



## **Revised September 2025 Economic Forecast**

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We have updated our September economic forecast. The revised economic forecast reflects more recent national economic forecast assumptions and updated Washington economic data. This updated economic forecast will form the basis of the September 2025 revenue forecast scheduled for adoption on September 23, 2025.

The following tables compare the revised September economic forecast with the preliminary September forecast as well as with the forecast adopted in June 2025.

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**U.S. Forecast Comparison**

	2025Q3	2025Q4	2026Q1	2026Q2
<b>Real GDP (Billions of 2017 Dollars)</b>				
September Forecast, Final	23,769	23,808	23,885	23,993
Percent Change	1.1%	0.7%	1.3%	1.8%
September Forecast, Preliminary	23,720	23,760	23,845	23,959
Percent Change	0.6%	0.7%	1.4%	1.9%
<b>Real Consumption (Billions of 2017 Dollars)</b>				
September Forecast, Final	16,401	16,432	16,480	16,548
Percent Change	1.1%	0.8%	1.2%	1.7%
September Forecast, Preliminary	16,389	16,423	16,473	16,543
Percent Change	0.9%	0.8%	1.2%	1.7%
<b>PCE Price Index (2017=100)</b>				
September Forecast, Final	127.5	129.0	130.0	130.7
Percent Change	4.0%	4.8%	3.0%	2.3%
September Forecast, Preliminary	127.8	129.2	130.1	130.8
Percent Change	5.1%	4.2%	3.0%	2.3%
<b>Real Personal Income (Billions of 2017 Dollars)</b>				
September Forecast, Final	20,380	20,351	20,548	20,679
Percent Change	-0.8%	-0.6%	3.9%	2.6%
September Forecast, Preliminary	20,340	20,324	20,528	20,663
Percent Change	-1.6%	-0.3%	4.1%	2.6%
<b>Nonfarm Payroll Employment (Millions)</b>				
September Forecast, Final	159.5	159.6	159.6	159.7
Percent Change	0.1%	0.2%	0.2%	0.3%
September Forecast, Preliminary	159.6	159.7	159.8	160.0
Percent Change	0.4%	0.3%	0.3%	0.3%
<b>Unemployment Rate (Percent of Labor Force)</b>				
September Forecast, Final	4.3	4.4	4.6	4.6
September Forecast, Preliminary	4.3	4.4	4.5	4.6
<b>Oil Price, Refiner's Acquisition</b>				
September Forecast, Final	65.1	63.3	62.7	62.5
September Forecast, Preliminary	64.8	62.3	61.4	61.3
<b>30 Year Fixed Mortgage Rate (Percent, average)</b>				
September Forecast, Final	6.6	6.5	6.4	6.2
September Forecast, Preliminary	6.7	6.6	6.5	6.3
<b>3 Month T-Bill Rate (Percent, average)</b>				
September Forecast, Final	4.2	3.9	3.6	3.4
September Forecast, Preliminary	4.3	4.2	3.8	3.4

2024	2025	2026	2027	2028	2029
23,305	23,698	24,060	24,541	25,032	25,507
2.8%	1.7%	1.5%	2.0%	2.0%	1.9%
23,305	23,669	24,027	24,507	24,997	25,472
2.8%	1.6%	1.5%	2.0%	2.0%	1.9%
16,053	16,370	16,593	16,942	17,298	17,644
2.8%	2.0%	1.4%	2.1%	2.1%	2.0%
16,053	16,363	16,585	16,933	17,289	17,634
2.8%	1.9%	1.4%	2.1%	2.1%	2.0%
123.5	127.1	131.0	133.7	136.5	139.1
2.5%	2.9%	3.1%	2.0%	2.1%	1.9%
123.5	127.2	131.2	133.8	136.4	139.0
2.5%	3.0%	3.1%	2.0%	1.9%	1.9%
19,974	20,354	20,741	21,381	21,974	22,578
2.8%	1.9%	1.9%	3.1%	2.8%	2.8%
19,974	20,337	20,725	21,362	21,993	22,591
2.8%	1.8%	1.9%	3.1%	3.0%	2.7%
158.0	159.4	159.8	160.4	161.1	161.8
1.3%	0.9%	0.2%	0.4%	0.4%	0.4%
158.0	159.5	160.0	160.5	161.1	161.8
1.3%	1.0%	0.3%	0.3%	0.3%	0.4%
4.0	4.3	4.7	4.7	4.6	4.4
4.0	4.2	4.6	4.7	4.6	4.4
76.6	66.7	62.5	62.4	63.1	63.7
76.6	66.9	61.3	61.3	61.8	62.3
6.7	6.7	6.2	6.0	5.9	5.8
6.7	6.7	6.3	6.0	5.9	5.8
5.0	4.1	3.3	2.9	2.8	2.9
5.0	4.2	3.3	2.7	2.7	2.8

**U.S. Forecast Comparison**

	2025Q3	2025Q4	2026Q1	2026Q2
<b>Real GDP (Billions of 2017 Dollars)</b>				
September Forecast, Final	23,769	23,808	23,885	23,993
Percent Change	1.1%	0.7%	1.3%	1.8%
June Forecast	23,667	23,712	23,790	23,894
Percent Change	0.5%	0.8%	1.3%	1.8%
<b>Real Consumption (Billions of 2017 Dollars)</b>				
September Forecast, Final	16,401	16,432	16,480	16,548
Percent Change	1.1%	0.8%	1.2%	1.7%
June Forecast	16,410	16,442	16,502	16,572
Percent Change	0.5%	0.8%	1.5%	1.7%
<b>PCE Price Index (2017=100)</b>				
September Forecast, Final	127.5	129.0	130.0	130.7
Percent Change	4.0%	4.8%	3.0%	2.3%
June Forecast	128.0	128.9	129.7	130.4
Percent Change	4.9%	2.7%	2.5%	2.2%
<b>Real Personal Income (Billions of 2017 Dollars)</b>				
September Forecast, Final	20,380	20,351	20,548	20,679
Percent Change	-0.8%	-0.6%	3.9%	2.6%
June Forecast	20,396	20,437	20,585	20,720
Percent Change	-1.2%	0.8%	2.9%	2.7%
<b>Nonfarm Payroll Employment (Millions)</b>				
September Forecast, Final	159.5	159.6	159.6	159.7
Percent Change	0.1%	0.2%	0.2%	0.3%
June Forecast	159.8	159.9	159.9	160.0
Percent Change	0.4%	0.2%	0.2%	0.2%
<b>Unemployment Rate (Percent of Labor Force)</b>				
September Forecast, Final	4.3	4.4	4.6	4.6
June Forecast	4.3	4.4	4.6	4.7
<b>Oil Price, Refiner's Acquisition</b>				
September Forecast, Final	65.1	63.3	62.7	62.5
June Forecast	63.1	61.4	61.0	61.1
<b>30 Year Fixed Mortgage Rate (Percent, average)</b>				
September Forecast, Final	6.6	6.5	6.4	6.2
June Forecast	6.7	6.5	6.4	6.3
<b>3 Month T-Bill Rate (Percent, average)</b>				
September Forecast, Final	4.2	3.9	3.6	3.4
June Forecast	4.2	4.1	3.7	3.4

	2024	2025	2026	2027	2028	2029
	23,305	23,698	24,060	24,541	25,032	25,507
	2.8%	1.7%	1.5%	2.0%	2.0%	1.9%
	23,305	23,637	23,964	24,443	24,932	25,406
	2.8%	1.4%	1.4%	2.0%	2.0%	1.9%
	16,053	16,370	16,593	16,942	17,298	17,644
	2.8%	2.0%	1.4%	2.1%	2.1%	2.0%
	16,053	16,391	16,613	16,962	17,318	17,665
	2.8%	2.1%	1.4%	2.1%	2.1%	2.0%
	123.5	127.1	131.0	133.7	136.5	139.1
	2.5%	2.9%	3.1%	2.0%	2.1%	1.9%
	123.5	127.2	130.6	133.0	135.3	137.7
	2.5%	3.0%	2.7%	1.8%	1.7%	1.8%
	19,974	20,354	20,741	21,381	21,974	22,578
	2.8%	1.9%	1.9%	3.1%	2.8%	2.8%
	19,974	20,392	20,788	21,457	22,131	22,775
	2.8%	2.1%	1.9%	3.2%	3.1%	2.9%
	158.0	159.4	159.8	160.4	161.1	161.8
	1.3%	0.9%	0.2%	0.4%	0.4%	0.4%
	158.0	159.6	160.1	160.5	161.0	161.8
	1.3%	1.0%	0.3%	0.3%	0.3%	0.5%
	4.0	4.3	4.7	4.7	4.6	4.4
	4.0	4.3	4.7	4.7	4.6	4.3
	76.6	66.7	62.5	62.4	63.1	63.7
	76.6	65.0	61.2	61.6	62.1	62.4
	6.7	6.7	6.2	6.0	5.9	5.8
	6.7	6.7	6.2	5.9	5.8	5.7
	5.0	4.1	3.3	2.9	2.8	2.9
	5.0	4.2	3.3	2.6	2.7	2.8

**Washington Forecast Comparison**

	2025Q3	2025Q4	2026Q1	2026Q2
<b>Real Personal Income (Billions of 2017 Dollars)</b>				
September Forecast, Final	555.9	555.1	558.7	563.0
Percent Change	-0.7%	-0.6%	2.6%	3.1%
September Forecast, Preliminary	554.7	554.1	558.1	562.4
Percent Change	-1.6%	-0.4%	2.9%	3.1%
<b>Personal Income (Billions of Dollars)</b>				
September Forecast, Final	708.7	716.1	726.1	735.7
Percent Change	3.4%	4.2%	5.7%	5.4%
September Forecast, Preliminary	709.0	715.7	726.2	735.9
Percent Change	3.5%	3.8%	6.0%	5.5%
<b>Disposable Personal Income (Billions of Dollars)</b>				
September Forecast, Final	620.3	627.0	643.0	652.0
Percent Change	2.8%	4.4%	10.5%	5.7%
September Forecast, Preliminary	620.5	626.7	643.1	652.3
Percent Change	2.9%	4.1%	10.9%	5.8%
<b>Nonfarm Payroll Employment (Thousands)</b>				
September Forecast, Final	3642.2	3643.1	3643.9	3647.3
Percent Change	0.4%	0.1%	0.1%	0.4%
September Forecast, Preliminary	3642.1	3642.9	3644.8	3651.2
Percent Change	0.4%	0.1%	0.2%	0.7%
<b>Unemployment Rate (Percent of Labor Force)</b>				
September Forecast, Final	4.5	4.6	4.7	4.8
September Forecast, Preliminary	4.5	4.6	4.8	4.8
<b>Manufacturing Employment (Thousands)</b>				
September Forecast, Final	274.3	274.8	275.5	276.1
Percent Change	3.2%	0.8%	1.0%	0.8%
September Forecast, Preliminary	273.7	274.3	274.8	275.0
Percent Change	2.4%	0.8%	0.7%	0.3%
<b>Construction Employment (Thousands)</b>				
September Forecast, Final	220.8	222.1	223.2	224.3
Percent Change	-1.9%	2.3%	2.0%	1.9%
September Forecast, Preliminary	221.3	223.2	224.5	226.1
Percent Change	-1.1%	3.5%	2.3%	2.8%
<b>Housing Permits (Thousands)</b>				
September Forecast, Final	31.5	32.3	33.8	35.3
Percent Change	-35.9%	11.2%	19.4%	19.1%
September Forecast, Preliminary	37.6	36.7	36.2	36.2
Percent Change	31.1%	-9.2%	-5.3%	0.0%

2024	2025	2026	2027	2028	2029
542.8	554.8	564.9	584.2	603.7	622.7
3.4%	2.2%	1.8%	3.4%	3.3%	3.2%
542.8	554.2	564.4	584.0	604.5	623.8
3.4%	2.1%	1.8%	3.5%	3.5%	3.2%
670.3	705.0	740.2	781.2	824.2	866.3
6.0%	5.2%	5.0%	5.5%	5.5%	5.1%
670.3	705.0	740.4	781.5	824.4	867.1
6.0%	5.2%	5.0%	5.5%	5.5%	5.2%
589.6	617.6	656.2	691.6	727.5	762.0
6.0%	4.7%	6.2%	5.4%	5.2%	4.7%
589.6	617.6	656.6	691.8	727.7	762.7
6.0%	4.8%	6.3%	5.4%	5.2%	4.8%
3630	3642	3650	3673	3708	3745
1.0%	0.3%	0.2%	0.6%	1.0%	1.0%
3630	3642	3653	3676	3713	3749
1.0%	0.3%	0.3%	0.6%	1.0%	1.0%
4.5	4.5	4.8	4.9	4.8	4.5
4.5	4.5	4.9	4.9	4.7	4.5
273.9	274.0	276.1	277.1	278.5	279.8
-0.1%	0.1%	0.7%	0.4%	0.5%	0.5%
273.9	273.8	275.0	276.0	278.0	279.4
-0.1%	0.0%	0.4%	0.4%	0.7%	0.5%
223.7	221.9	224.8	228.9	233.0	236.7
-2.8%	-0.8%	1.3%	1.9%	1.8%	1.6%
223.7	222.3	226.6	231.2	235.7	239.9
-2.8%	-0.6%	1.9%	2.0%	2.0%	1.8%
37.8	32.9	35.5	38.1	39.5	40.5
1.8%	-13.0%	8.0%	7.2%	3.7%	2.7%
37.8	35.5	36.6	38.2	40.0	41.5
1.8%	-6.0%	3.0%	4.5%	4.6%	3.9%

**Washington Forecast Comparison**

	2025Q3	2025Q4	2026Q1	2026Q2
<b>Real Personal Income (Billions of 2017 Dollars)</b>				
September Forecast, Final	555.9	555.1	558.7	563.0
Percent Change	-0.7%	-0.6%	2.6%	3.1%
June Forecast	554.6	556.1	560.6	565.1
Percent Change	-0.9%	1.1%	3.3%	3.2%
<b>Personal Income (Billions of Dollars)</b>				
September Forecast, Final	708.7	716.1	726.1	735.7
Percent Change	3.4%	4.2%	5.7%	5.4%
June Forecast	710.1	716.7	726.9	736.6
Percent Change	3.9%	3.8%	5.8%	5.5%
<b>Disposable Personal Income (Billions of Dollars)</b>				
September Forecast, Final	620.3	627.0	643.0	652.0
Percent Change	2.8%	4.4%	10.5%	5.7%
June Forecast	622.3	628.2	646.4	655.5
Percent Change	3.7%	3.8%	12.1%	5.7%
<b>Nonfarm Payroll Employment (Thousands)</b>				
September Forecast, Final	3642.2	3643.1	3643.9	3647.3
Percent Change	0.4%	0.1%	0.1%	0.4%
June Forecast	3651.1	3653.3	3656.8	3662.0
Percent Change	0.4%	0.2%	0.4%	0.6%
<b>Unemployment Rate (Percent of Labor Force)</b>				
September Forecast, Final	4.5	4.6	4.7	4.8
June Forecast	4.6	4.7	4.8	4.9
<b>Manufacturing Employment (Thousands)</b>				
September Forecast, Final	274.3	274.8	275.5	276.1
Percent Change	3.2%	0.8%	1.0%	0.8%
June Forecast	273.7	274.3	274.7	275.0
Percent Change	1.9%	1.0%	0.5%	0.5%
<b>Construction Employment (Thousands)</b>				
September Forecast, Final	220.8	222.1	223.2	224.3
Percent Change	-1.9%	2.3%	2.0%	1.9%
June Forecast	222.5	223.8	224.8	225.9
Percent Change	0.9%	2.2%	1.8%	2.0%
<b>Housing Permits (Thousands)</b>				
September Forecast, Final	31.5	32.3	33.8	35.3
Percent Change	-35.9%	11.2%	19.4%	19.1%
June Forecast	35.7	36.1	36.5	36.8
Percent Change	11.4%	4.4%	4.5%	4.2%

2024	2025	2026	2027	2028	2029
542.8	554.8	564.9	584.2	603.7	622.7
3.4%	2.2%	1.8%	3.4%	3.3%	3.2%
543.1	554.7	567.2	587.6	609.3	629.7
3.5%	2.1%	2.2%	3.6%	3.7%	3.3%
670.3	705.0	740.2	781.2	824.2	866.3
6.0%	5.2%	5.0%	5.5%	5.5%	5.1%
670.7	705.8	741.0	781.6	824.5	867.3
6.1%	5.2%	5.0%	5.5%	5.5%	5.2%
589.6	617.6	656.2	691.6	727.5	762.0
6.0%	4.7%	6.2%	5.4%	5.2%	4.7%
589.9	618.8	659.5	696.1	732.2	768.1
6.0%	4.9%	6.6%	5.5%	5.2%	4.9%
3630	3642	3650	3673	3708	3745
1.0%	0.3%	0.2%	0.6%	1.0%	1.0%
3632	3650	3664	3685	3719	3754
1.0%	0.5%	0.4%	0.6%	0.9%	0.9%
4.5	4.5	4.8	4.9	4.8	4.5
4.5	4.5	4.9	4.9	4.7	4.4
273.9	274.0	276.1	277.1	278.5	279.8
-0.1%	0.1%	0.7%	0.4%	0.5%	0.5%
274.0	273.3	274.9	275.2	276.7	277.5
0.0%	-0.2%	0.6%	0.1%	0.5%	0.3%
223.7	221.9	224.8	228.9	233.0	236.7
-2.8%	-0.8%	1.3%	1.9%	1.8%	1.6%
224.1	222.6	226.5	230.9	235.2	239.6
-2.7%	-0.7%	1.8%	1.9%	1.9%	1.8%
37.8	32.9	35.5	38.1	39.5	40.5
1.8%	-13.0%	8.0%	7.2%	3.7%	2.7%
37.8	34.8	37.1	38.5	39.9	40.9
1.8%	-8.0%	6.7%	3.8%	3.7%	2.4%