

San Diego MTS 1/2% Sales & Use Tax Forecast Summary

July through June Fiscal Year

Average Annual Growth Per Year over 40 Years: 1.43%

	FY 16 - 17	FY 17 - 18	FY 18 - 19	FY 19 - 20	FY 20 - 21	FY 21 - 22	FY 22 - 23	FY 23 - 24
Projection	218,857,000	221,997,000	230,924,000	234,244,000	224,874,000	220,826,000	230,656,000	239,888,000
Percent Change	2.8%	1.4%	4.0%	1.4%	-4.0%	-1.8%	4.5%	4.0%

	FY 24 - 25	FY 25 - 26	FY 26 - 27	FY 27 - 28	FY 28 - 29	FY 29 - 30	FY 30 - 31	FY 31 - 32
Projection	247,307,000	252,048,000	256,298,000	260,571,000	264,916,000	269,333,000	273,824,000	262,871,000
Percent Change	3.1%	1.9%	1.7%	1.7%	1.7%	1.7%	1.7%	-4.0%

	FY 32 - 33	FY 33 - 34	FY 34 - 35	FY 35 - 36	FY 36 - 37	FY 37 - 38	FY 38 - 39	FY 39 - 40
Projection	258,139,000	269,593,000	280,254,000	288,754,000	294,254,000	299,256,000	304,343,000	309,517,000
Percent Change	-1.8%	4.4%	4.0%	3.0%	1.9%	1.7%	1.7%	1.7%

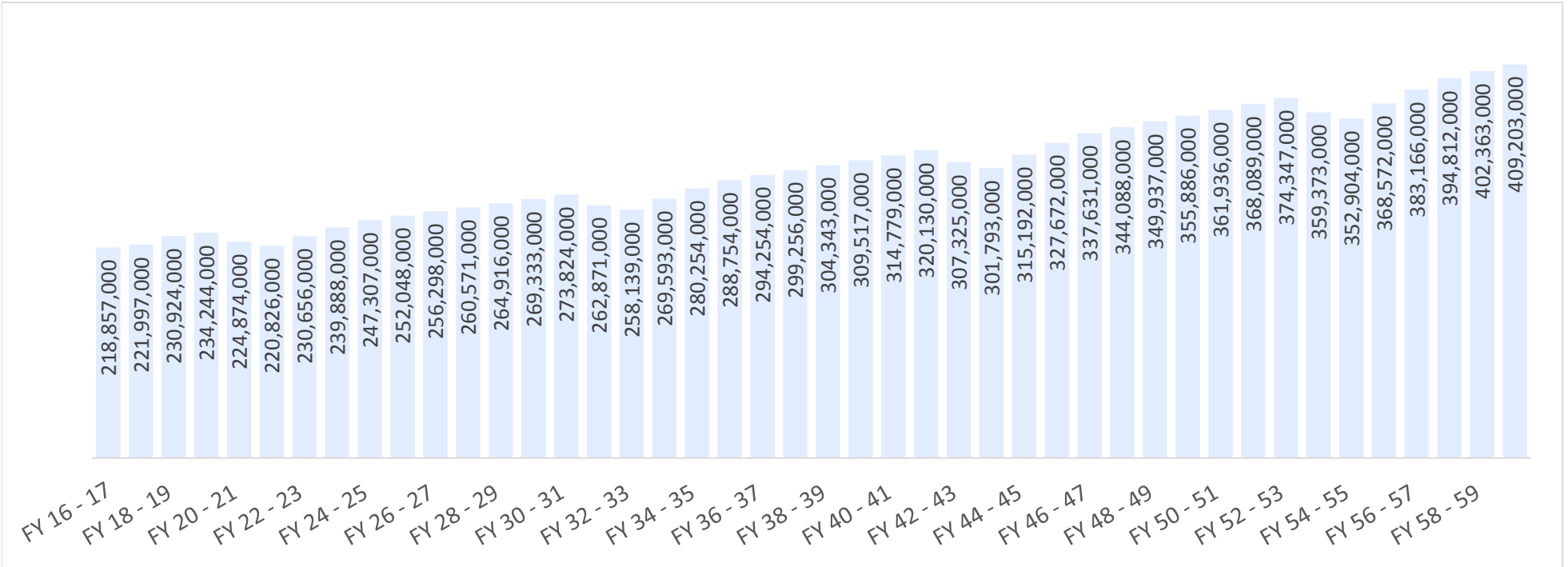
	FY 40 - 41	FY 41 - 42	FY 42 - 43	FY 43 - 44	FY 44 - 45	FY 45 - 46	FY 46 - 47	FY 47 - 48
Projection	314,779,000	320,130,000	307,325,000	301,793,000	315,192,000	327,672,000	337,631,000	344,088,000
Percent Change	1.7%	1.7%	-4.0%	-1.8%	4.4%	4.0%	3.0%	1.9%

	FY 48 - 49	FY 49 - 50	FY 50 - 51	FY 51 - 52	FY 52 - 53	FY 53 - 54	FY 54 - 55	FY 55 - 56
Projection	349,937,000	355,886,000	361,936,000	368,089,000	374,347,000	359,373,000	352,904,000	368,572,000
Percent Change	1.7%	1.7%	1.7%	1.7%	1.7%	-4.0%	-1.8%	4.4%

	FY 56 - 57	FY 57 - 58	FY 58 - 59	FY 59 - 60
Projection	383,166,000	394,812,000	402,363,000	409,203,000
Percent Change	4.0%	3.0%	1.9%	1.7%

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Assumptions:

The five year forecast is based on segment level forecasts of economic activity and known-anticipated state-level allocation adjustments.

The 40 year forecast begins with these assumptions and builds with the following from there:

- 1.) The five year forecast is based on the status quo in terms of the sales tax base (no services, no out-of state online purchases).
- 2.) Major structural frailties in current law: Uncollected tax on internet retail sales, exemptions to tax, only taxing tangible personal property.
The 40 year forecast assumes for now that these remain in place.
- 3.) The five year forecast is based on the status quo in terms of macroeconomic factors such as changes in: population, number of jobs, amount of disposable income, consumer habits and trends, inflation, etc.
The 40 year forecast examines each factor and how it may differ in the future from what has recently occurred.
- 4.) Four recessions are built in. Contractions are based on the average impact the last four recessions had on your jurisdiction.
Less weight was given to the recessio of 4008, due to its magnitude. A "rebound effect" due to increased economic activity immediately following a recession, especially in auto sales and construction, is also included.