

104 - Economic & Revenue Forecast Council

A001 Revenue Forecasting

The Economic and Revenue Forecast Council is an independent body that prepares revenue and economic forecasts for the Governor and the Legislature. It monitors changes in the economic outlook throughout the year to anticipate shifts in revenue collections. This allows the legislative and executive branches to plan for the most likely revenue projections in preparation of the state budget.

| | FY 2006 | FY 2007 | Biennial Total |
|--------------|------------------|------------------|--------------------|
| FTE's | 5.2 | 5.2 | 5.2 |
| GFS | \$579,000 | \$546,000 | \$1,125,000 |
| Other | \$0 | \$3,000 | \$3,000 |
| Total | \$579,000 | \$549,000 | \$1,128,000 |

*FTE is second year only

Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively

Statewide Strategy: Improve decision support for government decision makers

Expected Results

It is the mission of the Office of the Forecast Council to accurately forecast the state economic activity and tax revenues for the state of Washington. Our performance measure requires that the variance of actual collections should be within 2.5 percent of the forecast.

| Variance between the March 2005 revenue forecast and the actual collections for SFY2006 and SFY2007. | | | | |
|--|---------|--------|--------|----------|
| Biennium | Period | Target | Actual | Variance |
| 2005-07 | 8th Qtr | 2.5% | 12.1% | 9.6% |
| | 4th Qtr | 2.5% | 10.2% | 7.7% |
| 2003-05 | 8th Qtr | 2.5% | 3.8% | 1.3% |
| | 4th Qtr | 2.5% | 1.6% | (0.9)% |
| 2001-03 | 6th Qtr | 2.5% | (7)% | (9.5)% |
| | 2nd Qtr | 2.5% | (4.2)% | (6.7)% |

Appropriation Period: 2005-07 Activity Version: 81 - 2007 Enacted Supplemental Budget

| Variance between the November 2004 revenue forecast and actual collections for SFY2006 and SFY2007. | | | | |
|---|---------|--------|--------|----------|
| Biennium | Period | Target | Actual | Variance |
| 2005-07 | 8th Qtr | 2.5% | 14.1% | 11.6% |
| | 4th Qtr | 2.5% | 12.2% | 9.7% |
| 2003-05 | 8th Qtr | 2.5% | 2.3% | (0.2)% |
| | 4th Qtr | 2.5% | 0.8% | (1.7)% |
| 2001-03 | 6th Qtr | 2.5% | (6.6)% | (9.1)% |
| | 2nd Qtr | 2.5% | (3.6)% | (6.1)% |

Grand Total

| | FY 2006 | FY 2007 | Biennial Total |
|--------------|------------------|------------------|--------------------|
| FTE's | 5.2 | 5.2 | 5.2 |
| GFS | \$579,000 | \$546,000 | \$1,125,000 |
| Other | \$0 | \$3,000 | \$3,000 |
| Total | \$579,000 | \$549,000 | \$1,128,000 |

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