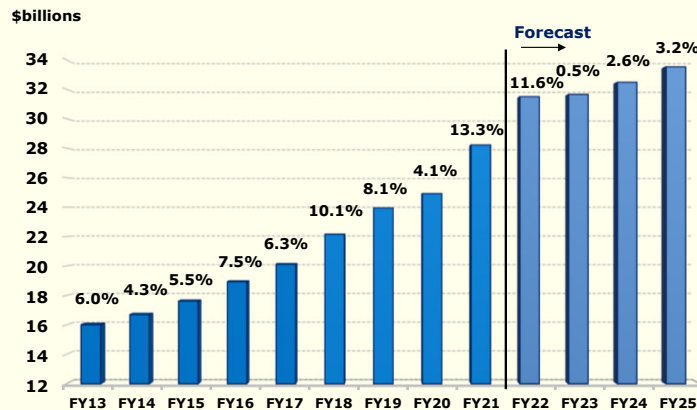
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*Based on the Governor's Council of Economic Advisors' economic assumptions
#May not add to total due to rounding

WASHINGTON STATE ECONOMIC AND REVENUE FORECAST COUNCIL



Forecast of funds subject to the budget outlook process* by fiscal year



Revenue Review
June 22, 2022

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*Funds subject to the budget outlook process are General Fund-State plus Education Legacy Trust, Washington Opportunities Pathway and Workforce Education Investment Accounts
Source: ERFEC forecast, June 2022

WASHINGTON STATE ECONOMIC AND REVENUE FORECAST COUNCIL



Conclusion

- U.S. forecast: GDP, employment lower than February; inflation, oil prices higher
- WA forecast: personal income, employment lower than February; building permits are higher
- Inflation, Ukraine – Russia conflict, recession pose forecast risks
- Total state revenues are expected to grow 18.9% between the 2019-21 and 2021-23 biennia and 4.5% between the 2021-23 and 2023-25 biennia

Revenue Review
June 22, 2022

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WASHINGTON STATE ECONOMIC AND REVENUE FORECAST COUNCIL



Questions

Revenue Review
June 22, 2022

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**Total Changes to General Fund-State, Education Legacy Trust Account,
Washington Opportunity Pathways Account and Workforce Education Investment Account Forecasts**

Comparison of the June 2022 to the February 2022 Forecast

2021-23 Biennium

Cash Forecast; Millions of Dollars

	<u>February 2022 Forecast</u>	<u>Non-economic Changes**</u>	<u>Forecast Change</u>	<u>June 2022 Forecast</u>	<u>Total Change*</u>
General Fund-State	\$58,919.2	(\$93.5)	\$1,391.8	\$60,217.5	\$1,298.3
Education Legacy Trust Account	\$1,742.8	(\$0.1)	\$79.7	\$1,822.4	\$79.6
WA Opportunity Pathways Account	\$344.5	(\$0.5)	(\$2.1)	\$341.9	(\$2.6)
Workforce Education Investment Account	\$684.2	(\$1.1)	\$82.5	\$765.6	\$81.4
Total	\$61,690.7	(\$95.2)	\$1,551.9	\$63,147.4	\$1,456.7

*Details may not add due to rounding

**Legislative and budget-driven revenue changes from the 2022 legislative session

**Total Changes to General Fund-State, Education Legacy Trust Account,
Washington Opportunity Pathways Account and Workforce Education Investment Account Forecasts**

Comparison of the June 2022 to the February 2022 Forecast

2023-25 Biennium

Cash Forecast; Millions of Dollars

	<u>February 2022 Forecast</u>	<u>Non-economic Changes**</u>	<u>Forecast Change</u>	<u>June 2022 Forecast</u>	<u>Total Change*</u>
General Fund-State	\$62,174.8	(\$479.6)	\$1,035.9	\$62,731.2	\$556.3
Education Legacy Trust Account	\$2,083.7	(\$0.2)	\$21.2	\$2,104.7	\$21.0
WA Opportunity Pathways Account	\$356.2	(\$0.9)	(\$0.8)	\$354.5	(\$1.7)
Workforce Education Investment Account	\$752.9	\$0.6	\$55.2	\$808.7	\$55.8
Total	\$65,367.6	(\$480.1)	\$1,111.6	\$65,999.2	\$631.5

*Details may not add due to rounding

**Legislative and budget-driven revenue changes from the 2022 legislative session

Track record for the 2021-23 biennial forecast of funds subject to the budget outlook

February 2018 through June 2022

Cash Basis - Millions of Dollars

<u>Date of Forecast</u>	<u>General Fund-State</u>	<u>Education Legacy Trust Acct.</u>	<u>Washington Opportunity Pathways Acct.</u>	<u>Workforce Education Investment Acct.</u>	<u>Subtotal</u>	<u>Non-economic changes</u>	<u>Total change</u>	<u>Total of funds</u>
February 2018*	\$51,932	\$593	\$266	NA				\$52,790
Changes to Forecast								
June 2018	357	26	4	NA	387	-7 #1	380	53,170
September 2018	249	94	27	NA	369	46 #2	415	53,585
November 2018	201	2	7	NA	209	0	209	53,795
March 2019	369	0	5	NA	374	190 #3	564	54,358
June 2019	64	5	3	NA	73	605 #4	678	55,036
September 2019	-79	21	-5	NA	-63	0	-63	54,973
November 2019	175	-2	8	NA	181	0	181	55,154
February 2020	512	25	-1	NA	536	627 #5	1,163	56,317
June 2020	-4,570	6	8	-56	-4,612	213 #6	-4,399	51,919
September 2020	2,246	149	-5	30	2,419	0	2,419	54,338
November 2020	297	22	6	4	328	0	328	54,666
March 2021	1,894	24	10	21	1,949	0	1,949	56,615
June 2021	1,340	6	18	35	1,399	399 #7	1,798	58,413
September 2021	845	73	1	8	927	0	927	59,341
November 2021	994	-179	5	10	829	69 #8	898	60,238
February 2022	1,400	56	-10	6	1,453	0	1,453	61,691
June 2022	1,392	80	-2	83	1,552	-95 #9	1,457	63,147
Total change:								
From February 2018**	7,687	407	77	139	8,310	2,047	10,357	
Percent change	14.8	68.8	28.9	22.2	15.7	3.9	19.6	
Change in forecast since initial 2123 biennial budget***								
	5,971	36	12	141	6,160	-27	6,134	
Percent change	11.0	2.0	3.5	22.5	10.8	0.0	10.8	

*First official forecast for the 2021-23 biennium

**Change in Workforce Education Investment Account forecast represents change from the initial fiscal note estimate of \$627 million first recorded in February 2020 forecast

***Resources for the initial 2021-23 budget include forecasted March 2021 revenue plus legislative revenue changes from 2021 session subsequent to the March forecast

#1 Sum of legislative and budget driven revenue changes from the 2018 legislative session

#2 Estimated increase in sales tax collections due US Supreme Court ruling of June 21, 2018

#3 Effects of SSB 5581, passed in March of 2019 legislative session

#4 Sum of legislative and budget driven revenue changes from the 2018 legislative session subsequent to the March 2019 forecast

#5 Establishment of Workforce Education Investment Account

#6 Legislative and budget-driven revenue changes from the 2020 legislative session

#7 Legislative and budget-driven revenue changes from the 2021 legislative session

#8 Addition of financial services tax to forecast after court approval and expected refunds from DOR rule change on apportionment

#9 Legislative and budget-driven revenue changes from the 2022 legislative session

June 2022Alternative General Fund-State Forecasts
Millions of Dollars

Cash Basis

2021-23 Biennium

	<u>2021-23 Biennium</u>	<u>Difference From the June 2022 Baseline</u>
June 2022 GF-S Baseline (50%)	\$60,218	
June 2022 Alternative GF-S Forecasts		
Optimistic (15%)	\$62,145	\$1,928
Pessimistic (35%)	\$58,034	(\$2,183)
Probability Weighted Average	\$59,742	(\$475)
GCEA*	\$60,205	(\$12)

2023-25 Biennium

	<u>2021-23 Biennium</u>	<u>Difference From the June 2022 Baseline</u>
June 2022 GF-S Baseline (50%)	\$62,731	
June 2022 Alternative GF-S Forecasts		
Optimistic (20%)	\$67,765	\$5,034
Pessimistic (30%)	\$56,560	(\$6,171)
Probability Weighted Average	\$61,326	(\$1,405)
GCEA*	\$63,222	\$491

* Based on the Governor's Council of Economic Advisors Assumptions.

General Fund-State, Education Legacy Trust Account, Opportunity Pathways Account and Workforce Education Investment Account

History and Forecast by Fiscal Year (Cash basis)

June 2022 - Millions of Dollars

	General Fund-State (GF-S) (current definition)		Education Legacy Trust Fund* (ELTA)		WA Opportunity Pathways Account (OPA)		Workforce Ed. Investment Acct. (WEIA)		Total GF-S, ELTA, OPA and WEIA	
	Level	% Chg.	Level	% Chg.	Level	% Chg.	Level	% Chg.	Level	% Chg.
History:										
FY 2005	\$13,036	5.5%							\$13,036	5.5%
FY 2006	\$14,318	9.8%	\$115						\$14,432	10.7%
FY 2007	\$15,467	8.0%	\$266	132.2%					\$15,734	9.0%
FY 2008	\$15,659	1.2%	\$213	-20.1%					\$15,872	0.9%
FY 2009	\$14,158	-9.6%	\$224	5.4%					\$14,382	-9.4%
FY 2010	\$13,571	-4.1%	\$157	-29.9%					\$13,728	-4.6%
FY 2011	\$14,648	7.9%	\$112	-29.0%	\$99				\$14,859	8.2%
FY 2012	\$14,874	1.5%	\$114	2.3%	\$118	19.1%			\$15,107	1.7%
FY 2013	\$15,783	6.1%	\$101	-11.5%	\$126	5.9%			\$16,009	6.0%
FY 2014	\$16,383	3.8%	\$197	95.3%	\$114	-9.4%			\$16,694	4.3%
FY 2015	\$17,283	5.5%	\$207	5.0%	\$120	5.7%			\$17,611	5.5%
FY 2016	\$18,579	7.5%	\$215	3.6%	\$139	15.7%			\$18,933	7.5%
FY 2017	\$19,739	6.2%	\$252	17.5%	\$127	-9.0%			\$20,118	6.3%
FY 2018	\$21,712	10.0%	\$302	19.6%	\$129	1.5%			\$22,143	10.1%
FY 2019	\$22,430	3.3%	\$1,352	348.1%	\$156	21.1%			\$23,938	8.1%
FY 2020	\$23,817	6.2%	\$913	-32.5%	\$153	-2.0%	\$32		\$24,915	4.1%
FY 2021	\$26,986	13.3%	\$726	-20.5%	\$184	20.9%	\$320	905.5%	\$28,217	13.3%
Forecast:										
FY 2022	\$30,074	11.4%	\$879	21.1%	\$168	-8.8%	\$377	17.7%	\$31,499	11.6%
FY 2023	\$30,143	0.2%	\$943	7.3%	\$174	3.3%	\$389	3.0%	\$31,649	0.5%
FY 2024	\$30,902	2.5%	\$993	5.3%	\$178	2.3%	\$399	2.7%	\$32,472	2.6%
FY 2025	\$31,829	3.0%	\$1,112	12.0%	\$177	-0.6%	\$410	2.6%	\$33,527	3.2%
FY 2026	\$32,789	3.0%	\$1,143	2.8%	\$178	0.7%	\$420	2.6%	\$34,531	3.0%
FY 2027	\$33,881	3.3%	\$1,180	3.2%	\$179	0.3%	\$431	2.6%	\$35,671	3.3%
Biennial Totals										
07-09 Biennium	\$29,817	0.1%	\$437	14.8%	\$0	NA	\$0	NA	\$30,254	0.3%
09-11 Biennium	\$28,218	-5.4%	\$269	-38.5%	\$99	NA	\$0	NA	\$28,586	-5.5%
11-13 Biennium	\$30,657	8.6%	\$215	-19.9%	\$244	145.2%	\$0	NA	\$31,116	8.8%
13-15 Biennium	\$33,666	9.8%	\$405	88.0%	\$234	-4.1%	\$0	NA	\$34,305	10.2%
15-17 Biennium	\$38,317	13.8%	\$467	15.4%	\$266	13.6%	\$0	NA	\$39,050	13.8%
17-19 Biennium	\$44,143	15.2%	\$1,654	254.1%	\$284	6.9%	\$0	NA	\$46,081	18.0%
19-21 Biennium	\$50,803	15.1%	\$1,639	-0.9%	\$337	18.5%	\$352	NA	\$53,132	15.3%
21-23 Biennium	\$60,218	18.5%	\$1,822	11.2%	\$342	1.5%	\$766	117.4%	\$63,147	18.9%
23-25 Biennium	\$62,731	4.2%	\$2,105	15.5%	\$355	3.7%	\$809	5.6%	\$65,999	4.5%
25-27 Biennium	\$66,670	6.3%	\$2,323	10.4%	\$357	0.6%	\$851	5.3%	\$70,202	6.4%

*Education legacy trust fund excluding FY 14 and FY 15 lottery fund transfers. Includes pension stabilization fund interest in FY 08 and FY 09.

Lottery Transfers by Fund

(cash basis, millions of dollars)

	Lottery: Total Transfers:*		Mariners Stadium	Exhibition Center & Stadium	Student Achievement Account	School Construction Account	Problem Gambling Account	Economic Development Account	Opportunity Pathways Account	Veteran's VIP Account	Education Legacy Trust Account	Gambling Revolving Account
	General Fund											
2004	113.3	0.0	4.0	7.3	76.5	25.5			0.0	0.0	0.0	0.0
2005	112.2	4.3	4.2	7.6	0.0	96.2			0.0	0.0	0.0	0.0
2003-05 Biennium	225.6	4.3	8.2	14.9	76.5	121.7			0.0	0.0	0.0	0.0
2006	125.1	1.9	4.4	7.9	0.0	107.8	0.2	3.0	0.0	0.0	0.0	0.0
2007	120.6	7.6	4.5	8.2	0.0	97.0	0.3	3.0	0.0	0.0	0.0	0.0
2005-07 Biennium	245.7	9.5	8.9	16.1	0.0	204.8	0.4	6.0	0.0	0.0	0.0	0.0
2008	124.1	0.0	4.7	8.5	0.0	106.9	0.3	3.7	0.0	0.0	0.0	0.0
2009	122.2	11.1	4.9	8.9	0.0	94.4	0.2	2.7	0.0	0.0	0.0	0.0
2007-09 Biennium	246.4	11.1	9.6	17.4	0.0	201.3	0.5	6.4	0.0	0.0	0.0	0.0
2010	126.4	12.9	5.1	9.2	0.0	95.6	0.3	3.3	0.0	0.0	0.0	0.0
2011	137.2	8.6	5.3	9.6	0.0	9.4	0.3	4.5	99.5	0.0	0.0	0.0
2009-11 Biennium	263.6	21.5	10.4	18.8	0.0	105.0	0.5	7.9	99.5	0.0	0.0	0.0
2012	135.1	0.0	2.7	10.0	0.0	0.0	0.3	3.3	118.5	0.2	0.0	0.0
2013	139.7	0.0	0.0	10.4	0.0	0.0	0.3	3.5	125.5	0.0	0.0	0.0
2011-13 Biennium	274.8	0.0	2.7	20.4	0.0	0.0	0.6	6.9	244.0	0.2	0.0	0.0
2014	147.9	9.3	0.0	10.8	0.0	0.0	0.3	3.7	113.7	0.0	10.1	0.0
2015	143.1	0.6	0.0	11.2	0.0	0.0	0.3	4.7	120.2	0.0	6.1	0.0
2013-15 Biennium	291.0	9.9	0.0	22.0	0.0	0.0	0.6	8.4	233.9	0.0	16.1	0.0
2016	171.6	17.1	0.0	11.7	0.0	0.0	0.3	3.3	139.1	0.0	0.0	0.0
2017	159.7	14.8	0.0	12.2	0.0	0.0	0.3	4.8	126.6	0.0	0.0	1.0
2015-17 Biennium	331.2	31.9	0.0	23.8	0.0	0.0	0.7	8.0	265.7	0.0	0.0	1.0
2018	183.6	38.5	0.0	12.6	0.0	0.0	0.3	3.5	128.5	0.0	0.0	0.0
2019	213.8	38.7	0.0	13.1	0.0	0.0	0.4	5.8	155.7	0.0	0.0	0.0
2017-19 Biennium	397.3	77.3	0.0	25.8	0.0	0.0	0.8	9.3	284.2	0.0	0.0	0.0
2020	186.4	16.7	0.0	13.7	0.0	0.0	0.4	3.1	152.5	0.0	0.0	0.0
2021	231.6	27.7	0.0	14.2	0.0	0.0	0.5	4.8	184.4	0.0	0.0	0.0
2019-21 Biennium	418.0	44.4	0.0	27.9	0.0	0.0	0.8	8.0	336.9	0.0	0.0	0.0
2022	206.3	33.1	0.0	0.0	0.0	0.0	0.4	4.6	168.2	0.0	0.0	0.0
2023	207.2	28.9	0.0	0.0	0.0	0.0	0.4	4.2	173.7	0.0	0.0	0.0
2021-23 Biennium	413.5	62.0	0.0	0.0	0.0	0.0	0.9	8.8	341.9	0.0	0.0	0.0
2024	211.0	28.4	0.0	0.0	0.0	0.0	0.4	4.4	177.8	0.0	0.0	0.0
2025	210.5	28.9	0.0	0.0	0.0	0.0	0.4	4.4	176.7	0.0	0.0	0.0
2023-25 Biennium	421.5	57.2	0.0	0.0	0.0	0.0	0.9	8.9	354.5	0.0	0.0	0.0
2026	211.9	29.0	0.0	0.0	0.0	0.0	0.4	4.4	178.0	0.0	0.0	0.0
2027	213.1	29.7	0.0	0.0	0.0	0.0	0.4	4.4	178.5	0.0	0.0	0.0
2025-27 Biennium	425.0	58.7	0.0	0.0	0.0	0.0	0.9	8.9	356.6	0.0	0.0	0.0

* Total Transfers are equal to total sales less total expenses (prizes, cost of sales, administration etc.)

Source: Lottery Commission, ERFC

Lottery Transfers by Fund

(GAAP basis, millions of dollars)

	Lottery: Total Transfers:*		Mariners Stadium	Exhibition Center & Stadium	Student Achievement Account	School Construction Account	Problem Gambling Account	Economic Development Account	Opportunity Pathways Account	Veteran's VIP Account	Education Legacy Trust Account	Gambling Revolving Account
2004	113.3	0.0	4.0	7.3	76.5	25.5			0.0	0.0	0.0	0.0
2005	112.2	4.3	4.2	7.6	0.0	96.2			0.0	0.0	0.0	0.0
2003-05 Biennium	225.6	4.3	8.2	14.9	76.5	121.7			0.0	0.0	0.0	0.0
2006	125.1	1.9	4.4	7.9	0.0	107.8	0.2	3.0	0.0	0.0	0.0	0.0
2007	120.6	7.6	4.5	8.2	0.0	97.0	0.3	3.0	0.0	0.0	0.0	0.0
2005-07 Biennium	245.7	9.5	8.9	16.1	0.0	204.8	0.4	6.0	0.0	0.0	0.0	0.0
2008	124.1	0.0	4.7	8.5	0.0	106.9	0.3	3.7	0.0	0.0	0.0	0.0
2009	122.2	11.1	4.9	8.9	0.0	94.4	0.2	2.7	0.0	0.0	0.0	0.0
2007-09 Biennium	246.4	11.1	9.6	17.4	0.0	201.3	0.5	6.4	0.0	0.0	0.0	0.0
2010	129.4	12.9	5.1	9.2	0.0	97.4	0.3	4.6	0.0	0.0	0.0	0.0
2011	138.2	7.0	5.3	9.6	0.0	0.0	0.3	3.7	112.3	0.0	0.0	0.0
2009-11 Biennium	267.6	19.9	10.4	18.8	0.0	97.4	0.5	8.3	112.3	0.0	0.0	0.0
2012	138.0	0.0	2.7	10.0	0.0	0.0	0.3	3.0	121.8	0.2	0.0	0.0
2013	139.2	9.3	0.0	10.4	0.0	0.0	0.3	3.6	115.5	0.0	0.0	0.0
2011-13 Biennium	277.2	9.3	2.7	20.4	0.0	0.0	0.6	6.6	237.4	0.2	0.0	0.0
2014	147.7	0.6	0.0	10.8	0.0	0.0	0.3	4.0	121.9	0.0	10.1	0.0
2015	141.3	0.0	0.0	11.2	0.0	0.0	0.3	4.7	119.0	0.0	6.1	0.0
2013-15 Biennium	288.9	0.6	0.0	22.0	0.0	0.0	0.6	8.7	240.9	0.0	16.1	0.0
2016	175.5	31.9	0.0	11.7	0.0	0.0	0.3	2.8	128.7	0.0	0.0	0.0
2017	161.9	16.8	0.0	12.2	0.0	0.0	0.3	4.9	126.8	0.0	0.0	1.0
2015-17 Biennium	337.4	48.7	0.0	23.8	0.0	0.0	0.7	7.7	255.5	0.0	0.0	1.0
2018	183.0	31.2	0.0	12.6	0.0	0.0	0.4	4.6	134.2	0.0	0.0	0.0
2019	215.8	30.9	0.0	13.1	0.0	0.0	0.4	4.6	166.7	0.0	0.0	0.0
2017-19 Biennium	398.8	62.1	0.0	25.8	0.0	0.0	0.8	9.2	300.9	0.0	0.0	0.0
2020	180.9	16.2	0.0	13.7	0.0	0.0	0.4	3.4	147.3	0.0	0.0	0.0
2021	229.0	23.9	0.0	14.2	0.0	0.0	0.5	4.7	185.7	0.0	0.0	0.0
2019-21 Biennium	410.0	40.1	0.0	27.9	0.0	0.0	0.8	8.1	333.1	0.0	0.0	0.0
2022	210.4	33.9	0.0	0.0	0.0	0.0	0.4	4.4	171.6	0.0	0.0	0.0
2023	207.3	28.5	0.0	0.0	0.0	0.0	0.4	4.4	173.9	0.0	0.0	0.0
2021-23 Biennium	417.6	62.4	0.0	0.0	0.0	0.0	0.9	8.9	345.5	0.0	0.0	0.0
2024	209.4	28.7	0.0	0.0	0.0	0.0	0.4	4.4	175.9	0.0	0.0	0.0
2025	210.6	28.9	0.0	0.0	0.0	0.0	0.4	4.4	176.8	0.0	0.0	0.0
2023-25 Biennium	420.0	57.6	0.0	0.0	0.0	0.0	0.9	8.9	352.7	0.0	0.0	0.0
2026	212.1	29.0	0.0	0.0	0.0	0.0	0.4	4.4	178.1	0.0	0.0	0.0
2027	213.2	29.1	0.0	0.0	0.0	0.0	0.4	4.4	179.2	0.0	0.0	0.0
2025-27 Biennium	425.3	58.2	0.0	0.0	0.0	0.0	0.9	8.9	357.3	0.0	0.0	0.0

* Total Transfers are equal to total sales less total expenses (prizes, cost of sales, administration etc.)

Source: Lottery Commission, ERFC

General Fund-State Cash Estimates - Other Agencies

Comparison of the June 2022 and February 2022 forecasts
2021-23 Biennium
(Amounts in Millions)

Source/Agency	February 2022 Baseline	Non-Economic Changes	Economic Changes	June 2022 Baseline	Total Changes
Insurance Commissioner Insurance Premiums	\$1,470.2	\$0.0	\$95.1	\$1,565.3	\$95.1
Liquor & Cannabis Board Taxes, Licenses, and Fees	\$739.6	(\$55.2)	(\$25.8)	\$658.5	(\$81.0)
Lottery Commission Lottery Revenue	\$58.6	\$0.0	\$3.4	\$62.0	\$3.4
State Treasurer Interest Earnings	\$78.1	(\$1.1)	\$61.1	\$138.0	\$60.0
Office of Financial Management Other Agencies	\$135.1	(\$73.9)	\$55.4	\$116.7	(\$18.5)
Washington Court System GF-S Share of Fines, Fees, and Forfeiture	\$87.0	\$0.0	(\$6.1)	\$80.9	(\$6.1)
Total General Fund-State	\$2,568.6	(\$130.2)	\$182.9	\$2,621.4	\$52.8

General Fund-State GAAP Estimates - Other Agencies

Comparison of the June 2022 and February 2022 forecasts
2021-23 Biennium
(Amounts in Millions)

Source/Agency	February 2022 Baseline	Non-Economic Changes	Economic Changes	June 2022 Baseline	Total Changes
Insurance Commissioner Insurance Premiums	\$1,470.2	\$0.0	\$95.1	\$1,565.3	\$95.1
Liquor & Cannabis Board Taxes, Licenses, and Fees	\$739.6	(\$55.2)	(\$25.8)	\$658.5	(\$81.0)
Lottery Commission Lottery Revenue	\$59.1	\$0.0	\$3.3	\$62.4	\$3.3
State Treasurer Interest Earnings	\$64.1	(\$1.1)	\$68.9	\$131.9	\$67.8
Office of Financial Management Other Agencies	\$135.1	(\$73.9)	\$55.4	\$116.7	(\$18.5)
Washington Court System GF-S Share of Fines, Fees, and Forfeiture	\$87.0	\$0.0	(\$6.1)	\$80.9	(\$6.1)
Total General Fund-State	\$2,555.1	(\$130.2)	\$190.7	\$2,615.7	\$60.6

General Fund-State Cash Estimates - Other Agencies

Comparison of the June 2022 and February 2022 forecasts
2023-25 Biennium
(Amounts in Millions)

Source/Agency	February 2022 Baseline	Non-Economic Changes	Economic Changes	June 2022 Baseline	Total Changes
Insurance Commissioner Insurance Premiums	\$1,559.7	\$0.0	\$52.8	\$1,612.5	\$52.8
Liquor & Cannabis Board Taxes, Licenses, and Fees	\$769.5	(\$74.3)	(\$18.5)	\$676.7	(\$92.8)
Lottery Commission Lottery Revenue	\$55.6	\$0.0	\$1.6	\$57.2	\$1.6
State Treasurer Interest Earnings	\$70.7	(\$2.2)	\$132.6	\$201.1	\$130.4
Office of Financial Management Other Agencies	\$162.5	(\$194.2)	\$19.0	(\$12.8)	(\$175.3)
Washington Court System GF-S Share of Fines, Fees, and Forfeiture	\$80.5	\$0.0	(\$8.4)	\$72.0	(\$8.4)
Total General Fund-State	\$2,698.5	(\$270.7)	\$179.1	\$2,606.9	(\$91.6)

General Fund-State GAAP Estimates - Other Agencies

Comparison of the June 2022 and February 2022 forecasts
2023-25 Biennium
(Amounts in Millions)

Source/Agency	February 2022 Baseline	Non-Economic Changes	Economic Changes	June 2022 Baseline	Total Changes
Insurance Commissioner Insurance Premiums	\$1,559.7	\$0.0	\$52.8	\$1,612.5	\$52.8
Liquor & Cannabis Board Taxes, Licenses, and Fees	\$769.5	(\$74.3)	(\$18.5)	\$676.7	(\$92.8)
Lottery Commission Lottery Revenue	\$55.9	\$0.0	\$1.7	\$57.6	\$1.7
State Treasurer Interest Earnings	\$70.7	(\$2.2)	\$132.4	\$200.9	\$130.2
Office of Financial Management Other Agencies	\$162.5	(\$194.2)	\$19.0	(\$12.8)	(\$175.3)
Washington Court System GF-S Share of Fines, Fees, and Forfeiture	\$80.5	\$0.0	(\$8.4)	\$72.0	(\$8.4)
Total General Fund-State	\$2,698.7	(\$270.7)	\$179.0	\$2,607.0	(\$91.7)

General Fund-State Cash Estimates - Other Agencies

Comparison of the June 2022 and February 2022 forecasts
2023-25 Biennium
(Amounts in Millions)

Source/Agency	February 2022 Baseline	Non-Economic Changes	Economic Changes	June 2022 Baseline	Total Changes
Insurance Commissioner Insurance Premiums	\$1,642.9	\$0.0	\$45.5	\$1,688.4	\$45.5
Liquor & Cannabis Board Taxes, Licenses, and Fees	\$814.6	(\$88.6)	(\$19.0)	\$707.0	(\$107.6)
Lottery Commission Lottery Revenue	\$56.3	\$0.0	\$2.4	\$58.7	\$2.4
State Treasurer Interest Earnings	\$75.8	(\$2.2)	\$102.3	\$175.9	\$100.1
Office of Financial Management Other Agencies	\$148.1	(\$256.5)	(\$1.8)	(\$110.2)	(\$258.2)
Washington Court System GF-S Share of Fines, Fees, and Forfeiture	\$76.7	\$0.0	(\$8.7)	\$67.9	(\$8.7)
Total General Fund-State	\$2,814.4	(\$347.2)	\$120.7	\$2,587.8	(\$226.5)

General Fund-State GAAP Estimates - Other Agencies

Comparison of the June 2022 and February 2022 forecasts
2023-25 Biennium
(Amounts in Millions)

Source/Agency	February 2022 Baseline	Non-Economic Changes	Economic Changes	June 2022 Baseline	Total Changes
Insurance Commissioner Insurance Premiums	\$1,642.9	\$0.0	\$45.5	\$1,688.4	\$45.5
Liquor & Cannabis Board Taxes, Licenses, and Fees	\$814.6	(\$88.6)	(\$19.0)	\$707.0	(\$107.6)
Lottery Commission Lottery Revenue	\$56.0	\$0.0	\$2.2	\$58.2	\$2.2
State Treasurer Interest Earnings	\$76.7	(\$2.2)	\$101.4	\$175.8	\$99.2
Office of Financial Management Other Agencies	\$148.1	(\$256.5)	(\$1.8)	(\$110.2)	(\$258.2)
Washington Court System GF-S Share of Fines, Fees, and Forfeiture	\$76.7	\$0.0	(\$8.7)	\$67.9	(\$8.7)
Total General Fund-State	\$2,814.9	(\$347.2)	\$119.6	\$2,587.2	(\$227.7)

U.S. Forecast Comparison

	2022Q1	2022Q2	2022Q3	2022Q4
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Real GDP (Billions of 2012 Dollars)

June Forecast	19,731	19,871	19,976	20,067
Percent Change	-1.5%	2.9%	2.1%	1.8%
February Forecast	19,886	20,095	20,243	20,384
Percent Change	1.6%	4.3%	3.0%	2.8%

Real Consumption (Billions of 2012 Dollars)

June Forecast	13,925	14,035	14,106	14,169
Percent Change	3.1%	3.2%	2.0%	1.8%
February Forecast	13,914	14,038	14,111	14,201
Percent Change	2.1%	3.6%	2.1%	2.6%

PCE Price Index (2012=100)

June Forecast	120.1	122.3	123.5	124.6
Percent Change	7.0%	7.4%	4.3%	3.5%
February Forecast	119.5	120.3	121.0	121.5
Percent Change	4.8%	2.8%	2.2%	1.8%

Real Personal Income (Billions of 2012 Dollars)

June Forecast	17,702	17,635	17,683	17,743
Percent Change	-2.0%	-1.5%	1.1%	1.4%
February Forecast	17,577	17,766	17,930	18,047
Percent Change	-2.7%	4.4%	3.7%	2.6%

Nonfarm Payroll Employment (Millions)

June Forecast	150.4	151.7	152.5	152.9
Percent Change	4.7%	3.6%	2.1%	1.1%
February Forecast	150.0	151.2	152.1	152.8
Percent Change	3.9%	3.1%	2.5%	1.9%

Unemployment Rate (Percent of Labor Force)

June Forecast	3.8	3.6	3.5	3.6
February Forecast	3.9	3.6	3.4	3.4

Oil Price, Refiner's Acquisition

June Forecast	92.1	107.7	111.6	105.2
February Forecast	86.0	86.1	82.9	80.5

30 Year Fixed Mortgage Rate (Percent, average)

June Forecast	3.8	5.1	5.3	5.3
February Forecast	3.5	3.5	3.7	4.0

3 Month T-Bill Rate (Percent, average)

June Forecast	0.3	1.0	1.7	2.1
February Forecast	0.2	0.4	0.7	1.0

	2021	2022	2023	2024	2025	2026	2027
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19,427	19,911	20,283	20,709	21,123	21,545	21,955
5.7%	2.5%	1.9%	2.1%	2.0%	2.0%	1.9%
19,427	20,152	20,693	21,156	21,579	22,011	22,429
5.7%	3.7%	2.7%	2.2%	2.0%	2.0%	1.9%

13,625	14,059	14,328	14,657	14,980	15,295	15,616
7.9%	3.2%	1.9%	2.3%	2.2%	2.1%	2.1%
13,631	14,066	14,452	14,830	15,156	15,490	15,830
7.9%	3.2%	2.7%	2.6%	2.2%	2.2%	2.2%

115.5	122.6	126.5	128.6	130.8	133.2	135.8
3.9%	6.1%	3.1%	1.6%	1.7%	1.9%	1.9%
115.5	120.6	123.1	125.6	128.2	130.9	133.7
3.9%	4.4%	2.0%	2.1%	2.1%	2.1%	2.1%

18,266	17,691	17,947	18,497	19,040	19,572	20,099
3.5%	-3.2%	1.4%	3.1%	2.9%	2.8%	2.7%
18,237	17,830	18,402	18,937	19,435	19,922	20,386
3.3%	-2.2%	3.2%	2.9%	2.6%	2.5%	2.3%

146.1	151.9	153.1	153.3	153.4	154.0	154.9
2.8%	4.0%	0.8%	0.1%	0.1%	0.4%	0.6%
146.1	151.5	153.9	155.0	155.5	155.9	156.2
2.8%	3.7%	1.6%	0.7%	0.3%	0.2%	0.2%

5.4	3.6	4.0	4.4	4.6	4.5	4.3
5.4	3.6	3.5	3.7	4.0	4.2	4.3

67.5	104.2	95.2	85.0	77.5	72.4	69.0
67.4	83.9	76.5	72.3	69.7	68.1	67.3

3.0	4.9	5.2	5.0	4.9	4.8	4.8
3.0	3.7	4.3	4.6	4.7	4.8	4.9

0.0	1.3	2.7	2.6	2.4	2.4	2.4
0.0	0.6	1.2	1.7	1.9	2.2	2.4

Washington Forecast Comparison

	2022Q1	2022Q2	2022Q3	2022Q4
Real Personal Income (Billions of 2012 Dollars)				
June Forecast	467.1	465.9	466.2	467.9
Percent Change	-3.0%	-1.0%	0.3%	1.5%
February Forecast	466.9	471.8	476.5	480.4
Percent Change	-1.9%	4.2%	4.1%	3.4%
Personal Income (Billions of Dollars)				
June Forecast	560.8	569.6	576.0	583.1
Percent Change	3.7%	6.4%	4.6%	5.0%
February Forecast	558.0	567.7	576.5	583.9
Percent Change	2.9%	7.1%	6.3%	5.2%
Disposable Personal Income (Billions of Dollars)				
June Forecast	487.6	493.5	499.8	506.5
Percent Change	-1.0%	5.0%	5.2%	5.5%
February Forecast	490.2	497.9	505.5	511.6
Percent Change	1.2%	6.5%	6.2%	4.9%
Nonfarm Payroll Employment (Thousands)				
June Forecast	3487	3521	3540	3549
Percent Change	4.7%	4.0%	2.1%	1.1%
February Forecast	3458	3494	3524	3551
Percent Change	3.9%	4.2%	3.5%	3.1%
Unemployment Rate (Percent of Labor Force)				
June Forecast	4.3	4.0	4.0	4.1
February Forecast	4.3	4.1	4.0	3.9
Manufacturing Employment (Thousands)				
June Forecast	266.4	270.1	275.3	277.4
Percent Change	6.7%	5.8%	7.8%	3.2%
February Forecast	266.6	270.1	272.0	274.1
Percent Change	5.1%	5.4%	2.8%	3.2%
Construction Employment (Thousands)				
June Forecast	232.5	234.9	232.9	232.1
Percent Change	9.9%	4.1%	-3.4%	-1.4%
February Forecast	228.0	226.4	225.3	224.3
Percent Change	3.5%	-2.7%	-1.9%	-1.8%
Housing Permits (Thousands)				
June Forecast	60.5	51.8	48.7	47.8
Percent Change	11.3%	-46.4%	-21.9%	-7.1%
February Forecast	51.2	49.9	48.0	46.7
Percent Change	-41.6%	-10.1%	-13.9%	-10.9%

	2021	2022	2023	2024	2025	2026	2027
Real Personal Income (Billions of 2012 Dollars)							
June Forecast	481.2	466.8	475.5	493.2	510.6	527.7	544.4
Percent Change	3.6%	-3.0%	1.9%	3.7%	3.5%	3.3%	3.2%
February Forecast	480.8	473.9	491.6	507.4	522.7	538.4	553.9
Percent Change	3.5%	-1.4%	3.7%	3.2%	3.0%	3.0%	2.9%
Personal Income (Billions of Dollars)							
June Forecast	555.6	572.4	601.4	634.0	667.8	703.1	739.3
Percent Change	7.6%	3.0%	5.1%	5.4%	5.3%	5.3%	5.1%
February Forecast	555.2	571.5	605.0	637.2	670.3	705.1	740.7
Percent Change	7.5%	2.9%	5.9%	5.3%	5.2%	5.2%	5.1%
Disposable Personal Income (Billions of Dollars)							
June Forecast	493.5	496.8	529.9	566.4	596.2	626.4	658.0
Percent Change	6.1%	0.7%	6.7%	6.9%	5.3%	5.1%	5.0%
February Forecast	493.7	501.3	529.9	558.6	588.8	620.5	652.6
Percent Change	6.1%	1.5%	5.7%	5.4%	5.4%	5.4%	5.2%
Nonfarm Payroll Employment (Thousands)							
June Forecast	3363	3524	3566	3592	3618	3653	3690
Percent Change	2.4%	4.8%	1.2%	0.7%	0.7%	0.9%	1.0%
February Forecast	3364	3507	3594	3633	3664	3693	3723
Percent Change	2.4%	4.2%	2.5%	1.1%	0.8%	0.8%	0.8%
Unemployment Rate (Percent of Labor Force)							
June Forecast	5.3	4.1	4.5	4.8	5.0	4.9	4.7
February Forecast	5.2	4.1	4.0	4.3	4.6	4.7	4.8
Manufacturing Employment (Thousands)							
June Forecast	259.2	272.3	279.4	281.0	280.1	279.7	280.7
Percent Change	-4.6%	5.1%	2.6%	0.6%	-0.3%	-0.1%	0.4%
February Forecast	259.4	270.7	276.0	277.1	276.4	276.0	275.4
Percent Change	-4.5%	4.4%	2.0%	0.4%	-0.3%	-0.1%	-0.2%
Construction Employment (Thousands)							
June Forecast	223.4	233.1	231.4	233.8	235.7	238.3	240.2
Percent Change	4.5%	4.4%	-0.7%	1.0%	0.8%	1.1%	0.8%
February Forecast	223.4	226.0	223.1	223.1	224.9	228.0	231.5
Percent Change	4.6%	1.2%	-1.3%	0.0%	0.8%	1.4%	1.5%
Housing Permits (Thousands)							
June Forecast	56.2	52.2	48.5	48.9	48.2	47.3	46.3
Percent Change	27.5%	-7.1%	-7.1%	0.9%	-1.5%	-1.9%	-1.9%
February Forecast	56.2	48.9	44.9	44.1	44.1	42.9	41.6
Percent Change	27.5%	-12.9%	-8.2%	-1.9%	0.1%	-2.8%	-3.0%

U.S. Forecast Comparison**Fiscal Years**

	2022	2023	2024	2025	2026	2027
Real GDP						
Billions of 2012 dollars						
June Forecast	19,722	20,105	20,488	20,922	21,331	21,750
<i>Growth</i>	4.1%	1.9%	1.9%	2.1%	2.0%	2.0%
February Forecast	19,816	20,442	20,931	21,368	21,797	22,215
<i>Growth</i>	4.6%	3.2%	2.4%	2.1%	2.0%	1.9%
Difference in level	-95	-337	-444	-446	-466	-465
<i>Difference in growth forecast</i>	-0.5%	-1.2%	-0.5%	0.0%	-0.1%	0.0%

Real Consumption

Billions of 2012 dollars

June Forecast	13,878	14,198	14,483	14,826	15,134	15,456
<i>Growth</i>	5.3%	2.3%	2.0%	2.4%	2.1%	2.1%
February Forecast	13,882	14,253	14,648	14,995	15,323	15,652
<i>Growth</i>	5.4%	2.7%	2.8%	2.4%	2.2%	2.1%
Difference in level	-4	-55	-165	-169	-189	-195
<i>Difference in growth forecast</i>	0.0%	-0.4%	-0.8%	0.0%	-0.1%	0.0%

PCE Price Index

2012 = 100

June Forecast	119.2	125.0	127.6	129.6	132.0	134.5
<i>Growth</i>	5.7%	4.9%	2.1%	1.6%	1.8%	1.9%
February Forecast	118.6	121.9	124.3	126.9	129.6	132.3
<i>Growth</i>	5.1%	2.8%	2.0%	2.1%	2.1%	2.1%
Difference in level	0.6	3.1	3.3	2.7	2.4	2.2
<i>Difference in growth forecast</i>	0.5%	2.1%	0.1%	-0.5%	-0.3%	-0.2%

Unemployment Rate

Percent of Labor Force

June Forecast	4.2%	3.7%	4.3%	4.5%	4.6%	4.4%
February Forecast	4.2%	3.4%	3.6%	3.9%	4.1%	4.3%
<i>Difference in forecast</i>	0.0%	0.3%	0.6%	0.6%	0.5%	0.1%

30 Year Fixed Mortgage Rate

Annual Average

June Forecast	3.7%	5.2%	5.1%	4.9%	4.8%	4.8%
February Forecast	3.2%	4.0%	4.4%	4.6%	4.8%	4.9%
<i>Difference in forecast</i>	0.5%	1.2%	0.6%	0.3%	0.0%	-0.1%

3 Month T-Bill Rate

Annual Average

June Forecast	0.3%	2.3%	2.8%	2.4%	2.4%	2.4%
February Forecast	0.2%	1.0%	1.5%	1.8%	2.0%	2.3%
<i>Difference in forecast</i>	0.2%	1.3%	1.3%	0.6%	0.3%	0.1%

Washington Forecast Comparison
Fiscal Years

	2022	2023	2024	2025	2026	2027
Real Personal Income						
Billions of 2012 dollars						
June Forecast	469.1	469.3	484.1	502.0	519.1	536.1
<i>Growth</i>	-1.7%	0.0%	3.1%	3.7%	3.4%	3.3%
February Forecast	470.2	483.0	499.7	515.0	530.6	546.2
<i>Growth</i>	-1.4%	2.7%	3.5%	3.1%	3.0%	2.9%
Difference in level	-1.1	-13.7	-15.6	-13.0	-11.4	-10.1
<i>Difference in growth forecast</i>	-0.3%	-2.7%	-0.3%	0.6%	0.4%	0.3%
Nominal Personal Income						
Billions of dollars						
June Forecast	558.9	586.5	617.6	650.7	685.3	721.1
<i>Growth</i>	3.9%	4.9%	5.3%	5.4%	5.3%	5.2%
February Forecast	557.5	588.6	621.1	653.5	687.6	722.8
<i>Growth</i>	3.6%	5.6%	5.5%	5.2%	5.2%	5.1%
Difference in level	1.5	-2.1	-3.5	-2.8	-2.3	-1.7
<i>Difference in growth forecast</i>	0.3%	-0.6%	-0.2%	0.2%	0.1%	0.1%
Nonfarm Payroll Employment						
Thousands						
June Forecast	3,462.1	3,552.6	3,578.6	3,604.5	3,634.9	3,670.8
<i>Growth</i>	5.5%	2.6%	0.7%	0.7%	0.8%	1.0%
February Forecast	3,443.3	3,560.4	3,615.2	3,648.8	3,677.9	3,708.5
<i>Growth</i>	4.8%	3.4%	1.5%	0.9%	0.8%	0.8%
Difference in level	18.8	-7.8	-36.6	-44.3	-43.0	-37.6
<i>Difference in growth forecast</i>	0.7%	-0.8%	-0.8%	-0.2%	0.0%	0.2%
Housing Permits						
Units Authorized, Thousands						
June Forecast	56.8	48.1	48.8	48.8	47.8	46.7
<i>Growth</i>	14.9%	-15.2%	1.4%	-0.1%	-2.0%	-2.3%
February Forecast	53.8	46.4	44.2	44.1	43.5	42.2
<i>Growth</i>	9.1%	-13.8%	-4.7%	-0.2%	-1.4%	-3.1%
Difference in level	2.9	1.7	4.6	4.6	4.2	4.5
<i>Difference in growth forecast</i>	5.8%	-1.4%	6.0%	0.2%	-0.6%	0.8%

Governor's Council of Economic Advisor's Forecast

Calendar Years

	2022	2023	2024	2025	2026	2027
U.S.						
Real GDP						
<i>Growth</i>						
ERFC	2.5	1.9	2.1	2.0	2.0	1.9
GCEA Average	2.7	2.0	1.9	2.1	2.0	2.0
Real Consumption						
<i>Growth</i>						
ERFC	3.2	1.9	2.3	2.2	2.1	2.1
GCEA Average	3.3	2.1	2.0	2.2	2.2	2.0
PCE Price Index						
<i>Growth</i>						
ERFC	6.1	3.1	1.6	1.7	1.9	1.9
GCEA Average	6.0	3.2	2.4	2.2	2.2	2.2
Mortgage Rate						
<i>Percent</i>						
ERFC	4.9	5.2	5.0	4.9	4.8	4.8
GCEA Average	5.2	5.7	5.3	5.5	5.0	4.9
Oil Price (Brent)						
<i>Dollars per barrel</i>						
ERFC	110.4	100.6	90.0	82.5	77.4	74.1
GCEA Average	112.0	101.8	90.8	87.3	85.0	84.6

What is the probability a recession begins within the next 12 months? 38%

Washington State

Real Personal Income

<i>Growth</i>						
ERFC	-3.0	1.9	3.7	3.5	3.3	3.2
GCEA Average	-2.0	2.4	3.2	3.2	3.2	3.0

Wage and Salary Employment

<i>Growth</i>						
ERFC	4.8	1.2	0.7	0.7	0.9	1.0
GCEA Average	4.3	1.5	1.1	1.1	1.2	1.2

Manufacturing Employment

<i>Growth</i>						
ERFC	5.1	2.6	0.6	-0.3	-0.1	0.4
GCEA Average	4.4	1.8	0.4	0.3	0.3	0.2

Construction Employment

<i>Growth</i>						
ERFC	4.4	-0.7	1.0	0.8	1.1	0.8
GCEA Average	4.1	-0.1	0.5	0.4	0.8	0.7

Housing Permits

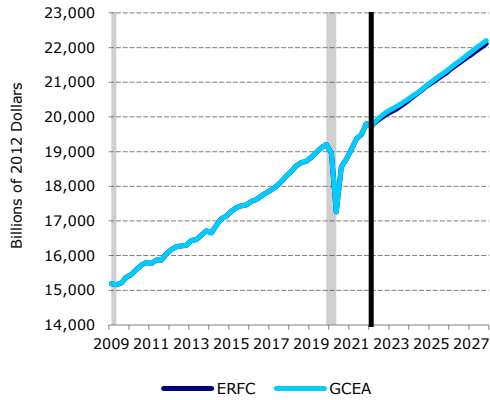
<i>Thousands of authorized units</i>						
ERFC	52.2	48.5	48.9	48.2	47.3	46.3
GCEA Average	52.2	47.4	46.4	46.9	46.1	45.6

Washington Average Annual Wage

<i>Growth</i>						
ERFC	3.2	4.3	4.4	4.4	4.2	3.9
GCEA Average	4.3	4.9	4.1	4.1	4.1	4.0

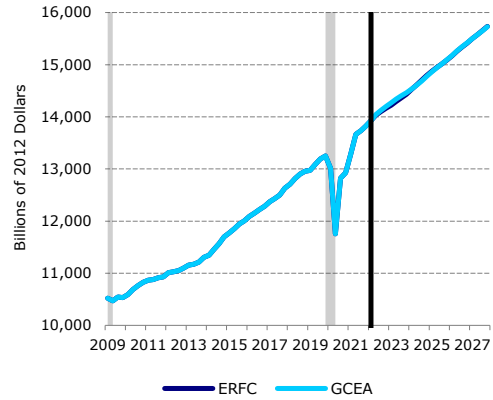
U.S. Forecast Comparison

Real GDP



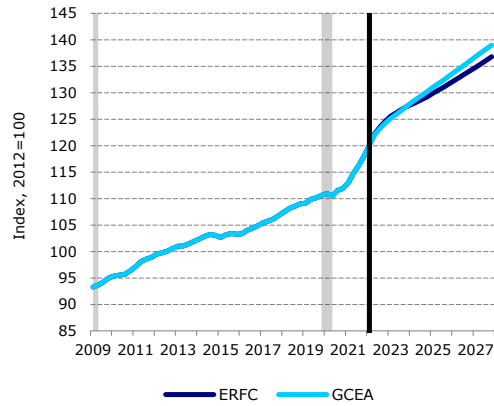
Source: BEA, ERFC, GCEA; data through 2022 Q1

Real Consumption



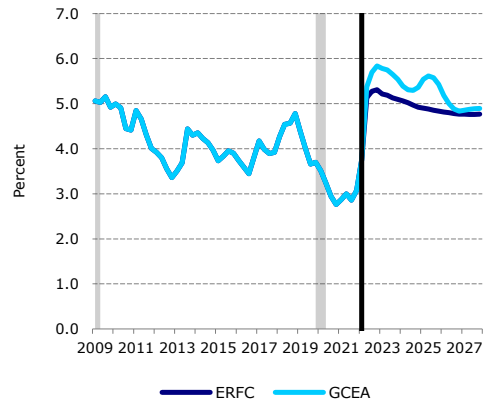
Source: BEA, ERFC, GCEA; data through 2022 Q1

PCE Price Index



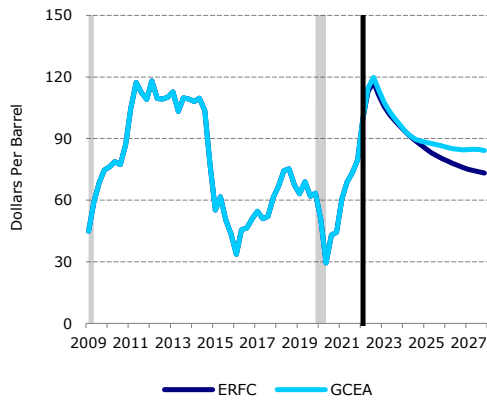
Source: BEA, ERFC, GCEA; data through 2022 Q1

Mortgage Rate



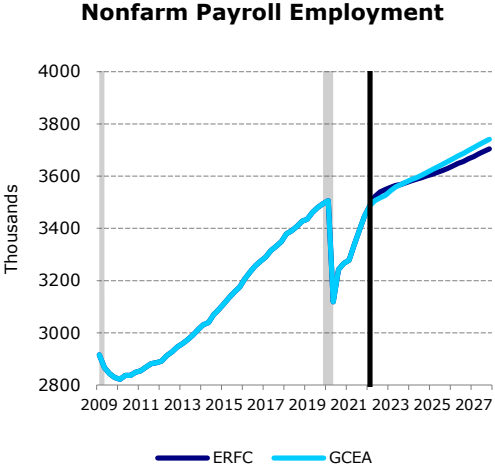
Source: Freddie Mac, ERFC, GCEA; data through 2022 Q1

Brent Oil Price

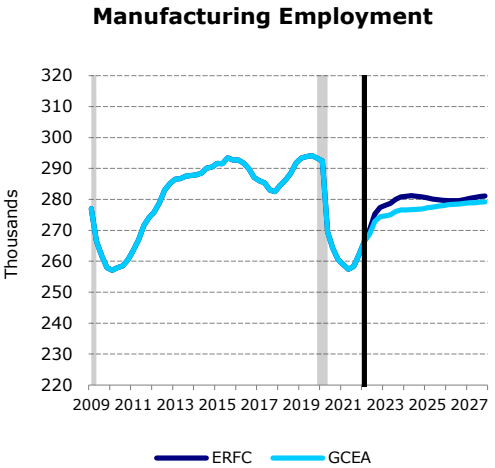


Source: EIA, ERFC, GCEA; data through 2022 Q1

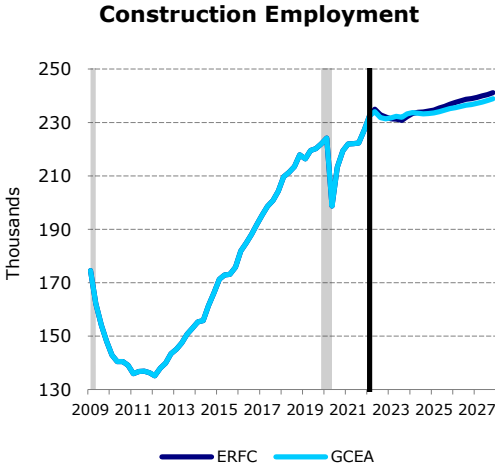
Washington Forecast Comparison



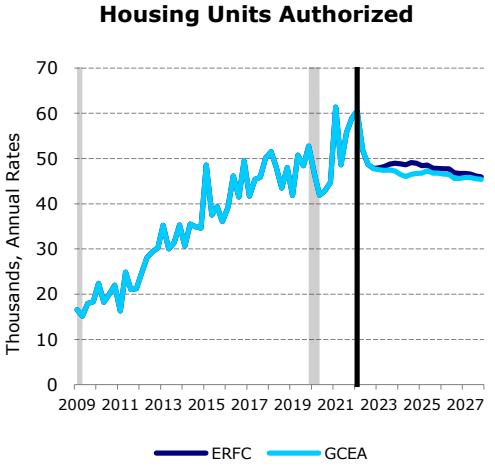
Source: ESD, ERFC, GCEA; data through 2022 Q1



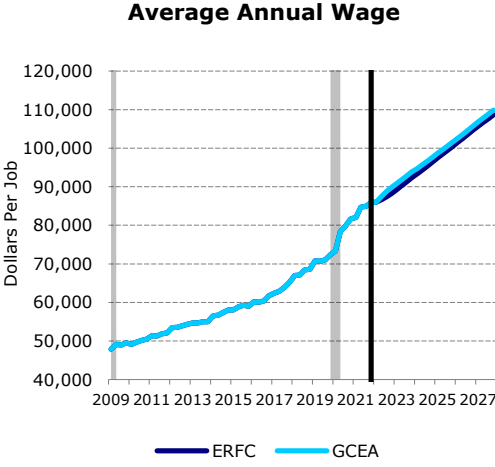
Source: ESD, ERFC, GCEA; data through 2022 Q1



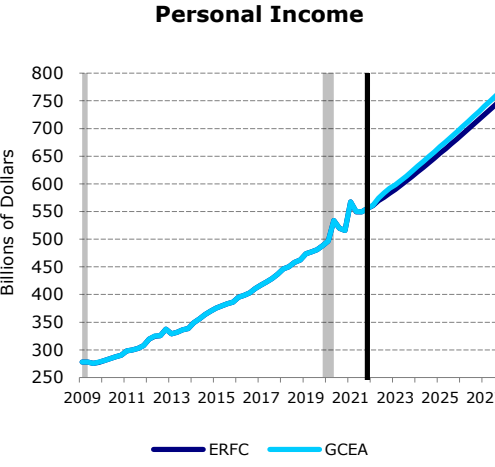
Source: ESD, ERFC, GCEA; data through 2022 Q1



Source: Census, ERFC, GCEA; data through 2022 Q1



Source: BEA, ERFC, GCEA; data through 2021 Q4



Source: BEA, ERFC, GCEA; data through 2021 Q4

Revenue legislation and budget driven revenue changes

Passed in the 2022 Legislative Session

(Millions of dollars, excludes Governor vetoes)

2022 Revenue Legislation

Bill number	Bill title	Tax Type/Fee	Rev Source	FY22	FY23	FY24	FY25	FY26	FY27
1015	Equitable Access to Credit	GFS	0105	0.000	-8.000	-8.000	-8.000	-8.000	-8.000
1359	Liquor License Fees	GFS	0205	-0.698	-4.188	-2.094	0.000	0.000	0.000
1641	Custom Farming, Etc./Tax	GFS	0105	0.000	-0.037	-0.040	-0.040	-0.040	-0.040
1643	Affordable Housing/REET	GFS	0157	0.000	-0.231	-0.603	-0.621	-0.639	-0.691
1700	Derelect Vessel Removal	GFS	0149	0.000	-4.284	-4.379	-4.379	-4.500	-4.528
1765	Health Benefit Ex./B&O Tax	GFS	0105	0.000	0.000	-1.000	-1.110	-1.110	-1.110
1814	Community Solar Projects	GFS	0136	0.000	0.000	-0.300	-2.600	-6.500	-6.500
1818	Reentry and Rehabilitation	GFS	0621	0.000	1.100	0.000	0.000	0.000	0.000
1846	Data Centers Tax Preference	GFS	0101	0.000	-5.890	-9.990	-19.860	-27.300	-32.800
1914	Motion Picture Program	GFS	0106	0.000	-11.500	-11.500	-11.500	-11.500	-11.500
1988	Clean Tech. Tax Deferrals	GFS	0101	0.000	-3.115	-3.544	-3.644	-3.740	-3.850
1990	SR 167 & I-405 Sales Tax Deferral	GFS	0101	0.000	-0.400	-6.290	-7.790	-6.600	-8.500
2024	SR 520 Sales Tax Deferral	GFS	0101	0.000	-11.180	-11.180	-11.180	-11.180	-11.180
2058	Parks & Rec. Leasehold Tax	GFS	0159	0.000	-0.023	-0.048	-0.050	-0.052	-0.053
2099	Tax Penalties	GFS	0175	0.000	0.010	0.030	0.030	0.030	0.030
5488	Tacoma Narrows Toll Bridge	GFS	0622	0.000	-13.000	-13.000	-13.000	-13.000	-13.000
5531	Uniform Unclaimed Property	GFS	0621	0.000	35.400	4.400	-0.780	0.000	0.000
5714	Solar Canopies Tax Deferral	GFS	0101	0.000	-5.390	-8.290	-9.580	-11.000	-12.700
5728	Drug Forfeiture Collections	GFS	0622	0.000	-1.100	-1.100	-1.100	-1.100	-1.100
5755	Vacant Land Redevelopment	GFS	0101	0.000	0.000	-1.020	-1.670	-1.730	-1.780
5849	Tax Incentives	GFS	0105	0.000	0.000	0.000	0.000	0.000	0.000
5901	Economic Dev. Tax Incentives	GFS	0101	0.000	1.090	0.430	0.320	0.200	0.030
5974	Transportation Resources	GFS	0101	0.000	-18.760	-77.200	-78.000	-109.000	-109.000
5980	B&O Tax Credits	GFS	0105	0.000	-13.000	-57.800	-60.300	-63.100	-65.900
Total Revenue legislation-fiscal year-GFS				-0.698	-62.498	-212.518	-234.854	-279.861	-292.172
Biennial totals					-63.196		-447.372		-572.033

2022 GF-S Budget Driven Revenue

				FY22	FY23	FY24	FY25	FY26	FY27
	Liquor Control Board (Liquor)	GFS		3.664	-18.887	1.064	2.510	0.000	0.000
	Liquor Control Board (Marijuana)	GFS		-1.340	-8.498	-9.877	-12.548	-14.430	-16.595
	Marijuana Distribution Changes	GFS		0.000	-5.243	-6.227	-7.100	-8.165	-9.390
Total budget driven revenue-fiscal year-GFS				2.324	-32.628	-15.040	-17.138	-22.595	-25.984
Biennial totals					-30.304		-32.178		-48.580

1643	Affordable Housing/REET	ELTA	0157	0.000	-0.051	-0.106	-0.109	-0.112	-0.121
Total ELTA fund 08A changes				0.000	-0.051	-0.106	-0.109	-0.112	-0.121
Biennial totals					-0.051		-0.215		-0.233

5799	Workforce Surcharge/Clinics	WEIA	0105	0.000	-1.100	0.100	0.500	1.000	1.500
Total WEIA fund 24J changes				0.000	-1.100	0.100	0.500	1.000	1.500
Biennial totals					-1.100		0.600		2.500

Budget driven revenue Lottery fund 17F OPA				0.007	-0.511	-0.547	-0.387	-0.274	-0.194
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All funds total				1.633	-96.788	-228.111	-251.988	-301.842	-316.972
Biennial totals					-95.155		-480.099		-618.814

2021-23 Enacted Budget Balance Sheet

General Fund-State (GFS), Education Legacy Trust Account (ELTA),
Washington Opportunity Pathways Account (OPA),
Workforce Education Investment Account (WEIA), Fair Start for Kids Account (FSKA),
Budget Stabilization Account (BSA) and Washington Rescue Plan Transition Account
Dollars in Millions

	2021-23		
	GFS	ELTA , OPA, WEIA, FSKA*	TOTAL
RESOURCES			
Beginning Fund Balance	3,673.7	487.0	4,160.7
February 2022 Revenue Forecast	58,919.2	2,771.4	61,690.7
June 2022 Revenue Forecast Change	1,391.8	160.1	1,551.9
Current Revenue Totals	60,311.0	2,931.5	63,242.6
Transfer to Budget Stabilization Account (1% of GSR)	(587.4)		(587.4)
Transfer to Budget Stabilization Account (EGSR)	-		-
Enacted Fund Transfers	50.2	-	50.2
Assumed Prior Period Adjustments	40.8		40.8
2022 Legislative Session			-
Revenue Legislation	(63.2)	(1.2)	(64.3)
New Fund Transfers	(1,231.7)	-	(1,231.7)
Budget Driven Revenue	(30.3)	(0.5)	(30.8)
Governor's Vetoes	(2.7)	-	(2.7)
Total Resources (Including Beginning Fund Balance)	62,160.4	3,416.8	65,577.2
EXPENDITURES			
Enacted Budgets			
2021-23 Biennium	56,187.8	2,878.8	59,066.6
2022 Supplemental Budget	4,751.3	320.1	5,071.4
2022 Supplemental Budget - Governor's Vetoes	(13.4)	-	(13.4)
Assumed Reversions	(321.7)	-	(321.7)
Total Expenditures	60,604.0	3,198.9	63,802.9
RESERVES			
Projected Ending Balance	1,556.4	218.0	1,774.3
Budget Stabilization Account			
Budget Stabilization Account Beginning Balance	19.2		19.2
Transfers from General Fund (1% of GSR)	587.4		587.4
Transfers from GFS (EGSR)	-		-
Assumed 21-23 Biennium-Interest Earnings	4.7		4.7
Projected Budget Stabilization Account Ending Balance	611.3		611.3
Washington Rescue Plan Transition Account			
Beginning Balance	1,000.0		1,000.0
Transfers	1,100.0		1,100.0
Projected Wash Rescue Plan Transition Account Ending Balance	2,100.0		2,100.0
Total Reserves Including Budget Stabilization and Wa Rescue Plan	4,267.7	218.0	4,485.6

* No revenue or expenditures for 25H-Fair Start for Kids Account (FSKA).

Acronyms

GSR- General State Revenues
EGSR- Extraordinary General State Revenues
ACFR- Annual Comprehensive Financial Report